

SNOHOMISH COUNTY PUBLIC UTILITY DISTRICT

Regular Meeting

November 19, 2024

The Regular Meeting was convened by President Sidney Logan at 8:30 a.m. Those attending were Rebecca Wolfe, Secretary; CEO/General Manager John Haarlow; Chief Legal Officer Colin Willenbrock; other District staff; members of the public; Clerk of the Board Allison Morrison; and Deputy Clerks of the Board Jenny Rich and Morgan Stoltzner. Vice-President Tanya Olson was absent.

*** Items Taken Out of Order**

****Non-Agenda Items**

1. OFFICE OF THE WASHINGTON STATE AUDITOR (SAO)

A. Exit Conference

Tom Bernard, with the Office of the Washington State Auditor (SAO) updated the Board on the Exit Conference for their examination of the District's compliance with the Renewal Energy Requirements of the Energy Independence Act for the period of January 1, 2023, to December 31, 2023, time period. The report advised that it was a clean unmodified audit.

The meeting recessed at 8:38 a.m.

RECONVENE REGULAR MEETING

The Regular Meeting was reconvened by President Sidney Logan at 9:00 a.m. Those attending were Tanya Olson, Vice-President; Rebecca Wolfe, Secretary; CEO/General Manager John Haarlow; Chief Legal Officer Colin Willenbrock; other District staff; members of the public; Clerk of the Board Allison Morrison; and Deputy Clerks of the Board Jenny Rich and Morgan Stoltzner.

2. CEO/GENERAL MANAGER BRIEFING AND STUDY SESSION

A. Updates

1. Strategic Plan Quarterly Update. There were no questions on the update.
2. Other. Manager Contracts & Purchasing Clark Langstraat updated the Board on the Howard Transformer contract extension.

B. Cost-of-Service Analysis and Preliminary Revenue Adjustments 2025-2029

Senior Manager, Rates, Economics & Energy Risk Management Peter Daunhauer and Principal Economist Christina Leinneweber provided a presentation on the Cost-of-Service Analysis (COSA) and Rate Adjustment Recommendations.

Commissioner Logan requested that staff return at the next Commission meeting with additional options for the percentage allocation on the proposed rates and the Board concurred.

The next steps would be to return at the December 3, 2024, Commission meeting with additional options for percentage allocation on rate classes; Public Hearing at the December 17, 2024, Commission meeting and a Public Hearing and Action at the January 7, 2025, Commission meeting. Pending approval, the new rates would be effective April 1, 2025.

The meeting recessed at 10:09 a.m. and reconvened at 10:15 a.m.

C. SnoPUD Commercial & Industrial Time of Day Rate Updated & Proposed Extension

Senior Manager, Rates, Economics & Energy Risk Management Peter Daunhauer brought to the Board recommendations for an extension to the Commercial & Industrial (C&I) Time-of-Day (TOD) original 1 year pilot.

The next steps would be to return at the December 3, 2024, Commission meeting for a Public Hearing and December 17, 2024, Commission meeting for consideration of a resolution.

D. Permanent Net Billing Rate Proposal

Senior Manager, Rates, Economics & Energy Risk Management Peter Daunhauer presented to the Board background information on the Pilot Program, reviewing the performance of the Pilot and making a recommendation for a permanent rate.

The meeting recessed at 11:06 a.m. and reconvened at 11:11 a.m.

The next steps would be to return at the December 3, 2024, Commission meeting for a Public Hearing and December 17, 2024, Commission meeting for consideration of a resolution.

The meeting recessed at 11:44 a.m.

RECONVENE REGULAR MEETING

The Regular Meeting was reconvened by President Sidney Logan at 1:30 p.m. Those attending were Tanya Olson, Vice-President; Rebecca Wolfe, Secretary; CEO/General Manager John Haarlow; Chief Legal Officer Colin Willenbrock; other District staff; members of the public; Clerk of the Board Allison Morrison; and Deputy Clerks of the Board Jenny Rich and Morgan Stoltzner.

*** Items Taken Out of Order******Non-Agenda Items****3. COMMENTS FROM THE PUBLIC**

- Steven Keeler, Edmonds, WA, provided documents at places, by reference made a part of the packet.
- Gayla Shoemake, Edmonds, WA

4. CONSENT AGENDA

- A. Approval of Minutes for the Regular Meeting of November 5, 2024
- B. Bid Awards, Professional Services Contracts and Amendments

Public Works Contract Award Recommendations:

None

Formal Bid Award Recommendations \$120,000 and Over:

None

Professional Services Contract Award Recommendations \$200,000 and Over:

Professional Services Contract No. CW2256800 with C+C

Miscellaneous Contract Award Recommendations \$200,000 and Over:

None

Interlocal Agreements and Cooperative Purchase Recommendations:

Contracts:

Purchase Order No. 4500094763 with Cellco Partnership dba Verizon Wireless

Amendments:

None

Sole Source Purchase Recommendations:

None

Emergency Declarations, Purchases and Public Works Contracts:

None

Purchases Involving Special Facilities or Market Condition Recommendations:

None

Formal Bid and Contract Amendments:

Request for Quotation No. 21-1172-CS with Howard Industries, Inc.

Professional Services Contract No. CW2246353 with Goldfarb & Huck, Roth, Riojas PLLC

Professional Services Contract No. CW2247494 with Morgan Lewis & Bockius LLP
Contract Acceptance Recommendations:

None

- C. Consideration of Certification/Ratification and Approval of District Checks and Vouchers

A motion unanimously passed approving Agenda Items 4A – Approval of Minutes for the Regular Meeting of November 5, 2024; 4B – Bid Awards, Professional Services Contracts and Amendments; 4C – Consideration of Certification/Ratification and Approval of District Checks and Vouchers.

5. PUBLIC HEARING AND ACTION

- A. Continue Public Hearing on the 2025 Proposed Budget

President Logan reconvened the public hearing.

Chief Financial Officer Scott Jones provided a presentation continuing the discussion of the 2025 proposed Electric, Generation and Strategic Plan budgets.

The 2025 Proposed Budget remaining hearing schedule was as follows:

December 3, 2024

Discuss Water System proposed budget, and any potential changes to the 2025 Proposed Budget

December 17, 2024

Adoption of the 2025 Budget

There were no public comments.

A motion unanimously passed continuing the hearing on the 2025 Proposed Budget to Tuesday, December 3, 2024, at 1:30 p.m., at 2320 California Street in Everett, WA.

6. PUBLIC HEARING AND ACTION

- A. Consideration of a Resolution Declaring Certain Property Interests of the District in a Portion of Certain Real Property (Tax Parcel No. 27041300201500) Situated in Lynnwood, Washington, to be Surplus and Authorizing the Granting of a Stormwater Easement in Favor of JM1 Holdings, LLC

President Logan opened the public hearing.

There being no comments from the Board or the public, the public hearing was closed.

A motion unanimously passed approving Resolution No. 6201 declaring certain property interests of the District in a portion of certain real property (tax parcel No. 27041300201500) situated in Lynnwood, Washington, to be surplus and authorizing the granting of a Stormwater Easement in favor of JM1 Holdings, LLC.

7. ITEMS FOR INDIVIDUAL CONSIDERATION

- A. Consideration of a Motion Accepting the 3rd Quarter 2024 Financial Conditions and Activities Monitoring Report

Senior Manager, Controller and Auditor Shawn Hunstock provided a presentation on the 3rd Quarter 2024 Financial Conditions and Activities Monitoring Report.

A motion unanimously passed accepting the 3rd Quarter 2024 Financial Conditions and Activities Monitoring Report.

8. CEO/GENERAL MANAGER REPORT

CEO/General Manager John Haarlow reported on District related topics and accomplishments.

9. COMMISSION BUSINESS

- A. Commission Reports

The Commissioners reported on Commission related activities and Board related topics.

- B. Commissioner Event Calendar

There were no changes to the Commissioner Event Calendar.

10. GOVERNANCE PLANNING

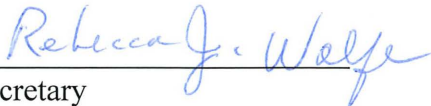
A. Governance Planning Calendar


There were no changes to the Governance Planning Calendar.

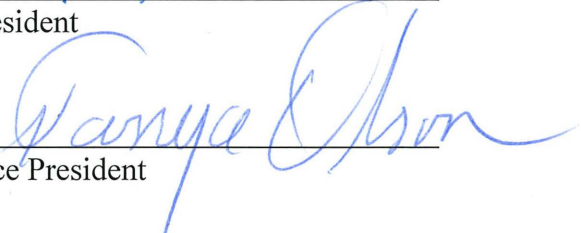
ADJOURNMENT

There being no further business or discussion to come before the Board, the Regular Meeting of November 19, 2024, adjourned at 2:24 p.m.

Approved this 3rd day of December, 2024.


Secretary


President


Vice President