

Public Utility District No. 1 of Klickitat County
Board of Commissioners Meeting
Tuesday, July 28, 2020

A G E N D A

ONE TIME USE Call in number option: 888-387-8686 (Participant Pin No. 7737637#)

Due to the office closure associated with COVID-19 precautionary standards, we will not have public present at our meeting.

Time: KPUD Commission Meeting Start Time - 2:00 p.m. as advertised

Location: 1313 S. Columbus Ave. - Goldendale, WA

➤ **PLEDGE OF ALLEGIANCE**

➤ Approval of Minutes - 7/14/2020 Meeting

➤ Approval of Claims/Vouchers for period ending 7/28/2020 *(Cynthia Bruce)*

➤ Approval of Payroll for period ending 7/19/2020 *(Cynthia Bruce)*

➤ **PUBLIC COMMENT PERIOD**

REPORTS - 10 min. each:

- Water/Wastewater Report *(Sharon Blodgett)*
- Renewable Energy Asset update *(Kevin Ricks)*
- Operations *(Mark Pritchard)*
- Engineering *(Ron Schultz)*
- Financial Report *(Nichole Lantau/Mike DeMott)*
- Commissioners' Reports
- Assistant General Manager Operational Report *(Gwyn Miller)*
- Manager's Bi-Monthly Report *(Jim Smith)*
(see attached report)

GUESTS:

AGENDA ITEMS - *(see Manager's Report for further details)*

A. Call for Bid - CIC Conductor - *(Jeff Thayer)*

B. Production Asset Financial Analysis - *(Mike DeMott)*

C. Executive Sessions - Potential Litigation Per RCW 42.30.110(1)(i)

ADJOURNMENT

FOR THE GOOD OF THE ORDER:

KPUD Strategic Planning Session - August 27, 9 a.m. to 2 p.m.

Note: Agenda is subject to last-minute revisions, which may include the board calling for an executive session.



Public Utility District No. 1 of Klickitat County

80 Years of Service * 1938-2018

GENERAL MANAGER'S REPORT TO THE BOARD

For the July 28, 2020 Meeting

AGENDA ITEMS:

- A. Call for Bid- CIC Conductor – Due to the current volatile market and increasing delivery lead times, staff recommends bidding now when we can realize increased savings over spot purchases.
- B. Strategic Financial Discussion – Mike DeMott has prepared initial discussion for purposes of reviewing financial contribution of production assets on KPUD's overall position. This will help inform future discussions related to utilization of surplus funds when available.
- C. Executive Sessions - Potential Litigation per RCW 42.30.110(1)(i)

NON-AGENDA ITEMS:

1. **Lund Hill Water Supply** – Their contractor has requested, and we agreed to supply, up to 150k gallons a day for construction of their solar project that is located to the north and west of the landfill. This is actual water supply and is on a temporary basis until they receive a temporary water right from the state using our Cliffs water rights for mitigation. As such, all funds will flow directly to the respective water system supplying the water. We will have monitoring and communications in place with the local fire districts to ensure fire suppression water is available. The water supply is interruptible at our discretion.
2. **Water Banking Advisory Committee** – I am attaching an email summary by John Kounts, along with a write-up of the issues from WPUDA and the draft report from the Advisory Group on Water Trust, Banking, and Transfers. Ecology is looking for comments by July 31. I do not see specific WPUDA recommendations in any of this. Given that we received the report on Monday, I think there is a discussion to have on Tuesday. Doug should be able to supply some background.
3. **Goldendale Pumped Storage Project** – Brian has revised the Commerce funding scope of work with National Grid and Rye Development to include locating an alternative to the existing withdrawal location on Corps property. We are also working with National Grid and Rye Development on a revised MOU and a water supply agreement.
4. **Strategic Planning** – The only update here is that the financial forecasting work Mike will

present today is key for you all to think about and get comfortable with. These forecasts will be the basis for the models we use to help us adjust our strategic direction.

5. **Update on State Parks** – we have completed a legal review and are currently doing some follow-up work. We will be reporting back to you, likely at the next meeting.
6. **GM Update Videos** – is there interest in board members recording any of the future updates?
7. **My Performance Review** – I would like a short discussion with you all to confirm board direction for the second half of 2020.
8. **Largest battery storage system in US connects to California ISO grid** - (Attachment)
9. **Federal Clean Energy Legislation Introduced** - (Attachment)
10. **Energy EIA 2020 Report Summary** – (Attachment)
11. **2020 WPUA Meeting Schedule** – I would like to touch base with you guys on who plans to attend which session. (See Attached Schedule)