

RESOLUTION NO. 1697

A Resolution Revising the Rate Stabilization Reserve

WHEREAS, the District previously established the Rate Stabilization Reserve in the amount of \$1,500,000 under Resolution No. 1251 and revised the Rate Stabilization Reserve in the amount of \$7,000,000 under Resolution No. 1324; and

WHEREAS, it is the District's intent to revise the Rate Stabilization Reserve as established under Resolution No. 1324; and

WHEREAS, it is the District's goal to maintain stable retail rates for its customers; and

WHEREAS, District revenues can fluctuate rapidly based upon Columbia River flows, surplus power market sales, generation from the Nine Canyon Wind Farm and generation from other resources for which the District may purchase; and

WHEREAS, the District desires to set aside funds that will provide for debt service payments during periods of adverse economic conditions; and

WHEREAS, it is in the best interest of the District and its customers to set aside funds to cover unexpected power supply costs, variations in revenue from electric energy sales, or fund other obligations determined by the District's Board of Commissioners to be in the best interest of its customers; and

NOW, THEREFORE, BE IT RESOLVED as follows:

1. The Rate Stabilization Reserve shall be funded at \$6,000,000.
2. District staff will develop a policy on withdrawals and deposits to the Rate Stabilization Reserve.
3. Interest earned from the investment of such funds shall be credited to the District's revenue fund.
4. This Resolution cancels Resolution No. 1324.

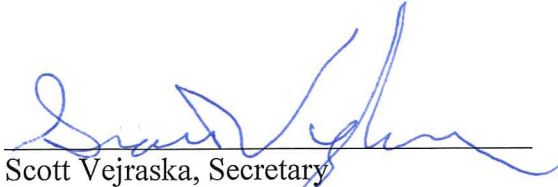
PASSED AND APPROVED this 2nd of December, 2019.



Jerry Asmussen, President



William C. Colyar, Vice President


Scott Vejraska, Secretary

APPROVED as to form:


Heidi E. Appel, General Counsel