

**Minutes of the  
Energy Northwest  
Joint Executive Board / Board of Directors  
Holiday Inn Express – Vineyard Room  
4525 Convention Place  
Pasco, Wash.  
July 27, 2016**

Chair Sid Morrison called the Joint Meeting of the Executive Board and Board of Directors of Energy Northwest to order at 11:57 a.m. in the Vineyard Room at the Holiday Inn Express, Pasco, Wash. There was a quorum present. An environmental analysis of the meeting agenda had been prepared which reflected that all items on the agenda were exempt from further procedural compliance with the State Environmental Policy Act.

## **Roll Call**

### **Executive Board Members**

Sid Morrison, Chair	Present
Jack Janda, Vice Chair	Present
Lori Sanders, Secretary	Present
Linda Gott, Assistant Secretary	Present
Marc Daudon	Absent
Jim Moss	Present
Skip Orser	Present
Will Purser	Present
Dave Remington	Absent
Tim Sheldon	Present
Kathy Vaughn	Present

### **Board of Directors Members**

PUD No. 1 of Asotin County	Judy Ridge	Present
PUD No. 1 of Benton County	Lori Sanders	Present
PUD No. 1 of Ferry County	Doug Aubertin	Present
PUD No. 2 of Chelan County	Carnan Bergren	Present
PUD No. 1 of Clallam County	Will Purser	Present
PUD No. 1 of Clark County	Jim Malinowski	Present
PUD No. 1 of Cowlitz County	Ned Piper	Present
PUD No. 1 of Franklin County	Bill Gordon	Present
PUD No. 2 of Grant County	Terry Brewer	Present
PUD No. 1 of Grays Harbor County	Arie Callaghan	Present
PUD No. 1 of Jefferson County	Barney Burke	Present
PUD No. 1 of Kittitas County	Shan Rowbotham	Absent
PUD No. 1 of Klickitat County	Dan Gunkel	Absent
PUD No. 1 of Lewis County	Chuck TenPas	Present
PUD No. 1 of Mason County	Jack Janda	Present
PUD No. 3 of Mason County	Linda Gott	Present
PUD No. 1 of Okanogan County	Steve Houston	Present
PUD No. 2 of Pacific County	Diana Thompson	Present

PUD No. 1 of Pend Orielle County	Curt Knapp	Present
PUD No. 1 of Skamania County	Liz Green	Present
PUD No. 1 of Snohomish County	Kathy Vaughn	Present
PUD No. 1 of Wahkiakum County	Dennis Reid (alt.)	Present
City of Centralia	M.L. Norton	Present
City of Port Angeles	Craig Fulton	Present
City of Richland	Robert Hammond	Present
Seattle City Light	Mike Jones	Absent
Tacoma Public Power	Bill Gaines	Absent

**Others Present:** Participants Review Board Members – Ray Mosbrucker, Stu Nelson, Mark Platt and Susan Thraen; Bonneville Power Administration – Larry Felton, Cherie Sonoda and Wayne Todd; Okanogan Public Utility District staff – Dan Boettger and John Grubich; Rowland Co. – Jim Rowland; Reese Government Relations – Shirley Reese; IBEW – Alan Sage; and PSAV – Blaine Johnson.

**Staff Present:** Mark Reddemann; Brad Sawatzke; Brent Ridge; Grover Hettel; Alex Javorik; Bob Dutton; Jim Gaston; Mike Paoli; Dave Briggs; Jennifer Harper; John Irvan; Carla Martinez; Suzanne Mitchell; Leo Quiachon; Robin Rego; Angela Smith; John Steigers; and Jeff Windham.

**Joint Executive Board / Board of Directors Meeting**

**Public Comments**

Hearing no comments from members of the public, the next item on the agenda was addressed.

**Enloe Dam Powerhouse Update**

Mr. Jim Gaston, general manager for Energy Services and Development, brought the board’s attention to a letter on BoardDocs and his response. The letter was signed by several organizations.

Mr. Gaston provided an update of the Enloe Dam Powerhouse initiative. Key highlights included: background; current update; risks, mitigation and concerns; and next steps. Discussion ensued.

**Executive Board Policies: Risk Appetite**

Mr. Brent Ridge, vice president for Corporate Services and Chief Financial/Risk Officer, presented proposed amendments to the Executive Board Policies: Risk Appetite. Key highlights included: a background on the risk appetite policy and its purpose; current policy levels; process for change; ESD risk/fee guidelines; and proposed residual risk appetite update.

Chair Morrison recessed the joint meeting for a break at 1:44 p.m.; and reconvened at 1:59 p.m.

Discussion ensued with changes to the policy requested from the board to include:

- Split project risk in the table between Columbia and non-Columbia.
- The statement under the table states “Residual risk appetite level would require Executive Board Notification.” The board requested instead of “notification”, it should state “approval”.
- Add criteria regarding financing.

**Chief Executive Officer Report**

Mr. Mark Reddemann, Chief Executive Officer, provided the CEO report. Key highlights included: fiscal year 2016 achievements and challenges; veteran hiring recognition; Columbia’s generation; recent opinion editorials; Diablo Canyon; nuclear’s environmental value; spreading the value of Columbia; the TREK Trailer; CEO recognition; employee engagement; and high level asset performance. Discussion ensued.

**Chief Nuclear Officer Report**

Mr. Brad Sawatzke, Chief Operating Officer and Chief Nuclear Officer, presented the Chief Nuclear Officer report. Key points included: plant status; regulatory update; significant plant work; Columbia Generating Station performance indicators; and upcoming events. Discussion ensued.

**Commitment Review/Provide Majority-based Direction**

The following commitment was added:

- Set date for an agreement with the Institute of Nuclear Power Operations – Bob Dutton

The meeting adjourned 3:27 p.m.

Respectfully submitted by,

Angela Smith  
Board Relations