

Minutes of
PUBLIC UTILITY DISTRICT NO. 1 OF PEND OREILLE COUNTY
March 31, 2026
BOX CANYON DAM, IONE, WA AND
VIRTUAL VIA MICROSOFT TEAMS

Present: Curtis J. Knapp, President
Dave Rick, Vice President
J. Troy Moody, Secretary

Staff Present: Chris Jones, General Manager
Management/District Staff
Karen Willner, Clerk of the Board

Others: Gretchen Koenig, Member of the Public
Olga Darlington, Baker Tilly, virtual

The meeting was called to order at 8:30 a.m. by Curtis J. Knapp, President followed by the Pledge of Allegiance.

RECOGNITION OF LISA ENYEART’S EDUCATIONAL ACCOMPLISHMENT:

Bryant Kramer, District Director of Power Production, recognized Lisa Enyeart, District Hydro Maintenance, for receiving her locksmithing home and technician course completion certificate. Commissioner Knapp congratulated Ms. Enyeart and thanked her for what she does for the District.

CONSENT AGENDA:

The minutes from the March 17, 2026 meeting, today’s agenda, and the vouchers were reviewed.

Chris Jones, District General Manager, reported that after this meeting ends, he and the Board will have a 20-minute closed discussion for labor negotiations allowed under RCW 42.30.140.

As of this date, March 31, 2026, the Board, upon motion by Commissioner Moody and seconded by Commissioner Rick approved the following:

- The agenda for March 31, 2026, and the minutes of the March 17, 2026 meeting.
- Vouchers audited certified by the auditing officer as required by RCW 42.24.080, and those expense reimbursement claims certified by RCW 42.24.090, have been recorded on a listing, which has been made available to the Board. Payment of

those vouchers, included in the list referred to above and further described as follows: Voucher Nos. 11506 through 11530 in the total amount of \$55,287.84; ACH payments in the total amount of \$237,737.87; Wire Transfers in the total amount of \$1,391,525.36; and ACH payroll transactions in the total amount of \$325,923.86 for the payroll ending March 15, 2026.

The motion passed unanimously.

COMMISSION REPORT:

Commissioner Knapp attended virtual Washington Public Utility Districts Association (WPUDA) meetings on March 18 - 20, met with Mr. Jones on March 18 in Newport, Employee Day on March 19 in Cusick, a virtual Energy Northwest Administration, Development, and Strategic Oversight Committee meeting on March 23, and Energy Northwest meetings on March 25 -26 in Richland. He provided an overview. He attended a virtual Energy Northwest Executive Board meeting yesterday and reported he will be off the Energy Committee in June but will stay on the Executive Board.

Commissioner Rick attended the WPUDA meetings on March 18 – 20 in Olympia and provided an overview. Discussion was held. He attended a Tri-County Economic Development District meeting on March 25 in Colville and provided an overview. He attended a public townhall with our state legislators last night at the Kalispel Tribe of Indians Camas Center in Cusick and provided an overview.

BUSINESS FROM THE PUBLIC/OPEN COMMENT PERIOD:

Commissioner Knapp provided the guidelines for the session and asked if there was any business or comments from the public.

Gretchen Koenig, member of the public, provided public comment.

Commissioner Knapp thanked Ms. Koenig for being here representing her community and for her comments.

COMMISSION REPORT (continued):

Commissioner Rick continued his meetings overview. Mr. Jones provided comment. Discussion was held.

COMMISSION BUSINESS:

Commissioner Knapp will attend virtual Public Power Council and Pacific Northwest Utilities Conference Committee meetings on April 1 - 3.

- Pre-Approval of Commissioner Travel or Meeting Attendance. Discussion was held. A motion was made by Commissioner Rick and seconded by Commissioner

Moody to approve the Commissioner Travel or Meeting Attendance for April as amended. The motion passed unanimously.

Following a short recess, the meeting resumed.

GENERAL MANAGER REPORT:

Mr. Jones reported the county road restrictions are completely off. He will have a discussion on labor negotiations with the Board after today's meeting.

BOX CANYON REPORT:

Mr. Kramer provided a presentation on the Box Canyon discharge and generation (average generation is about 73 MW) from January 1 through March 31, 2026 and the river runoff. He reported the expected peak runoff will occur from the end of May to beginning of June. Discussion was held.

Scott Jungblom, District Natural Resources Manager, provided a presentation on the Water Quality Attainment Plan and Total Dissolved Gas (TDG) process and timeline. Discussion was held.

2025 AUDIT REVIEW – OLGA DARLINGTON, BAKER TILLY:

April Owen, District Director of Finance, reported that District staff have completed the 2025 audit with Olga Darlington, Baker Tilly, formerly Moss Adams and her team. Ms. Darlington provided a presentation on the District's 2025 Financial Audit. She reported there were no findings in the audit and she commended the finance staff for their responsibility in ensuring that the District's financial statements are accurate and complete and thanked staff for being responsive and good to work with. Commissioner Knapp thanked the finance team and Ms. Darlington for the job they do. Ms. Owen thanked Ms. Darlington and her team and expressed her appreciation for their professionalism.

BOX CANYON REPORT (continued):

Mr. Jungblom continued with his presentation on TDG and reported on the next steps. Discussion was held. The Board thanked Mr. Jungblom for his presentation.

OVERVIEW OF HEADWATER BENEFITS AND THE PNCA AGREEMENT:

Ben Hall, District Energy Resources Manager, provided a presentation on headwater benefits and payments and our Pacific Northwest Coordination Agreement that coordinates the operation of major hydro projects across the Columbia River Basin and established the headwater benefit payments. Discussion was held. The Board thanked Mr. Hall for his presentation.

ACTION ITEMS:

- Approval of Interim Headwater Benefits Agreement. A motion was made by Commissioner Moody and seconded by Commissioner Rick to approve the agreement. The motion passed unanimously.
- Approval of Bid Award – Surplus Property, Approximately 36 Power Poles. Karen Willner, District Clerk of the Board, provided a surplus sealed bids tabulation overview. A motion was made by Commissioner Moody and seconded by Commissioner Rick to award the surplus bid to the highest bidder as presented. The motion passed unanimously.

BOARD WORKSHOP – CLARK/POWER SUPPLY PRESENTATION:

Joe Hathaway, District Public Information Officer, provided a presentation on Understanding Your Power Supply – How the PUD Gets Power and our contract with Clark Public Utilities. Discussion was held. The Board thanked Mr. Hathaway for his presentation.

Mr. Jones reported that after this meeting adjourns, he and the Board will have a 20-minute closed discussion for labor negotiations allowed under RCW 42.30.140.

Commissioner Knapp asked if there was any other business for the good of the order. There was none.

He reported the next meeting will be held on Tuesday, April 7, 2026, at 8:30 a.m., in the Newport Conference Room in Newport, and via Microsoft Teams.

There being no further discussion to come before the Board, Commissioner Knapp adjourned the meeting at 11:24 a.m.

President

ATTEST:

Secretary

General Counsel
Approved as to Form