

RESOLUTION NO. 1779

A Resolution Amending Vehicle Replacement Reserve Fund Amount

WHEREAS, the District adopted Resolution No. 1699 on December 2, 2019, establishing a Vehicle Replacement Reserve Fund to ensure stable funding to implement the District's criteria for replacement of vehicles under the District's Fixed Asset Capitalization Policy; and

WHEREAS, under Resolution No. 1699, the District set a goal to build and then maintain the Vehicle Replacement Reserve Fund at \$1,000,000. As funds were drawn from the Reserve to make planned vehicle purchases, the District committed to adding monthly deposits of \$75,000 to replenish the \$1,000,000 Reserve: and


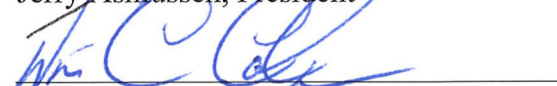
WHEREAS, due to supply chain, cost, and timing challenges, it is the desire of the Commission of Public Utility District No. 1 of Okanogan County to increase the Vehicle Replacement Reserve to \$2,000,000, to transfer a lump sum of \$500,000 to the Reserve, and to set aside additional funds on a monthly basis in order to build or replenish and maintain the Reserve at \$2,000,000.

NOW, THEREFORE, BE IT RESOLVED as follows:

1. The District Treasurer is authorized to transfer \$500,000 from the District's Revenue Fund to the Vehicle Replacement Reserve.
2. The Vehicle Replacement Reserve shall be funded with monthly deposits of \$75,000.00 as needed to build or replenish and maintain the Reserve at \$2,000,000.00.
3. Interest earned from the investment of such funds shall be credited to the District's Revenue Fund.

PASSED AND APPROVED this 12th of September 2022.


Scott Vejraska, Secretary


Jerry Asmussen, President

William C. Colyar, Vice President

APPROVED as to form:


Heidi E. Appel, General Counsel

Resolution No. 1778 – Exhibit A

WHOLESALE FIBER EXTENSION POLICY

This Wholesale Fiber Extension Policy applies to any Retail Service Provider (RSP) who has customers defined as “Residential,” “Small Business,” “Large Business,” or “Carrier” (per Resolution No. 1768, or as amended) and who requests a direct fiber connection to their location. Connection is from an Okanogan County Public Utility District No. 1 (PUD) wholesale node or fiber access location with available fiber.

The RSP who has customers defined as “Residential” or “Small Business” will be charged for the final engineering cost estimate from the PUD node to the customer location without refunds. The RSP will be required to prepay the engineering cost estimate upon acceptance of the estimate. The District will not require the customer to pay for splicing material or labor and primary fiber for overbuilds (fiber count above customer needs). There will be a non-refundable application fee for all new services.

The RSP who has customers defined as “Large Business” or “Carrier” will be charged for the final engineering cost estimate from the PUD node to the customer location without refunds. The PUD shall offset the cost of installation with payback being no more than 36 months. There will be a non-refundable application fee for all new services.

- Where there is only PUD fiber backbone that has available capacity, a backbone mileage fee will apply per Resolution No. 1768, or as amended.
- RSP/Customer is responsible for installation and maintenance of any underground conduit system to their location.
- RSP/Customer will also be charged a Non-recurring Charge (NRC) (a one-time charge for provisioning and administrative overhead) per Resolution No. 1768, or as amended.
- RSP/Customer payment of costs does not give RSP/Customer ownership rights in any facilities constructed with these funds.