

**WORKSHOP NOTES OF THE BOARD OF
COMMISSIONERS OF KITTITAS COUNTY PUD #1
July 28, 2014**

The workshop of the Board of Commissioners of Public Utility District #1 of Kittitas County was called to order by President Paul Rogers at 11:00 A.M.

Those Present:

Paul Rogers, President
Rogers Sparks, Vice-President
Shan Rowbotham, Secretary
Matt Boast, General Manager (GM)
Brian Vosburgh, Assistant General Manager (AGM)
Genine Pratt, Finance Manager (FM)

Guests:

Corina Stretch - PSE
Ron & Vicki Barela

GUEST COMMENTS:

Ron & Vicki Barela – Requested the Commissioners stance on the cannabis farm in the Badger Pocket as far as water involvement. Commissioner Rowbotham stated that we are a power provider only, no water. He then went over what the federal regulations are for these farms and how it could affect our utility. Mr. Barela asked if the PUD could create their own policy that would exclude serving cannabis farms? Commissioner Rogers stated that we could but that we do not want to get into being the “cannabis police”. Commissioner Rogers suggested holding off on any policy until BPA creates their policy that will regulate our utility since we purchase power from BPA.

DISCUSSION:

Budgeting/Long-term Forecasting Policy:

FM Pratt presented the policy to the Commissioners and pointed out certain areas that she wanted the Commissioners to pay special attention to. Commissioner Rogers and Sparks had not had the opportunity to review the policy at that time so they had no comments. Commissioner Rowbotham suggested some language changes to FM Pratt for the next submittal to the Commissioners.

Financial Reporting/Internal Control Policy:

FM Pratt presented Financial Reporting/Internal Control Policy and asked that the Commissioners look closely at the “risk management” section. Commissioner Rowbotham stated his concern of it possibly being too restrictive for staff, and GM Boast said he would like to see some changes to that section prior to acceptance.

Debt Management Policy:

FM Pratt presented the Debt Management policy and went over. Commissioner Rowbotham stated that he would like to see some of the language “softened”.

Work Order/Bid Process:


Commissioner Rowbotham asked how these new processes were working. OM Vosburgh went over a couple of projects that were just bid out and how it went. GM Boast went over our future process for upcoming purchases.

Workshop adjourned at 12:45 P.M.

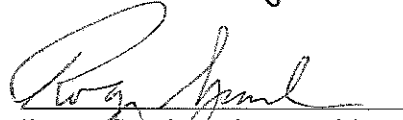
ATTEST:



Shan Rowbotham, Secretary



Paul Rogers, President



Roger Sparks, Vice President