



Public Utility District No. 1 of Klickitat County

GENERAL MANAGER'S REPORT TO THE BOARD For the **August 13, 2024** Meeting

AGENDA ITEMS:

- A. Prequalification of Contractors - Cynthia Bruce is requesting the addition of Cimco-GC Systems to be added to the Small Works Roster for the 2024 period. They have provided all of the required documentation to be approved as a vendor.
- B. Prequalification of Professional Services - April Castillo is requesting that we approve the renewal of three vendors and agree to add them to the Professional Services Roster for the 2024 period. They have met all of the requirements to be added to the roster.
- C. Resolution 1856- Klickitat PUD Electric System Revenue Bonds - we will review changes to the Electric system bond resolution reviewed July 23, 2024 and will request its execution to move forward with the bond process.
- D. Executive Session per RCW 42.30.110(1)(c) consideration of the minimum offering price for sale of real estate (*Mike DeMott/Brandon Johnson/Athan Tramountanas*)
- E. Resolution 1857- Surplus of Property - The Trout Lake property survey is complete and staff is requesting that we declare the Trout Lake property surplus and prepare for sale.

NON-AGENDA ITEMS:

- 1. AMI Finalization process - the team is very close to having the last meters installed. With fire season and other activities, we have chosen to slow the completion to allow for these other priorities. I asked quite a number of staff who have been working extensively on the AMI project to attend the first part of the meeting to discuss their experiences and perspectives. We will be asking for direction on outstanding accommodation requests.
- 2. Mike DeMott will review a summary of three potential structures for the proposed bond sale as part of his report. Two are the original level debt repayment and wrapped structures you have seen and the third is a new option that balances lower interest rate costs without unduly increasing any particular year's annual debt service costs. We were

particularly sensitive of the time frame around 2028. The summary is Mike's Finance and Power Management report and is also attached here for reference.

3. Mid-C Energy Market Seminar - we have talked a lot about resource sufficiency in the region in the coming years. I have some interesting perspectives that I heard at the conference that I would like to share with you at the meeting.
4. Western Market Initiatives - I will also provide an update on BPA's current positioning with respect to SPP Markets+ and CAISO's expanded day-ahead market. At the PPC meeting this past Thursday, we voted to inform BPA that PPC supports them in funding the phase two efforts on SPP Markets+ with a not-to-exceed the estimated \$25 million for this phase of development.