

**PUBLIC UTILITY DIST. NO. 1 OF OKANOGAN COUNTY**  
**2016 PROPOSED BUDGET - OCTOBER 12, 2015**  
**OVERVIEW**

**HIGHLIGHTS**

- \$17.2 million transfer from reserves, which is a \$10.4 million increase over the 2015 adopted budget.
- Revenues cover debt service and operating expenses by \$2.7 million.
- Retail Electric Sales increased \$1.5 million to \$46.4 million.
- Wholesale Electric Sales decreased \$1.0 million - The decrease in sales is due to a lower estimated market pricing than was used when estimating 2015 Wholesale Sales and lower sales volume.
- Purchased Power - The largest operating expenditure in the budget increased \$785,500 to \$24.1 million.
- Capital Outlays account for \$19.9 million - see a summary of Capital Projects below.
- Debt Service Coverage Ratio is estimated at 2.48 times annual debt service payments; bond covenants require 1.25 times.
- Total TIER (times interest earned ratio) is estimated at 2.47; District's target is 1.5 times.

**REVENUES of \$54.1 million - Assumptions Used**

- **Retail Electric Sales:** Predicting a 1% load growth, 1% weather adjustment and a July 1st 2% rate increase.
- **Wholesale Electric:** Sales based on a 3/4 to median water year, ten year average wind and previous two years' average market pricing.
- **Wholesale Telecommunications:** Based on current revenue levels.
- **Interest:** Return on investments of between .13%(LGIP) and .20%(CDs).
- **Miscellaneous:** Previous twelve months revenue and Build America Bond reimbursement of \$406,000.
- **Rental Income:** Based on current revenue levels.
- **Construction Contributions:** Estimated using previous two years' average.
- **Grant Proceeds:** Anticipated reimbursements of \$486,900 from BPA and no recovery for the Okanogan Complex Fires

**EXPENDITURES \$47.7 million - Assumptions Used**

- **Wages:** Four more employees than in the 2015 adopted budget. The wages reflect a general wage increase of 2%.
- **Benefits:** Based on August 2014 thru July 2015 actual percentage of wages. Range of 30.6% through 49.1% (ave. 41.2%).
- **Purchased Power:** Wells Project costs effective September 2015 and BPA rates effective October 2015.
- **Other Expenditures:** Other expenses are based on known 2016 costs. If costs are not specifically known, a 2% increase was estimated.

**DEBT SERVICE \$3.7 million**

- **Principal and Interest:** Per debt service schedules and ARRA estimated debt service.

**CAPITAL OUTLAY \$19.9 million - Summary Listing**

- Methow Transmission Line and Substation \$11,025,000.
- Enloe Dam \$2,961,000.
- Carlton/Okanogan Fire Restoration \$0.
- Normal Renewals and Replacements \$5,271,600.
- Priority 3 Capital Outlays \$656,000.

**PUBLIC UTILITY DIST. NO. 1 OF OKANOGAN COUNTY  
2016 PROPOSED BUDGET - OCTOBER 12, 2015  
BUDGET SUMMARY**

<u>Description</u>	<u>Electric</u>	<u>Broadband</u>	<u>Total</u>
<b><u>REVENUE</u></b>			
Sales - Retail	46,360,800		46,360,800
Sales - Electric Wholesale	1,939,800		1,939,800
Sales - Broadband Wholesale		2,640,000	2,640,000
Interest	41,000		41,000
Miscellaneous	1,208,000		1,208,000
Rental Income	110,000		110,000
Construction Contribution	1,345,600		1,345,600
Grant Proceeds	486,900	0	486,900
<b>Total Revenue</b>	<b>51,492,100</b>	<b>2,640,000</b>	<b>54,132,100</b>
<b><u>EXPENDITURES</u></b>			
Wages	8,243,000	345,200	8,588,200
Benefits	3,339,100	156,700	3,495,800
Travel	134,800	15,000	149,800
Training, Tuition and Meeting Fees	98,800	15,000	113,800
Transportation	933,900	50,400	984,300
Insurance	337,600		337,600
Utilities	97,900		97,900
Postage, Printing and Stationery	152,700	300	153,000
Advertising	34,800		34,800
Conservation Expenditures	214,900		214,900
Misc. Contractual Services	3,936,400	104,200	4,040,600
Legal Services	283,800	10,000	293,800
Maintenance Contracts	193,000	112,700	305,700
Software Licenses and Support	557,900	72,300	630,200
Permits and Fees	14,900	80,600	95,500
Rents and Leases	91,100	73,200	164,300
Materials and Supplies	709,300	98,800	808,100
Small Tools (under \$1,000)	34,000	1,000	35,000
Miscellaneous	64,500		64,500
Unforeseen Operating Contingency	250,000		250,000
Purchased Power	24,070,500		24,070,500
Taxes	2,793,000	13,000	2,806,000
<b>Total Expenditures</b>	<b>46,585,900</b>	<b>1,148,400</b>	<b>47,734,300</b>
<b><u>DEBT SERVICE</u></b>			
Debt Service - Principal	1,536,900	360,400	1,897,300
Debt Service - Interest	1,563,900	235,500	1,799,400
<b>Total Debt Service</b>	<b>3,100,800</b>	<b>595,900</b>	<b>3,696,700</b>
<b>AVAILABLE FOR CAPITAL OUTLAY</b>	<b>1,805,400</b>	<b>895,700</b>	<b>2,701,100</b>
<b><u>CAPITAL OUTLAY</u></b>			
Capital - Contractual Services	12,385,000		12,385,000
Capital - Materials and Supplies	5,006,000	375,000	5,381,000
Capital - Meter Purchases	95,000		95,000
Capital - Transformer Purchases	400,000		400,000
Capital - Tools and Equipment	5,000		5,000
Capital - Buildings	382,000		382,000
Capital - Equipment (Over \$2,000)	564,500	161,000	725,500
Capital - Vehicles	260,000		260,000
Capital - Personal Computers	30,100		30,100
Unforeseen Capital Contingency	250,000		250,000
<b>Total Capital Outlay</b>	<b>19,377,600</b>	<b>536,000</b>	<b>19,913,600</b>
<b>RESERVES/DEBT</b>	<b>(17,572,200)</b>	<b>359,700</b>	<b>(17,212,500)</b>

PUBLIC UTILITY DIST. NO. 1 OF OKANOGAN COUNTY  
2016 PROPOSED BUDGET - OCTOBER 12, 2015  
2015 ADOPTED BUDGET COMPARED TO 2016 PROPOSED BUDGET

REVENUE	Electric System				Broadband				Total			
	Adopted 2015	Projected 2015	Proposed 2016	2015 Adopted/ 2016 Proposed	Adopted 2015	Projected 2015	Proposed 2016	2015 Adopted/ 2016 Proposed	Adopted 2015	Projected 2015	Proposed 2016	2015 Adopted/ 2016 Proposed
Sales - Retail	44,867,000	43,662,000	46,360,800	1,493,800	0	0	0	0	44,867,000	43,662,000	46,360,800	1,493,800
Sales - Electric Wholesale	2,975,000	2,296,000	1,939,800	(1,035,200)	0	0	0	0	2,975,000	2,296,000	1,939,800	(1,035,200)
Sales - Broadband Wholesale	0	0	0	0	2,550,000	2,619,000	2,640,000	90,000	2,550,000	2,619,000	2,640,000	90,000
Interest	41,000	36,000	41,000	0	0	0	0	0	41,000	36,000	41,000	0
Miscellaneous	1,094,000	1,384,000	1,208,000	114,000	0	0	0	0	1,094,000	1,384,000	1,208,000	114,000
Rental Income	110,000	110,000	110,000	0	0	0	0	0	110,000	110,000	110,000	0
Construction Contribution	997,000	1,495,000	1,345,600	348,600	0	0	0	0	997,000	1,495,000	1,345,600	348,600
Grant Proceeds	6,720,400	7,403,000	486,900	(6,233,500)	438,700	1,488,000	0	(438,700)	7,159,100	8,891,000	486,900	(6,672,200)
<b>Total Revenue</b>	<b>56,804,400</b>	<b>56,386,000</b>	<b>51,492,100</b>	<b>(5,312,300)</b>	<b>2,988,700</b>	<b>4,107,000</b>	<b>2,640,000</b>	<b>(348,700)</b>	<b>59,793,100</b>	<b>60,493,000</b>	<b>54,132,100</b>	<b>(5,661,000)</b>
<b>EXPENDITURES</b>												
Wages	7,418,400	7,731,000	8,243,000	824,600	326,800	442,000	345,200	18,400	7,745,200	8,173,000	8,588,200	843,000
Benefits	2,955,200	2,933,000	3,339,100	383,900	146,400	190,000	156,700	10,300	3,101,600	3,123,000	3,495,800	394,200
Travel	141,500	80,000	134,800	(6,700)	15,000	4,000	15,000	0	156,500	84,000	149,800	(6,700)
Training, Tuition and Meeting Fees	95,500	36,000	98,800	3,300	15,000	13,000	15,000	0	110,500	49,000	113,800	3,300
Transportation	823,700	1,033,000	933,900	110,200	58,000	50,000	50,400	(7,600)	881,700	1,083,000	984,300	102,600
Insurance	336,500	277,000	337,600	1,100	0	0	0	0	336,500	277,000	337,600	1,100
Utilities	100,800	98,000	97,900	(2,900)	0	0	0	0	100,800	98,000	97,900	(2,900)
Postage, Printing and Stationery	152,100	149,000	152,700	600	300	1,000	300	0	152,400	150,000	153,000	600
Advertising	24,100	25,000	34,800	10,700	0	2,000	0	0	24,100	27,000	34,800	10,700
Conservation Expenditures	472,400	282,000	214,900	(257,500)	0	0	0	0	472,400	282,000	214,900	(257,500)
Misc. Contractual Services	2,327,800	2,077,000	3,936,400	1,608,600	229,200	160,000	104,200	(125,000)	2,557,000	2,237,000	4,040,600	1,483,600
Legal Services	281,100	281,000	283,800	2,700	10,000	9,000	10,000	0	291,100	290,000	293,800	2,700
Maintenance Contracts	233,300	134,000	193,000	(40,300)	157,500	134,000	112,700	(44,800)	390,800	268,000	305,700	(85,100)
Software Licenses and Support	574,800	495,000	557,900	(16,900)	63,000	23,000	72,300	9,300	637,800	518,000	630,200	(7,600)
Permits and Fees	16,600	2,000	14,900	(1,700)	69,800	48,000	80,600	10,800	86,400	50,000	95,500	9,100
Rents and Leases	89,800	101,000	91,100	1,300	68,400	92,000	73,200	4,800	158,200	193,000	164,300	6,100
Materials and Supplies	666,700	667,000	709,300	42,600	95,700	67,000	98,800	3,100	762,400	734,000	808,100	45,700
Small Tools (under \$1,000)	36,800	4,000	34,000	(2,800)	1,000	1,000	1,000	0	37,800	5,000	35,000	(2,800)
Miscellaneous	66,600	105,000	64,500	(2,100)	0	0	0	0	66,600	105,000	64,500	(2,100)
Unforeseen Operating Contingency	100,000	100,000	250,000	150,000	0	0	0	0	100,000	100,000	250,000	150,000
Purchased Power	23,285,000	24,839,000	24,070,500	785,500	0	0	0	0	23,285,000	24,839,000	24,070,500	785,500
Taxes	2,677,000	2,700,000	2,793,000	116,000	13,000	13,000	13,000	0	2,690,000	2,713,000	2,806,000	116,000
<b>Total Expenditures</b>	<b>42,875,700</b>	<b>44,149,000</b>	<b>46,585,900</b>	<b>3,710,200</b>	<b>1,269,100</b>	<b>1,249,000</b>	<b>1,148,400</b>	<b>(120,700)</b>	<b>44,144,800</b>	<b>45,398,000</b>	<b>47,734,300</b>	<b>3,589,500</b>
<b>DEBT SERVICE</b>												
Debt Service - Principal	1,482,300	1,482,000	1,536,900	54,600	358,600	338,000	360,400	1,800	1,840,900	1,820,000	1,897,300	56,400
Debt Service - Interest	1,517,400	1,639,000	1,563,900	46,500	355,700	293,000	235,500	(120,200)	1,873,100	1,932,000	1,799,400	(73,700)
<b>Total Debt Service</b>	<b>2,999,700</b>	<b>3,121,000</b>	<b>3,100,800</b>	<b>101,100</b>	<b>714,300</b>	<b>631,000</b>	<b>595,900</b>	<b>(118,400)</b>	<b>3,714,000</b>	<b>3,752,000</b>	<b>3,696,700</b>	<b>(17,300)</b>
<b>AVAILABLE FOR CAPITAL OUTLAY</b>	<b>10,929,000</b>	<b>9,116,000</b>	<b>1,805,400</b>	<b>(9,123,600)</b>	<b>1,005,300</b>	<b>2,227,000</b>	<b>895,700</b>	<b>(109,600)</b>	<b>11,934,300</b>	<b>11,343,000</b>	<b>2,701,100</b>	<b>(9,233,200)</b>
<b>CAPITAL OUTLAY</b>												
Capital - Contractual Services	12,475,000	1,752,000	12,385,000	(90,000)	0	1,000	0	0	12,475,000	1,753,000	12,385,000	(90,000)
Capital - Materials and Supplies	4,198,000	3,515,000	5,006,000	808,000	342,100	111,000	375,000	32,900	4,540,100	3,626,000	5,381,000	840,900
Capital - Meter Purchases	119,000	46,000	95,000	(24,000)	0	0	0	0	119,000	46,000	95,000	(24,000)
Capital - Transformer Purchases	400,000	400,000	400,000	0	0	0	0	0	400,000	400,000	400,000	0
Capital - Tools and Equipment	6,500	6,500	5,000	(1,500)	0	0	0	0	6,500	6,500	5,000	(1,500)
Capital - Buildings	354,000	45,000	382,000	28,000	0	0	0	0	354,000	45,000	382,000	28,000
Capital - Equipment (Over \$2,000)	435,700	237,000	564,500	128,800	101,100	104,000	161,000	59,900	536,800	341,000	725,500	188,700
Capital - Vehicles	224,000	224,000	260,000	36,000	0	0	0	0	224,000	224,000	260,000	36,000
Capital - Personal Computers	26,700	27,000	30,100	3,400	0	0	0	0	26,700	27,000	30,100	3,400
Unforeseen Capital Contingency	100,000	1,742,000	250,000	150,000	0	0	0	0	100,000	1,742,000	250,000	150,000
<b>Total Capital Outlay</b>	<b>18,338,900</b>	<b>7,994,500</b>	<b>19,377,600</b>	<b>1,038,700</b>	<b>443,200</b>	<b>216,000</b>	<b>536,000</b>	<b>92,800</b>	<b>18,782,100</b>	<b>8,210,500</b>	<b>19,913,600</b>	<b>1,131,500</b>
<b>RESERVES/DEBT</b>	<b>(7,409,900)</b>	<b>1,121,500</b>	<b>(17,572,200)</b>	<b>(10,162,300)</b>	<b>562,100</b>	<b>2,011,000</b>	<b>359,700</b>	<b>(202,400)</b>	<b>(6,847,800)</b>	<b>3,132,500</b>	<b>(17,212,500)</b>	<b>(10,364,700)</b>



**PUBLIC UTILITY DIST. NO. 1 OF OKANOGAN COUNTY**  
**2016 PROPOSED BUDGET - OCTOBER 12, 2015**  
**EXPENDITURE SUMMARY BY DEPARTMENT**

<u>Description</u>	<u>Generation</u>	<u>Power Supply</u>	<u>Const. Design</u>	<u>Eng.</u>	<u>Operations</u>	<u>Enviro.</u>	<u>Customer Service</u>	<u>Cons.</u>	<u>General Admin.</u>	<u>I.S.</u>	<u>BOC</u>	<u>Broadband</u>	<u>Internal Comm.</u>	<u>Total</u>
<b><u>EXPENDITURES</u></b>														
010 Wages	215,700	134,700	800,500	200,100	4,013,000	69,700	743,600	132,500	1,249,900	418,400	108,900	345,200	156,000	8,588,200
011 Benefits	89,500	59,800	352,200	64,800	1,537,000	21,300	365,100	44,500	507,500	192,500	44,500	156,700	60,400	3,495,800
020 Travel	7,500	10,000	6,000	8,000	33,000	7,000	4,500	3,500	20,200	10,000	20,100	15,000	5,000	149,800
021 Training, Tuition and Meeting Fees	2,500	7,500	9,000	10,000	22,000	4,000	2,500	2,500	17,300	13,500	3,000	15,000	5,000	113,800
030 Transportation	2,300	400	60,000	8,000	800,000	100	40,800	2,200	2,400	1,300		50,400	16,400	984,300
040 Insurance									337,600					337,600
050 Utilities					200				97,700					97,900
060 Postage, Printing and Stationery			100	300	1,500		145,000	500	5,000			300	300	153,000
070 Advertising			2,500	1,500	2,000		1,000	23,000	4,800					34,800
071 Conservation Expenditures								214,900						214,900
080 Misc. Contractual Services	29,100	384,500	45,000	1,363,000	1,252,200	1,500	57,500	292,000	458,600	28,000		104,200	25,000	4,040,600
081 Legal Services									283,800			10,000		293,800
082 Maintenance Contracts					150,200					19,300		112,700	23,500	305,700
083 Software Licenses and Support		190,600								358,500		72,300	8,800	630,200
084 Permits and Fees	7,500		2,000	500	1,000	100	300		500			80,600	3,000	95,500
085 Rents and Leases	9,800				1,500		5,300		800	38,300		73,200	35,400	164,300
090 Materials and Supplies	2,500	1,000	12,000	2,000	550,000	1,500	24,400	13,000	31,500	10,000	1,400	98,800	60,000	808,100
091 Small Tools (under \$1,000)			2,000	2,000	16,000		1,000		1,000	10,000		1,000	2,000	35,000
092 Miscellaneous				400			34,100	200	27,900		1,900			64,500
099 Unforeseen Operating Contingency									250,000					250,000
120 Purchased Power		24,070,500												24,070,500
210 Taxes									2,793,000			13,000		2,806,000
<b>Total Expenditures</b>	<b>366,400</b>	<b>24,859,000</b>	<b>1,291,300</b>	<b>1,660,600</b>	<b>8,379,600</b>	<b>105,200</b>	<b>1,425,100</b>	<b>728,800</b>	<b>6,089,500</b>	<b>1,099,800</b>	<b>179,800</b>	<b>1,148,400</b>	<b>400,800</b>	<b>47,734,300</b>
<b><u>DEBT SERVICE</u></b>														
810 Debt Service - Principal									1,536,900			360,400		1,897,300
811 Debt Service - Interest									1,563,900			235,500		1,799,400
<b>Total Debt Service</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>3,100,800</b>	<b>0</b>	<b>0</b>	<b>595,900</b>	<b>0</b>	<b>3,696,700</b>
<b><u>CAPITAL OUTLAY</u></b>														
581 Capital - Contractual Services	1,285,000		8,650,000	1,950,000	500,000									12,385,000
591 Capital - Materials and Supplies	6,000		2,700,000	375,000	1,900,000							375,000	25,000	5,381,000
592 Capital - Meter Purchases					95,000									95,000
593 Capital - Transformer Purchases					400,000									400,000
710 Capital - Tools and Equipment					3,000				2,000					5,000
711 Capital - Buildings					382,000									382,000
712 Capital - Equipment (Over \$2,000)					137,500					362,000		161,000	65,000	725,500
713 Capital - Vehicles					260,000									260,000
714 Capital - Personal Computers										30,100				30,100
901 Unforeseen Capital Contingency									250,000					250,000
<b>Total Capital Outlay</b>	<b>1,291,000</b>	<b>0</b>	<b>11,350,000</b>	<b>2,325,000</b>	<b>3,677,500</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>252,000</b>	<b>392,100</b>	<b>0</b>	<b>536,000</b>	<b>90,000</b>	<b>19,913,600</b>
<b>Total Use of Resources</b>	<b>1,657,400</b>	<b>24,859,000</b>	<b>12,641,300</b>	<b>3,985,600</b>	<b>12,057,100</b>	<b>105,200</b>	<b>1,425,100</b>	<b>728,800</b>	<b>9,442,300</b>	<b>1,491,900</b>	<b>179,800</b>	<b>2,280,300</b>	<b>490,800</b>	<b>71,344,600</b>

**PUBLIC UTILITY DIST. NO. 1 OF OKANOGAN COUNTY  
2016 PROPOSED BUDGET - OCTOBER 12, 2015  
REVENUE DETAIL**

<u>Div.</u>	<u>Activity</u>	<u>Description</u>	<u>Budget Amount</u>
1	<b>Electric</b>		<b>51,492,100</b>
	001	Sales - Retail	46,360,800
	002	Sales - Wholesale	1,939,800
	003	Interest	41,000
	004	Miscellaneous	1,208,000
	005	Rental Income	110,000
	006	Construction Contributions	1,345,600
	007	Grant Proceeds	486,900
2	<b>Broadband</b>		<b>2,640,000</b>
	002	Sales - Wholesale	2,640,000
	004	Miscellaneous	0
	006	Construction Contributions	0
	007	Grant Proceeds	0
		<b>TOTAL REVENUE</b>	<b>54,132,100</b>

**PUBLIC UTILITY DIST. NO. 1 OF OKANOGAN COUNTY  
2016 PROPOSED BUDGET - OCTOBER 12, 2015  
EXPENDITURE DETAIL**

<u>Div.</u>	<u>Dept.</u>	<u>Activity</u>	<u>Description</u>	<u>Budget Amount</u>	<u>Priority Ranking</u>
1	10	<b>Generation</b>		<b>1,657,400</b>	
		010	Wages	215,700	
		011	Benefits	89,500	
		020	Travel	7,500	
		021	Training, Tuition and Meeting Fees	2,500	
		030	Transportation	2,300	
		080	Misc. Contractual Service	29,100	
		084	Permits and Fees	7,500	
		085	Rent and Leases	9,800	
			Ophir Site Lease	9,800	
		090	Materials and Supplies	2,500	
		581	Capital - Contractual Services	1,285,000	<b>1</b>
		591	Capital - Materials and Supplies	6,000	<b>1</b>

**PUBLIC UTILITY DIST. NO. 1 OF OKANOGAN COUNTY  
2016 PROPOSED BUDGET - OCTOBER 12, 2015  
EXPENDITURE DETAIL**

<u>Div.</u>	<u>Dept.</u>	<u>Activity</u>	<u>Description</u>	<u>Budget Amount</u>	<u>Priority Ranking</u>
1	11	<b>Power Supply</b>		<b>24,859,000</b>	
		010	Wages	134,700	
		011	Benefits	59,800	
		020	Travel	10,000	
		021	Training, Tuition and Meeting Fees	7,500	
		030	Transportation	400	
		080	Misc. Contractual Services	384,500	
			Douglas County PUD	354,500	
			Professional Services (compliance/scheduling)	15,000	
			Central Washington Power Authority	5,000	
			Slice Implementation Group	10,000	
		083	Software Licenses and Support	190,600	
			Slice Software Support Fee	190,600	
		090	Materials and Supplies	1,000	
		120	Purchased Power	24,070,500	
			BPA - Slice	8,391,300	
			BPA - Block	5,463,400	
			BPA - Transmission	2,633,400	
			Wells	4,176,100	
			Nine Canyon	2,722,000	
			Other - Market Purchases	684,300	



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<u>Div.</u>	<u>Dept.</u>	<u>Activity</u>	<u>Description</u>	<u>Budget Amount</u>	<u>Priority Ranking</u>
1	19	<b>Construction Design</b>		<b>12,641,300</b>	
		010	Wages	800,500	
		011	Benefits	352,200	
		020	Travel	6,000	
		021	Training, Tuition and Meeting Fees	9,000	
		030	Transportation	60,000	
		060	Postage, Printing and Stationery	100	
		070	Advertising	2,500	
		080	Misc. Contractual Services	45,000	
			Foster Crk 115KV Tower Inspection	45,000	
		084	Permits and Fees	2,000	
			Miscellaneous	2,000	
		090	Materials and Supplies	12,000	
		091	Small Tools (under \$1,000)	2,000	
		581	Capital - Contractual Services	8,650,000	
			PT Line Construction	7,325,000	1
			WASDOT Clear Zone Analysis	175,000	2
			Gold Creek Substation	1,000,000	1
			LiDAR - Transmission Analysis/Fixes	50,000	2
			Preliminary Studies	90,000	2
			Misc. Property Survey	10,000	2
			Okanogan Fire Restoration - Transmission	0	1
			Carlton Fire Restoration - Distribution	0	1
		591	Capital - Materials and Supplies	2,700,000	
			PT Line - Transmission and Distribution Materials	1,250,000	1
			Gold Creek Substation	1,000,000	1
			Twisp Substation Modifications	400,000	1
			Loup Transmission Line Re-Route into Twisp Sub	50,000	1

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<u>Div.</u>	<u>Dept.</u>	<u>Activity</u>	<u>Description</u>	<u>Budget Amount</u>	<u>Priority Ranking</u>
1	20	<b>Engineering</b>		<b>3,985,600</b>	
	010	Wages		200,100	
	011	Benefits		64,800	
	020	Travel		8,000	
	021	Training, Tuition and Meeting Fees		10,000	
	030	Transportation		8,000	
	060	Postage, Printing and Stationery		300	
	070	Advertising		1,500	
	080	Misc. Contractual Services		1,363,000	
		BPA Study - WECC De-Registration	50,000		
		Contract Engineering	100,000		
		Enloe Dam Dewatering	1,000,000		
		Enloe Dam Inspection	38,000		
		SPCC Plan Updates	65,000		
		Substation Equipment Testing	50,000		
		Wells Dam - O&M Contract Development	60,000		
	084	Permits and Fees		500	
		Miscellaneous	500		
	090	Materials and Supplies		2,000	
	091	Small Tools (under \$1,000)		2,000	
	092	Miscellaneous		400	
	581	Capital - Contractual Services		1,950,000	
		Engineering - Large System Projects	180,000		2
		Enloe Dam - Design	1,520,000		1
		Enloe Dam - On Call Engineering Support	150,000		1
		Wells Dam - System Impact Studies	100,000		2
	591	Capital - Materials and Supplies		375,000	
		Brewster 115kv Bus Differential	25,000		2
		OCB, Regulators, Reclosers, etc.	300,000		2
		SCADA	50,000		2

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<u>Div.</u>	<u>Dept.</u>	<u>Activity</u>	<u>Description</u>	<u>Budget Amount</u>	<u>Priority Ranking</u>
1	21	<b>Operations</b>		<b>12,057,100</b>	
		010	Wages	4,013,000	
		011	Benefits	1,537,000	
		020	Travel	33,000	
		021	Training, Tuition and Meeting Fees	22,000	
		030	Transportation	800,000	
		050	Utilities	200	
		060	Postage, Printing and Stationery	1,500	
		070	Advertising	2,000	
		080	Misc. Contractual Services	1,252,200	
			CDL Testing Program	6,500	
			Employee Dispatch	120,000	
			Firealarm Testing and Monitoring	1,700	
			Janitorial Services (All Offices)	66,000	
			Non-PCB Waste Disposal	8,000	
			Pole Testing	230,000	
			Safety Training	40,000	
			Transmission Pole Fire Retardent	65,000	
			Tree Trimming	700,000	
			Underground Locate Service	3,000	
			Weed Control	12,000	
		082	Maintenance Contracts	150,200	
			Elevator Maintenance	4,200	
			HQ General Maintenance	40,000	
			HVAC Maintenance	38,000	
			Landscape Maintenance	10,000	
			Snowplowing and Sweeping	15,000	
			Okanogan Sub - Asphalt Repair/Driveway Approach	35,000	
			Brewster Office - Exterior Repair and Paint	8,000	
		084	Permits and Fees	1,000	
			Miscellaneous	1,000	
		085	Rents and Leases	1,500	
			Pole Contacts	1,500	
		090	Materials and Supplies	550,000	
			General	530,000	
			Fire Resistant Clothing	20,000	
		091	Small Tools (under \$1,000)	16,000	
			Line	10,000	
			Telecommunications	2,000	
			Electric Shop	2,000	
			Vehicle Shop	2,000	
		581	Capital - Contractual Services	500,000	
			Contract Labor	100,000	2
			Underground Replacements	400,000	2
		591	Capital - Materials and Supplies	1,900,000	
			Normal Replacements and Extensions	1,375,000	2
			Avian Protection	6,000	2
			Cutout Replacement	125,000	2
			TNS-2000: Rebuild Havillah Road Phase 1	106,000	2
			TNS-2000: Rebuild Havillah Road Phase 2	114,000	3
			WSS-3000: Rebuild Phase 1 from (3215-3300)	76,000	3
			MLS-1000: Rebuild towards Ophir Substation	62,000	3
			SFS-2000: Reconductor S. Fir; Ridge Dr./Radio Sta.	12,000	3
			BWS-5000: Replace UG Brewster Hghts. Subdivision	24,000	2
		592	Capital - Meter Purchases	95,000	

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<u>Div.</u>	<u>Dept.</u>	<u>Activity</u>	<u>Description</u>		<u>Budget Amount</u>	<u>Priority Ranking</u>
			Metering Special Projects	30,000		2
			PME Meter Replacements	20,000		2
			Meters w/ Internal Breakers	45,000		2
593		Capital - Transformer Purchases			400,000	
			Normal Additions/Replacements	400,000		2
710		Capital - Tools & Equipment (\$1,000 to \$2,000)			3,000	2
711		Capital - Buildings			382,000	
			Brewster Warehouse - Enclose	30,000		2
			District Offices - Physical Security	104,000		2
			Headquarters - Emergency Generator Loadbank	8,000		2
			Headquarters - HVAC Digital Control Project	15,000		2
			Headquarters - Network Room Gas Fire System	25,000		2
			Okanogan or Sandflat Subs - Covered Storage	200,000		3
712		Capital - Equipment (Over \$2,000)			137,500	
			Electric Shop - Recloser Tester	22,000		2
			Electric Shop\Telecom - Battery Storage\Charging	20,000		2
			Operations - PPE\Tool Vending Machines	27,500		2
			Operations - Water Tank, Pump, Hose (slip in)	15,000		2
			Vehicle Shop - Plasma Cutter	16,500		2
			Vehicle Shop - Diagnostic Code Scanner	10,500		2
			Vehicle Shop - Vehicle Lifts	26,000		2
713		Capital - Vehicles			260,000	
			Fleet	500,000		2
			Fleet - 2017 Commitment: Line Vehicles (2) \$700,000			2
			Less: Transportation System Depreciation	(240,000)		2

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<u>Div.</u>	<u>Dept.</u>	<u>Activity</u>	<u>Description</u>	<u>Budget Amount</u>	<u>Priority Ranking</u>
1	22		<b>Environmental</b>	<b>105,200</b>	
		010	Wages	69,700	
		011	Benefits	21,300	
		020	Travel	7,000	
		021	Training, Tuition and Meeting Fees	4,000	
		030	Transportation	100	
		080	Misc. Contractual Services	1,500	
		084	Permits and Fees	100	
		090	Materials and Supplies	1,500	

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<u>Div.</u>	<u>Dept.</u>	<u>Activity</u>	<u>Description</u>	<u>Budget Amount</u>	<u>Priority Ranking</u>
1	30	<b>Customer Service</b>		<b>1,425,100</b>	
	010	Wages		743,600	
	011	Benefits		365,100	
	020	Travel		4,500	
	021	Training, Tuition and Meeting Fees		2,500	
	030	Transportation		40,800	
	060	Postage, Printing and Stationery		145,000	
		Postage and Printing - NISC	115,000		
		Postage - PUD	25,000		
		Printing - Misc.	5,000		
	070	Advertising		1,000	
	080	Misc. Contractual Services		57,500	
		CIS Programming	500		
		Collection Service - Credit Bureau	3,000		
		Credit Reporting Agency	3,000		
		Electronic Payments Fees	51,000		
	084	Permits and Fees		300	
		Miscellaneous Fees (Notaries, etc.)	300		
	085	Rents and Leases		5,300	
		Office Rent MVCC	5,000		
		Miscellaneous	300		
	090	Materials and Supplies		24,400	
		General	24,400		
	091	Small Tools (under \$1,000)		1,000	
	092	Miscellaneous		34,100	
		Miscellaneous Expenses	200		
		Net Account Receivable Writeoffs	33,900		

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<u>Div.</u>	<u>Dept.</u>	<u>Activity</u>	<u>Description</u>	<u>Budget Amount</u>	<u>Priority Ranking</u>
1	35		<b>Conservation/Consumer Information</b>	<b>728,800</b>	
		010	Wages	132,500	
		011	Benefits	44,500	
		020	Travel	3,500	
		021	Training, Tuition and Meeting Fees	2,500	
		030	Transportation	2,200	
		060	Postage, Printing and Stationery	500	
			Miscellaneous	500	
		070	Advertising	23,000	
		071	Conservation Expenditures	214,900	
			District Conservation Programs	214,900	
		080	Misc. Contractual Services	292,000	
			Conservation Contracts	272,000	
			Electric Education Programs	20,000	
		090	Materials and Supplies	13,000	
		092	Miscellaneous	200	

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<u>Div.</u>	<u>Dept.</u>	<u>Activity</u>	<u>Description</u>	<u>Budget Amount</u>	<u>Priority Ranking</u>
1	40	<b>General Administration</b>		<b>9,442,300</b>	
	010	Wages		1,249,900	
	011	Benefits		507,500	
	020	Travel		20,200	
		General	8,200		
		Accounting and Finance	4,700		
		Human Resource	3,800		
		Leadership	3,500		
	021	Training, Tuition and Meeting Fees		17,300	
		General	3,400		
		Accounting and Finance	6,600		
		Human Resource	1,600		
		Educational Reimbursement	2,200		
		Leadership	3,500		
	030	Transportation		2,400	
	040	Insurance (Property/Liability)		337,600	
	050	Utilities		97,700	
		Cell Phone Service	8,400		
		Electrical Service	10,100		
		Telephone Service	47,700		
		Water/Sewer/Garbage	31,500		
	060	Postage, Printing and Stationery		5,000	
	070	Advertising		4,800	
	080	Misc. Contractual Services		458,600	
		APPA Dues	16,600		
		Audit Costs	88,100		
		Banking Fees	45,500		
		Benefits Administration	10,500		
		Bond Admin Fee	600		
		Chamber of Commerce Dues	800		
		CWPU/UIP Expenses	12,700		
		Economic Alliance	6,000		
		Financial Studies	50,000		
		Foundation for Water and Energy	2,000		
		Human Resources Consulting Services	31,100		
		Legislative Consultant	42,000		
		Misc. Services/Consulting	10,000		
		NW Public Power Assoc. Dues/NW Wage & Hour	28,000		
		PPC - Dues	21,900		
		PPC - NW River Partners	12,400		
		Standard and Poors	7,500		
		WA PUD Association Dues	72,900		
	081	Legal Services		283,800	
		General Counsel	208,800		
		Misc. Attorney Fees	75,000		
	084	Permits and Fees		500	
		WA State L&I Right to Know	200		
		Misc.	300		
	085	Rents and Leases		800	
		P.O. Box Rent	800		
	090	Materials and Supplies		31,500	
	091	Small Tools (under \$1,000)		1,000	
	092	Miscellaneous		27,900	
		Clothing for Identification	1,200		
		Deductibles/Damage Claims	4,000		



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<u>Div.</u>	<u>Dept.</u>	<u>Activity</u>	<u>Description</u>		<u>Budget Amount</u>	<u>Priority Ranking</u>
			Election Costs	6,500		
			Employee Day	3,300		
			Meeting Expenses	300		
			Misc. Expenses (Wellness, Interview and Moving Exp)	11,700		
			Service Awards and Costs	900		
099			Unforeseen Operating Contingency		250,000	
210			Taxes		2,793,000	
710			Capital - Tools & Equipment (\$1,000 to \$2,000)		2,000	2
810			Debt Service - Principal		1,536,900	
811			Debt Service - Interest		1,563,900	
901			Unforeseen Capital Contingency		250,000	2

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<u>Div.</u>	<u>Dept.</u>	<u>Activity</u>	<u>Description</u>	<u>Budget Amount</u>	<u>Priority Ranking</u>
1	41	<b>Information Systems</b>		<b>1,491,900</b>	
		010	Wages	418,400	
		011	Benefits	192,500	
		020	Travel	10,000	
		021	Training, Tuition and Meeting Fees	13,500	
		030	Transportation	1,300	
		080	Misc. Contractual Services	28,000	
			Consulting	15,000	
			Key Card System	2,500	
			Security System Monitoring	3,000	
			Sharepoint Migration/Configuration	7,500	
		082	Maintenance Contracts	19,300	
			Branch Office Multi Function Printer	1,500	
			Okanogan Office Multi Function Printer	12,000	
			Check Scanner - RemitPlus	300	
			Datacenter Liebert Units	5,500	
		083	Software Licenses and Support	358,500	
			Aclara - TWACS Support	18,000	
			Brocade Tech Support	1,000	
			Certs SSL	2,100	
			Genetec Maintenance	3,000	
			Kayako Helpdesk Maintenance	300	
			LANDesk Patch Management	1,200	
			Microsoft Software	35,300	
			NISC Custom Programming	5,000	
			NISC Maintenance	130,000	
			NISC SmartHub - One Time	5,000	
			NISC SmartHub - Maintenance	5,000	
			Domain Registrations	600	
			Programming Software	1,200	
			ShoreTel Phone System	16,200	
			SonicWALL - ESA	3,500	
			SonicWALL - NSA	2,500	
			Symantec Software and Support	10,800	
			VMWare Software Support (IS)	5,000	
			Eng/Ops - Symantec for SCADA Servers	800	
			Eng/Ops - AutoCad	3,000	
			Eng/Ops - ESRI	6,000	
			Eng/Ops - Futura	17,500	
			Eng/Ops - GeoNav	3,500	
			Eng/Ops - Itron Staker Maintenance	25,000	
			Eng/Ops - Itron Staker Reporting	10,000	
			Eng/Ops - Mapsight	3,000	
			Eng/Ops - OSI	21,300	
			Eng/Ops - Trimble Field Inspector	1,600	
			Eng/Ops - Allison Transmission Diagnostic Software	800	
			Eng/Ops - Mitchell Diagnostic Software	3,000	
			Eng/Ops - MSDS On Line	2,700	
			Eng/Ops - Cummins Tool Software	700	
			Eng/Ops - Fastenal Tool Inventory	1,200	
			Eng/Ops - Max Force	700	
			Eng/Ops - Zonar Vehicle Tracking	12,000	
		085	Rents and Leases	38,300	
			Okanogan Mailing Equipment	13,000	
			Branch Office Mailing Equipment	3,000	

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			Branch Office MFP	10,300		
			Okanogan Office MFP	12,000		
090			Materials and Supplies		10,000	
091			Small Tools (under \$1,000)		10,000	
712			Capital - Equipment (Over \$2,000)		362,000	
			KVM Switch for Datacenter	2,300		2
			PowerVault External Tape Drive	2,500		2
			Eaton Powerware - Okanogan Datacenter	30,000		2
			Genetec System - Cameras (Subs, yards and fences)	60,000		3
			Genetec System - Readers and Controllers	40,000		3
			Genetec System - Video Surveillance Software	10,000		3
			Genetec System - Video Conferencing	10,000		3
			NISC RemitPlus ServerMapping Server - Physical	2,500		2
			Eng/Ops - OSI SCADA Servers and Workstations	127,600		2
			Eng/Ops - Tablet PC's	20,000		2
			Eng/Ops - Physical Server SQL Database	6,000		2
			Printers	5,000		2
			Phone System	6,600		2
			Virtual Environment	39,500		2
714			Capital - Personal Computers		30,100	2

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1	50		<b>Commissioners</b>	<b>179,800</b>	
		010	Wages	108,900	
		011	Benefits	44,500	
		020	Travel	20,100	
		021	Training, Tuition and Meeting Fees	3,000	
		090	Materials and Supplies	1,400	
		092	Miscellaneous	1,900	

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2	60	<b>Broadband</b>		<b>2,280,300</b>	
		010	Wages	345,200	
		011	Benefits	156,700	
		020	Travel	15,000	
		021	Training, Tuition and Meeting Fees	15,000	
		030	Transportation	50,400	
		060	Postage, Printing and Stationery	300	
		080	Misc. Contractual Services	104,200	
			Network Consulting	50,000	
			NoaNet Calea Services	4,200	
			Software Development	50,000	
		081	Legal Services	10,000	
		082	Maintenance Contracts	112,700	
			ADVA Optical	30,000	
			Cambium Networks	4,600	
			Cisco	2,100	
			Juniper support	6,000	
			Motorola	3,500	
			WWP Lightning Edge/Ciena Devices	66,500	
		083	Software Licenses and Support	72,300	
			Ciena	30,000	
			Kayako Helpdesk	300	
			Microsoft Software	5,300	
			NetZoom	2,100	
			Server License and Software Upgrades	7,500	
			Solar Winds	15,100	
			Symantec Software and Support	4,600	
			Telerik	1,900	
			VMWare	5,500	
		084	Permits and Fees	80,600	
			ARIN ASN & IP Address Allocation	5,000	
			Upstream Internet Bandwidth	75,600	
		085	Rents and Leases	73,200	
			DCPUD Dark Fiber Leases	29,200	
			DCPUD Co-location	5,600	
			USEI Co-location	4,800	
			Wireless Site Lease	33,600	
		090	Materials and Supplies	98,800	
			Backup Tapes	500	
			Battery Plant - Maintenance and Replacement	16,300	
			Equipment Calibration/Repair	2,300	
			Fiber Plant Maintenance - Broadband	50,000	
			HVAC Maintenance and Repair	10,000	
			Switch/Network HW Upgrades	10,000	
			UPS/Rectifier - Maintenance and Replacement	7,100	
			10G NICs for ESX Hosts	2,600	
		091	Small Tools (under \$1,000)	1,000	
		210	Taxes	13,000	
		591	Capital - Materials and Supplies	375,000	
			Fiber Build - Berney' to P18275	34,800	<b>3</b>
			Fiber Build - SitnBull to P18275	2,200	<b>3</b>
			Fiber Distribution Builds	100,000	<b>2</b>
			Legacy Wireless Site Upgrades	55,000	<b>2</b>
			Network Hardware Replacement - EOL	25,800	<b>2</b>
			Node Rework	30,000	<b>2</b>

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<u>Div.</u>	<u>Dept.</u>	<u>Activity</u>	<u>Description</u>		<u>Budget Amount</u>	<u>Priority Ranking</u>
			Optics	42,200		2
			Wireless Subscriber Units	85,000		2
	712	Capital - Equipment (Over \$2,000)			161,000	
			NetApp Shelf	51,000		2
			Stand Alone Server for IDS/IPS Services	12,000		2
			Switch Replacement Cisco 3750s	13,000		2
			Tools	5,000		2
			Test Equipment	35,000		3
			Virtual Environment	45,000		2
	810	Debt Service - Principal			360,400	
			Loan - Electric	218,100		
			Operating Line - Electric	0		
			Loan - ARRA	142,300		
	811	Debt Service - Interest			235,500	
			Loan - Electric	60,300		
			Operating Line - Electric	78,300		
			Loan - ARRA	96,900		

**PUBLIC UTILITY DIST. NO. 1 OF OKANOGAN COUNTY  
2016 PROPOSED BUDGET - OCTOBER 12, 2015  
EXPENDITURE DETAIL**

<u>Div.</u>	<u>Dept.</u>	<u>Activity</u>	<u>Description</u>	<u>Budget Amount</u>	<u>Priority Ranking</u>
1	61	<b>Internal Communications</b>		<b>490,800</b>	
		010	Wages	156,000	
		011	Benefits	60,400	
		020	Travel	5,000	
		021	Training, Tuition and Meeting Fees	5,000	
		030	Transportation	16,400	
		060	Postage, Printing and Stationery	300	
		080	Misc. Contractual Services	25,000	
			Radio System Coverage Analysis	25,000	
		082	Maintenance Contracts	23,500	
			Fire Alarm System	3,500	
			UHF Radio System	20,000	
		083	Software Licenses and Support	8,800	
			Cisco Smartnet	300	
			MapInfo Software Support	500	
			Fiber Mapping Software Support	8,000	
		084	Permits and Fees	3,000	
			Right of Way - USFS, DOT, etc.	3,000	
		085	Rents and Leases	35,400	
			UHF Site Lease - Little Buck Mtn.	2,500	
			UHF Site Lease - Aeneas Mtn.	2,800	
			UHF Site Lease - Goat Mtn.	600	
			UHF Site Lease - Omak Mtn.	3,900	
			UHF Site Lease - McClure Mtn.	1,300	
			UHF Site Lease - Tunk Mtn.	1,300	
			Dark Fiber Lease - Brewster to Wells Dam	23,000	
		090	Materials and Supplies	60,000	
			Fiber Plant Maintenance - Internal and Backbone	50,000	
			General Materials and Supplies	10,000	
		091	Small Tools (under \$1,000)	2,000	
		591	Capital - Materials and Supplies	25,000	
			Fiber Rework - 1st and 2nd Avenue Okanogan	15,000	2
			Misc.	10,000	2
		712	Capital - Equipment (Over \$2,000)	65,000	
			UHF Radio System Overhaul - Jackass Butte	65,000	2

PUBLIC UTILITY DIST. NO. 1 OF OKANOGAN COUNTY  
2016 PROPOSED BUDGET - OCTOBER 12, 2015  
EXPENDITURE DETAIL

<u>Div.</u>	<u>Dept.</u>	<u>Activity</u>	<u>Description</u>	<u>Budget Amount</u>	<u>Priority Ranking</u>
<b>TOTAL EXPENDITURES AND CAPITAL OUTLAY</b>				<b>71,344,600</b>	