PUBLIC UTILITY DISTRICT NO. 1 OF SKAGIT COUNTY
BOARD OF COMMISSIONERS

AGENDA
OCTOBER 28, 2025
4:30 PM

The public is invited to attend in person or via Zoom.

Join the meeting via Zoom: https://skagitpud.zoom.us/j/87904664845?pwd=S64ZVBYmDeAWLBEX3ZWfYInE3GJ4XD.1

Meeting ID: 879 0466 4845
Passcode: 611019
Or dial: 1-253-215-8782

Please turn your audio and video off during the meeting. Use the "Raise Hand" feature if you would like to speak during Audience Comments.

If you have a question or comment for the Board, please submit it by 5 p.m. the Monday prior to the meeting by calling (360) 848-4460 or send an email to **pud@skagitpud.org**

PLEDGE OF ALLEGIANCE

CONSENT AGENDA
1. Approval of Agenda 10/28/25
2. Approval of Minutes 10/14/25 Regular Meeting
3. Approval of Minutes 10/21/25 Special Meeting
4. Ratification of Voucher 10/21/25
5. Voucher Approval 10/28/25

AUDIENCE COMMENTS

OLD BUSINESS
6. General Manager's Report

NEW BUSINESS
7. Recommendation to Award: Conway Pipeline Replacement Project Design Contract
8. 2026 Proposed Budget Financing Options

INFORMATION
9. Judy Reservoir Data Report

COMMISSIONER COMMENTS

EXECUTIVE SESSION
To review the performance of a public employee per RCW 42.30.110 (1)(g).

ADJOURNMENT

MINUTES OF THE REGULAR MEETING OF THE COMMISSION
PUBLIC UTILITY DISTRICT NO. 1 OF SKAGIT COUNTY, WASHINGTON

October 14, 2025

The regular meeting of the Commission of Public Utility District No. 1 was held in the Aqua Room of the utility located at 1415 Freeway Drive, Mount Vernon, Washington.

The meeting was called to order at 4:30 p.m. Commissioner Andrew Miller, president; Corrin Hamburg, vice president; and Commissioner Joe Lindquist, secretary, were in attendance.

In attendance were also George Sidhu, Shannon Patiño, Luis Gonzalez, Pete Gilbert, Kathy White, Jay Sedivy, Mark Handzlik, Alistair Boudreaux, Wendy LaRocque, Mark Semrau and Brian Henshaw.

Participating remotely was Courtney Shilling.

Commissioner Miller led the Pledge of Allegiance.

CONSENT AGENDA
Commissioner Lindquist moved to approve the Consent Agenda for October 14, 2025, as presented.

1. Approval of Agenda 10/14/25
2. Approval of Minutes 9/23/25 Regular Meeting
3. Ratification of Voucher 9/30/25 No. 3206 ($68,125.03)
   Accounts Payable Voucher No. 32880-32929 ($46,415.70)
   Electronic Funds Transfer ($21,709.33)
   Ratification of Voucher 10/7/25 No. 3207 ($730,163.06)
   Accounts Payable Voucher No. 32930-32967 ($360,507.57)
   Electronic Funds Transfer ($113,518.20)
   Payroll Electronic Funds Transfers No. 047666-047750 ($256,137.39)
4. Voucher Approval 10/14/25 No. 3208 ($634,830.36)
   Accounts Payable Voucher No. 32968-33045 ($391,020.41)
   Electronic Funds Transfer ($243,809.95)
5. Teen Oasis Offsite Waterline Project Acceptance

The motion passed unanimously.

AUDIENCE COMMENTS
None.

2026 BUDGET HEARING

6. Proposed 2026 Budget
   Commissioner Miller opened the 2026 budget hearing at 4:51 p.m.

   Finance Manager Henshaw presented a glance of the 2026 proposed budget, including an overview of the year-to-date consumption and trends over the past three years, water sales, operating expenses, forecast versus budget 2025, budget process, strategic objectives, balance resources and requirements, budget sources of $61 million, budget uses of $61 million, operations & maintenance of $20.1 million, capital projects of $19 million, the Capital Improvement Plan (CIP), financial policy metrics, average residential bill, and the budget schedule.

   There were no public comments. Public comments are welcome throughout the six-week review period and can be submitted to Brian Henshaw by phone at (360) 391-7048 or by email at henshaw@skagitpud.org.

   The hearing closed at 4:58 p.m.

OLD BUSINESS

7. Manager's Report: General Manager Sidhu provided an update on the following:
   - The WPUDA Water Workshop took place in Leavenworth from September 24 to 26. Several Skagit PUD staff members presented at the workshop and received

positive feedback.

- The seasonal water rights transfers to local irrigators have now ended. This was the first time the PUD used its own water meters to track the diversions, and it worked well.
- The EPA Drinking Water grant application was submitted. Funding would be used towards the Water Treatment Plant Generator. The application should be strong, given that the design is 90% complete and the PUD meets the grant's objectives. However, award decisions will not be announced until next year.
- Thursday, October 16, is the Great Washington Shakeout, and staff will be participating in the drill.
- October is Cybersecurity Awareness Month, and all staff have been assigned training to complete.
- Annual performance evaluations and goals for non-represented staff have been completed.
- HR has begun bargaining for the new Customer Service and Billing contract.
- The Thirtbuster completed a busy season. Each year, the Thirstbuster receives increasing interest, and a primary challenge is finding people to staff it.

NEW BUSINESS

8. Recommendation to Award: Pipeline Relocation at Henson Road Project: Project Manager LaRocque presented the recommendation to award the Pipeline Relocation at Henson Road Project to Earthwork Solutions, LLC. The project is part of the required WSDOT fish passage projects, and Earthwork was the low bidder.

   A brief discussion ensued.

   Commissioner Hamburg moved to authorize the general manager to enter into a contract with Earthwork Solutions, LLC, in the amount of $291,386.96 for the construction of the Pipeline Relocation at Henson Road Project.

   The motion passed unanimously.

9. Execute a Purchase Agreement with PumpTech, LLC:
   Manager Sidhu explained that the Skagit River Diversion (SRD) has been operational since 2011 and requires routine rebuilds of the pumps to ensure they run efficiently, and PumpTech was a part of the initial design. The purchase agreement would allow the PUD to source services and purchases through PumpTech.

   A brief discussion ensued.

   Commissioner Lindquist moved to authorize the general manager to utilize the sole source agreement with PumpTech, LLC, for the purchase of a new pump at the SRD to replace pump no. 1, in the amount of $234,571.

   The motion passed unanimously.

10. IT Security – Data Backup and Recovery: IT Manager Boudreaux informed the board that the PUD is looking to optimize its current data backup and recovery solution. A selection process was conducted and Rubrik's backup service cost was selected.

    A brief discussion ensued.

    Commissioner Lindquist moved to authorize the general manager to enter into a contract with CDW-G in the amount of $123,888.44 for the purchase of Rubik's Data Protection service, which will provide data backup and recovery services.

    The motion passed unanimously.

11. Approval of SkagitNet Resolution No. 25-01, Concerning Banking, and Amending Operating Agreement: Manager Sidhu presented the updated SkagitNet resolution that formalizes the current language and the current Port of Skagit Board.

    Commissioner Hamburg moved to approve SkagitNet Resolution No. 25-01, Concerning Banking and Amending Operating Agreement.

    The motion passed unanimously.

INFORMATION

12. Monthly Budget Status – September 2025
13. Judy Reservoir Data Report

COMMISSIONER COMMENTS

Commissioner Hamburg commented that it is Flood Awareness Week, and she will be attending the meet-and-greet event hosted by Dike District No. 12. She also noted that she gained a lot from attending the WPUDA Water Workshop.

Commissioner Lindquist announced that he is attending the WPUDA Budget Hearing as a member of the Budget Committee.

EXECUTIVE SESSION

At 5:16 p.m., Commissioner Miller recessed the regular meeting to review the performance of a public employee per RCW 42.30.110(g) and stated that the meeting would reconvene at 5:30 p.m.

At 5:30 p.m., Commissioner Miller extended the executive session for an additional five minutes.

The executive session ended at 5:35 p.m., and the regular meeting was reconvened.

ADJOURNMENT

Having no further business to come before the board, Commissioner Miller moved for adjournment. The motion passed, and the October 14, 2025, meeting adjourned at 5:35 p.m.

ATTEST

_____
Andrew Miller, President

_____ _____
Joe Lindquist, Secretary Corrin Hamburg, Vice President

MINUTES OF THE SPECIAL MEETING/WORK SESSION OF THE COMMISSION
PUBLIC UTILITY DISTRICT NO. 1 OF SKAGIT COUNTY, WASHINGTON

October 21, 2025

The meeting was held in person and virtually via Zoom.

Commissioners Appearing: Andrew Miller, Corrin Hamburg, and Joe Lindquist

Appearing In-Person: George Sidhu, Kathy White, Mark Handzlik, Mike Fox, Brian Henshaw, Mark Semrau, Luis Gonzalez, Kevin Tate, Bill Trueman, Jay Sedivy, Alistair Boudreaux, Cort Wilson, Wendy LaRocque, and Kurt VanBurkleo.

Appearing Remotely: Shannon Patiño

CALL TO ORDER
Commissioner Hamburg called the work session to order at 3:10 p.m.

2026 BUDGET REVIEW
- Operations
- Engineering
- Capital Improvement Plan

The next budget work session is scheduled for October 28, 2025, at 3:00 p.m.

ADJOURNMENT
With no further business to come before the Board, the work session was adjourned at 4:57 p.m.

_____
Andrew Miller, President

ATTEST

_____ _____
Joe Lindquist, Secretary Corrin Hamburg, Vice President

As of October 21, 2025 No. 3209

We, the undersigned Board of Commissioners of Public Utility District No. 1 of Skagit County, Washington, do hereby certify that the merchandise and /or services hereinafter specified have been received and are hereby approved for payment in the amount of $738,983.69 this 21st day of October, 2025.

The total is comprised of the following:

Accounts Payable voucher No. from 33046 through 33096 in the amount of $279,338.59, Electronic Funds Transfer in the amount of $203,338.74. Payroll Electronic Funds Transfers and checks No. 047836 through 047920 in the amount of $256,306.36.

Attest:

Manager

Auditor

President

Vice - President

Secretary

Date: 10/21/2025 Page - 1

Voucher	Claimant	Amount
33046	A-1 MOBILE LOCK & KEY	13.59
33047	ABSCO SOLUTIONS	97.76
33048 - EDI	AFLAC	826.71
33049 - EDI	BANNER BANK	38,086.96
33050	BLAKE BOLLIN	123.74
33051	CASCADE NATURAL GAS	190.57
33052	CINTAS	756.10
33053	CINTAS CORPORATION #460	2,786.93
33054	CITY OF ANACORTES	12,238.00
33055	CITY OF BURLINGTON	829.96
33056	CORE & MAIN LP	16,212.84
33057	EKREM HARDWARE	55.76
33058 - EDI	ELECTRONIC FEDERAL TAX PAYMENT	93,013.52
33059 - EDI	EMPLOYEES WELFARE & RECREATION	570.00
33060 - EDI	EMPLOYMENT SECURITY DEPARTMENT	9,649.76
33061 - EDI	EMPLOYMENT SECURITY DEPARTMENT	9,083.31
33062 - EDI	EMPOWER RETIREMENT	1,615.00
33063	EUROFINS EATON ANALYTICAL LLC	1,282.00
33064	FERGUSON ENTERPRISES LLC #3326	424.94
33065	GILBERT & GILBERT LAWYERS INC	4,702.50
33066	GUARDIAN SECURITY SYSTEMS INC	1,727.75
33067	HAZEN AND SAWYER	6,121.93
33068	HI-LINE ELECTRIC CO INC	130.72
33069	ICONIX WATERWORKS (US) INC	60,281.35
33070	IDEAL RENT-ALL	581.26
33071	JACOB MAHLER	26.22

Voucher	Claimant	Amount
33072	MARTIN MARIETTA MATERIALS	460.42
33073	MILES SAND & GRAVEL	2,152.78
33074	MOUNT VERNON BUILDING CENTER	73.96
33075 - EDI	Mutual of Omaha	3,873.17
33076	N C MACHINERY CO	45.34
33077	NAPA AUTO PARTS	328.08
33078	NORTH HILL RESOURCES	773.72
33079 - EDI	PAYMENTUS CORPORATION	21,902.44
33080	PUGET SOUND ENERGY	109,647.13
33081	QCC QUALITY CONTROLS CORP	10,841.00
33082	RH2 ENGINEERING INC	11,799.90
33083	ROBYN PINCUS	207.09
33084	RWC GROUP	94.29
33085	SEDRO WOOLLEY AUTO PARTS INC	12.88
33086	SKAGIT LAW GROUP, PLLC	12,393.50
33087	STEPHANIE TRUONG	161.87
33088	SUZANNE KELLER	77.73
33089	TEAMSTER UNION LOCAL 231	4,391.30
33090	THE SHERWIN WILLIAMS CO	38.98
33091	Trailer Boss (Rochester)	16,586.69
33092	UTILITIES UNDERGROUND LOCATION	627.75
33093 - EDI	WA STATE DEPT OF LABOR &	16,393.16
33094 - EDI	WA STATE SUPPORT REGISTRY	273.49
33095 - EDI	WA STATE TREASURER	8,051.22
33096	WESTSIDE CONCRETE ACCESSORIES	40.26
		482,677.33

Skagit PUD
PUBLIC UTILITY DISTRICT
1415 Freeway Drive | Mount Vernon, Washington 98273 | (360) 424-7104 | SkagitPUD.org

October 28, 2025 **MEMORANDUM**

TO: George Sidhu, P.E., General Manager

FROM: Mark Handzlik, P.E., Engineering Manager

SUBJECT: Recommendation to Award: Conway Pipeline Replacement Project Design Contract

Requested Action:
Authorize the general manager to execute a professional services contract with RH2 Engineering in the amount of $615,413 for engineering design services for the Conway Pipeline Replacement Design Project.

Background:
The Conway Pipeline Replacement project is listed in the PUD's Water System Plan as MP24-1, Conway Community Pipeline Replacement. It's description is as follows: This project is in rural Skagit County, in the Conway community. The project will replace an existing 3-inch, 6-inch, and 8-inch pipeline installed in the 1960s to improve system pressures and capacity to the Conway area and Fir Island. The existing pipe is undersized, which creates a bottleneck in delivering adequate capacity to these service areas. The new pipelines will connect the 12-inch PVC pipeline under I-5, installed in 2019, and the 14-inch HDPE pipeline on Fir Island Road, installed in 2014. The project will also provide a second crossing of the Skagit River to Fir Island.

Replacement of the above-mentioned pipes will involve a technical crossing that impacts the railroad, bridge, and dike. These technical crossings will require Engineering Services from an outside consultant. Therefore, a Request for Qualifications was advertised in accordance with the PUD's competitive bidding procedures.

Consulting firms requested and received a Request for Proposal [RFP] packet. Six firms submitted proposals, and each proposal was evaluated through a standard scoring process.

After reviewing each proposal, the PUD selection team chose RH2 Engineering to perform the Conway Pipeline Replacement design. The attached scope of work has been negotiated with PUD staff. The project deliverables will be design documents and construction cost estimates for the pipeline replacement.

A high-level scope of work includes:

1. Project Management
2. Topographic and Boundary Survey
3. Environmental Assessment
4. Cultural Resources Assessment
5. Geotechnical Investigation

6. Structural Analysis
7. Project Preliminary 30% Design
8. 60% Design Plans and OPCC
9. Easement Acquisition
10. Environmental Permitting
11. Bridge Permit
12. Railroad Crossing Permit
13. 90% Design and Bid-Ready Documents
14. Bidding Support Services

Fiscal Impact:
This project is listed as MP24-1 in the PUD's 2025 approved and 2026 proposed capital budget. This request is for $615,413.

Total Project Budget	$ 3,400,000.00
Expenses and Commitments to date	$ (7,568.12)
Available Budget	$ 3,392,431.88
Estimate Project Costs to Complete	$ (3,392,431.88)
Estimated Balance/(Deficit)	$ 0.00
Revised Budget/Est. Total Project Cost	$ 3,392,431.88

Enclosures:
1. Conway Vicinity Map
2. RH2 Cost Estimate
3. RH2 Schedule

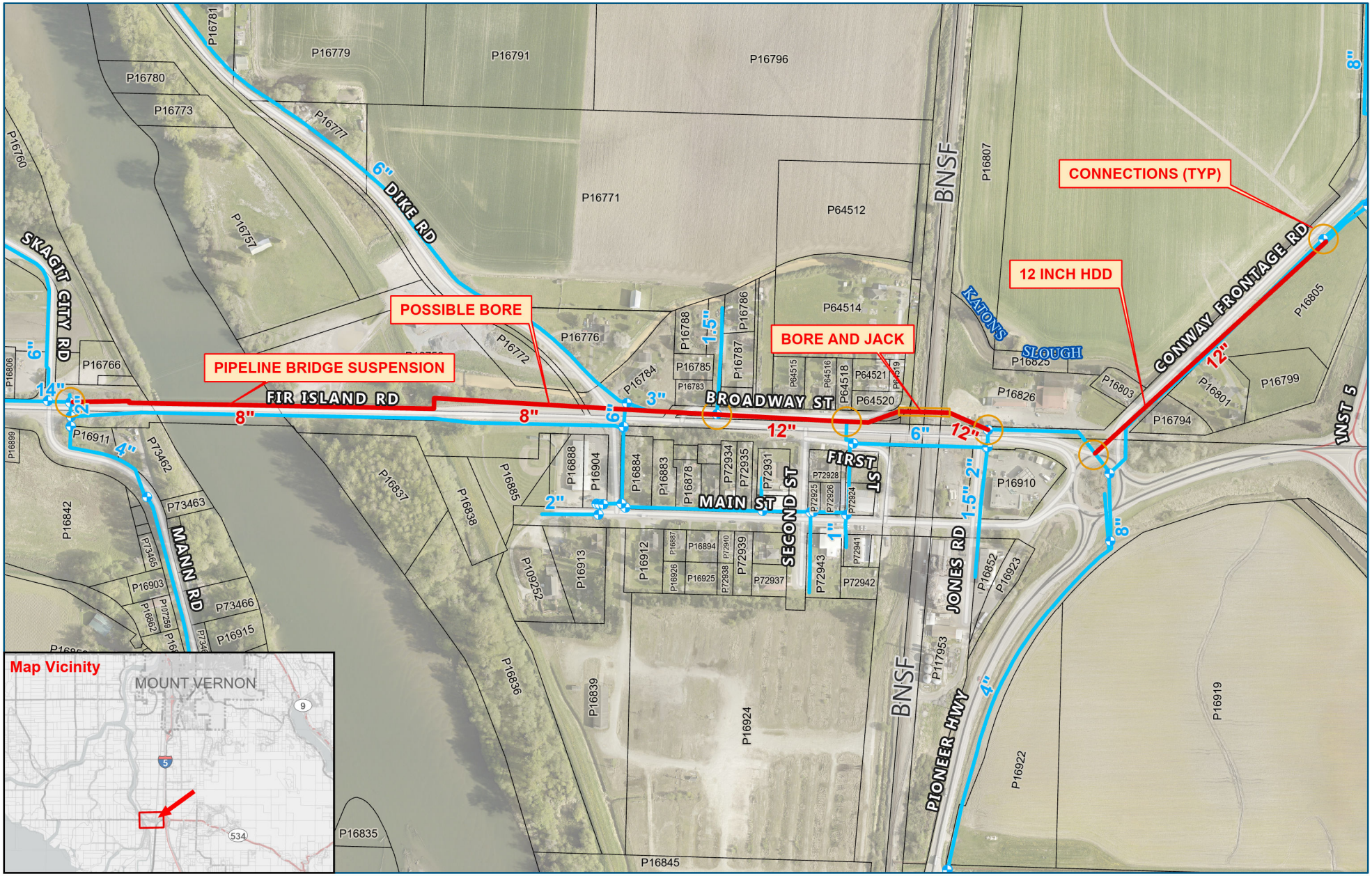


Figure 1: Project Vicinity Map

0 125 250 500 Feet

NAD 1983 StatePlane Washington North FIPS 4601 Feet
Author: carson
6/16/2025

Image Date: 2023 - EagleView

- Connections and Boring Locations
- Proposed Line
- Existing Water Main
- Gate Valve
- Skagit County Parcels

Job Identity: CP56787

This map was created from available public records and existing map sources, not from field surveys. While great care was taken in this process, maps from different sources rarely agree as to the precise location of geographic features. The relative positioning of map features to one another results from combining different map sources without field verification.

The PUD #1 of Skagit County disclaims any warranty of merchantability or warranty of fitness of this map for any particular purpose, either expressed or implied. No representation or warranty is made concerning the accuracy, currency, completeness or quality of data depicted on this map. Any user of this map assumes all responsibility for use thereof, and further agrees to hold the PUD #1 of Skagit County harmless from any damage, loss, or liability arising from the use of this map.

Skagit PUD
PUBLIC UTILITY DISTRICT

Document Path: M:\ProjectMaps\Sean\ConwayPipelinePrj_CP56787_20250613\ConwayPipelinePrj_CP56787_20250613.aprx

EXHIBIT B

Fee Estimate
Public Utilities No. 1 of Skagit County
Conway Pipeline Replacement Design Services
Sep-25

	Description	Total ALL Hours	Total ALL Labor	Total Subconsultant	Total Expense	Total Cost
Task 1	**Project Management**	**168**	**$ 38,488**	**$ -**	**$ 1,658**	**$ 40,146**
1.1	Prepare and update project schedule	15	$ 3,520	$ -	$ 198	$ 3,718
1.2	Prepare for and attend project kick-off meeting	10	$ 2,290	$ -	$ 117	$ 2,407
1.3	Develop risk management plan	5	$ 1,166	$ -	$ 38	$ 1,204
1.4	Coordinate and manage project team	36	$ 9,328	$ -	$ 325	$ 9,653
1.5	Prepare monthly progress reports and invoices	31	$ 6,744	$ -	$ 205	$ 6,949
1.6	Attend monthly progress report meetings	29	$ 7,208	$ -	$ 267	$ 7,475
1.7	Maintain project files and records	42	$ 8,232	$ -	$ 508	$ 8,740
Task 2	**Topographic and Boundary Survey**	**66**	**$ 13,598**	**$ 91,478**	**$ 1,420**	**$ 106,496**
2.1	Coordinate with PSE to perform survey	8	$ 1,482	$ 91,478	$ 65	$ 93,024
2.2	Review the survey and conform to RH2 standards	19	$ 4,009	$ -	$ 466	$ 4,475
2.3	Format survey	39	$ 8,107	$ -	$ 890	$ 8,997
Task 3	**Environmental Assessment**	**190**	**$ 37,866**	**$ -**	**$ 2,788**	**$ 40,654**
3.1	Review environmental background and maps	36	$ 7,348	$ -	$ 458	$ 7,806
3.2	Perform critical areas site investigations	154	$ 30,518	$ -	$ 2,329	$ 32,847
Task 4	**Cultural Resources Assessment**	**16**	**$ 3,461**	**$ 17,710**	**$ 114**	**$ 21,285**
4.1	Coordinate with ASM to provide cultural resources services	16	$ 3,461	$ 17,710	$ 114	$ 21,285
Task 5	**Geotechnical Investigation**	**227**	**$ 58,648**	**$ 14,191**	**$ 8,750**	**$ 81,589**
5.1	Review available soil borings and documentation	20	$ 5,774	$ -	$ 202	$ 5,976
5.2	Evaluate risk of contaminated soil	9	$ 2,814	$ -	$ 73	$ 2,887
5.3	Plan investigation and subcontract with Holt	31	$ 7,225	$ -	$ 306	$ 7,531
5.4	Site investigation and characterization	69	$ 18,087	$ 14,191	$ 7,122	$ 39,400
5.5	Develop report	98	$ 24,748	$ -	$ 1,048	$ 25,796
Task 6	**Structural Analysis**	**166**	**$ 34,341**	**$ -**	**$ 3,533**	**$ 37,874**
6.1	Collect and review data of existing bridge	33	$ 6,837	$ -	$ 693	$ 7,530
6.2	Prepare preliminary structural design	63	$ 12,909	$ -	$ 1,370	$ 14,279
6.3	Design connections and expansion joints	33	$ 6,764	$ -	$ 749	$ 7,513
6.4	Prepare preliminary structural calculations	21	$ 4,447	$ -	$ 416	$ 4,863
6.5	Prepare pipe bridge design and calculations	16	$ 3,384	$ -	$ 305	$ 3,689
Task 7	**Project 30-Percent Design**	**162**	**$ 35,346**	**$ -**	**$ 3,439**	**$ 38,785**
7.1	Perform alternative anaylsis	58	$ 12,798	$ -	$ 1,145	$ 13,943
7.2	Prepare cover sheet	5	$ 1,003	$ -	$ 138	$ 1,141
7.3	Prepare preliminary water main and fiber optic plans	28	$ 5,548	$ -	$ 769	$ 6,317
7.4	Prepare 30-percent construction cost estimate	20	$ 4,374	$ -	$ 412	$ 4,786
7.5	Perform in-house QA/QC review	10	$ 2,942	$ -	$ 99	$ 3,041
7.6	Prepare and submit pre-design plans to PUD	28	$ 5,910	$ -	$ 615	$ 6,525
7.7	Meet with PUD to review comments	13	$ 2,771	$ -	$ 262	$ 3,033
Task 8	**60-Percent Design Plans and Estimate**	**251**	**$ 55,136**	**$ -**	**$ 5,171**	**$ 60,307**
8.1	Prepare general notes sheet	12	$ 2,571	$ -	$ 259	$ 2,830
8.2	Advance water main and fiber design	60	$ 12,964	$ -	$ 1,309	$ 14,273
8.3	Prepare bridge support and pipe hanger plans/details	28	$ 5,860	$ -	$ 587	$ 6,447
8.4	Prepare railroad pipe jack design calculations	12	$ 2,825	$ -	$ 181	$ 3,006
8.5	Prepare temporary traffic control plans and details	47	$ 10,340	$ -	$ 876	$ 11,216
8.6	Prepare 60-percent design construction cost estimate	14	$ 3,066	$ -	$ 297	$ 3,363
8.7	Perform in-house QA/QC review	10	$ 2,992	$ -	$ 137	$ 3,129
8.8	Prepare and submit 60-percent design package to PUD	19	$ 4,104	$ -	$ 405	$ 4,509
8.9	Meet with PUD to discuss comments	14	$ 3,066	$ -	$ 332	$ 3,398
8.10	Update 60-percent design documents	35	$ 7,348	$ -	$ 789	$ 8,137
Task 9	**Easements**	**40**	**$ 8,070**	**$ 18,064**	**$ 2,932**	**$ 29,066**
9.1	Prepare permanent easement exhibits for UFS	10	$ 2,212	$ -	$ 2,455	$ 4,667
9.2	Prepare permanent easement exhibits for PUD	14	$ 2,754	$ -	$ 234	$ 2,988
9.3	Coordinate with UFS to develop permanent easements	12	$ 2,250	$ 15,534	$ 166	$ 17,950
9.4	Coordinate with PSE to prepare legal descriptions and exhibits	4	$ 854	$ 2,530	$ 76	$ 3,460
Task 10	**Environmental Permitting**	**278**	**$ 56,393**	**$ -**	**$ 3,835**	**$ 60,228**
10.1	Conduct desktop review of FEMA flood maps	14	$ 2,786	$ -	$ 200	$ 2,986
10.2	Support the PUD and attend County pre-development meeting	20	$ 4,241	$ -	$ 260	$ 4,501
10.3	Consult with USACE for project improvements	15	$ 3,369	$ -	$ 149	$ 3,518
10.4	Prepare CAR and buffer mitigation plan	99	$ 19,677	$ -	$ 1,357	$ 21,034
10.5	Prepare JARPA, USACE drawings, and NE Letter	68	$ 13,585	$ -	$ 965	$ 14,550
10.6	Prepare Utility and Grading permit applications	32	$ 6,409	$ -	$ 441	$ 6,850
10.7	Support the PUD with Dike District No. 3	30	$ 6,326	$ -	$ 462	$ 6,788
Task 11	**Bridge Permit**	**72**	**$ 14,165**	**$ -**	**$ 956**	**$ 15,121**
11.1	Prepare JARPA for Section 9 and 10	34	$ 6,637	$ -	$ 399	$ 7,036

	Description	Total ALL Hours	Total ALL Labor	Total Subconsultant	Total Expense	Total Cost
11.2	Prepare building permit application package	38	$ 7,528	$ -	$ 558	$ 8,086
Task 12	**Railroad Crossing Permit**	**47**	**$ 10,396**	**$ -**	**$ 991**	**$ 11,387**
12.1	Review BNSF Utility Guide and prepare crossing application	14	$ 3,016	$ -	$ 306	$ 3,322
12.2	Prepare plan and profile exhibit drawing	28	$ 6,196	$ -	$ 600	$ 6,796
12.3	Deliver plans and calculations to the PUD for BNSF permit	5	$ 1,184	$ -	$ 85	$ 1,269
Task 13	**90-Percent and Bid Ready Design**	**266**	**$ 55,374**	**$ -**	**$ 5,455**	**$ 60,829**
13.1	Update general notes sheet	5	$ 1,003	$ -	$ 110	$ 1,113
13.2	Advance water main and fiber optic design	42	$ 8,958	$ -	$ 974	$ 9,932
13.3	Prepare roadway restoration plan and details	26	$ 5,542	$ -	$ 589	$ 6,131
13.4	Update bridge support, slough and railroad crossing	27	$ 5,787	$ -	$ 550	$ 6,337
13.5	Update and revise OPCC	14	$ 3,041	$ -	$ 269	$ 3,310
13.6	Prepare project special provisions	58	$ 11,686	$ -	$ 1,043	$ 12,729
13.7	Perform in-house QA/QC review	26	$ 5,685	$ -	$ 517	$ 6,202
13.8	Prepare electronic PSE package and submit to PUD	15	$ 3,155	$ -	$ 326	$ 3,481
13.9	Meet with PUD to review 90-percent design comments	13	$ 2,771	$ -	$ 362	$ 3,133
13.10	Prepare bid-ready PSE package	40	$ 7,746	$ -	$ 716	$ 8,462
Task 14	**Bidding Support Services**	**50**	**$ 10,520**	**$ -**	**$ 1,126**	**$ 11,646**
14.1	Respond to bidders' questions	19	$ 4,104	$ -	$ 405	$ 4,509
14.2	Prepare addenda	19	$ 3,940	$ -	$ 403	$ 4,343
14.3	Attend pre-bid meeting	12	$ 2,476	$ -	$ 317	$ 2,793
	PROJECT TOTAL	**1,999**	**$ 431,802**	**$ 141,443**	**$ 42,168**	**$ 615,413**

Preliminary

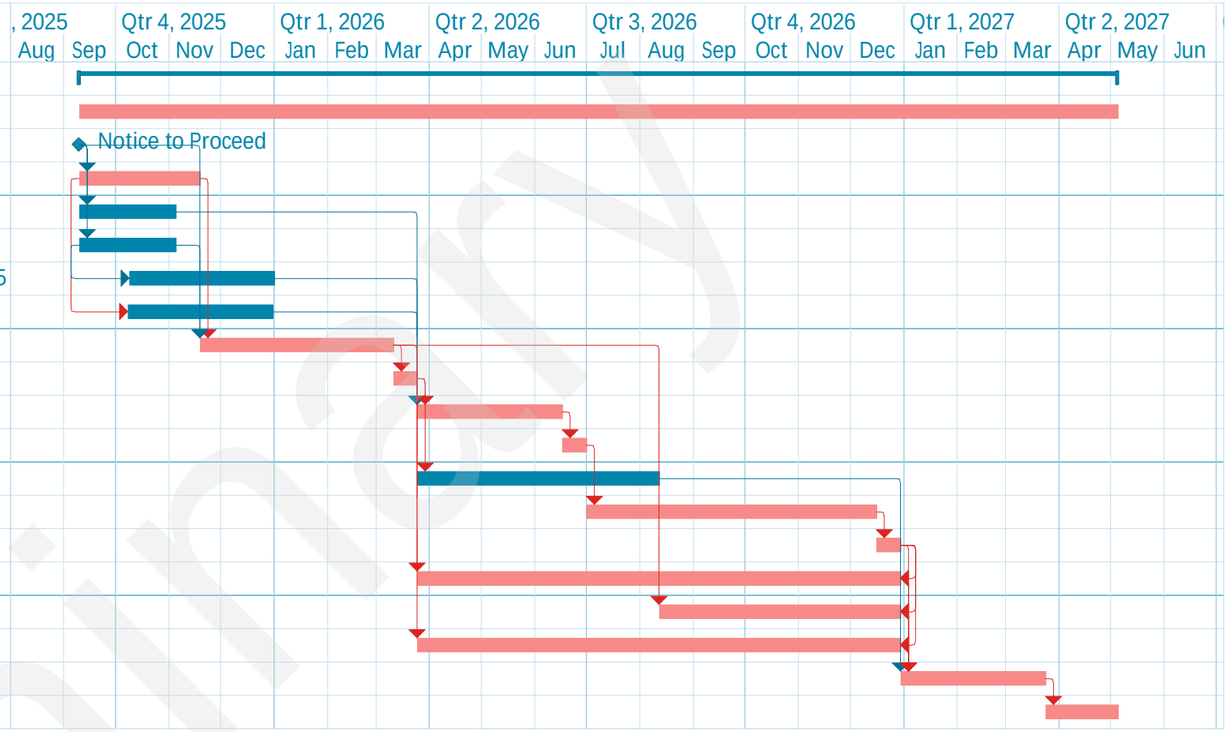
EXHIBIT C RH2 ENGINEERING, INC. 2025 SCHEDULE OF RATES AND CHARGES		
RATE LIST	**RATE**	**UNIT**
Professional I	$174	$/hr
Professional II	$192	$/hr
Professional III	$214	$/hr
Professional IV	$235	$/hr
Professional V	$252	$/hr
Professional VI	$270	$/hr
Professional VII	$295	$/hr
Professional VIII	$318	$/hr
Professional IX	$328	$/hr
Technician I	$136	$/hr
Technician II	$148	$/hr
Technician III	$167	$/hr
Technician IV	$182	$/hr
Technician V	$199	$/hr
Technician VI	$219	$/hr
Technician VII	$238	$/hr
Technician VIII	$250	$/hr
Administrative I	$91	$/hr
Administrative II	$106	$/hr
Administrative III	$127	$/hr
Administrative IV	$148	$/hr
Administrative V	$171	$/hr
CAD/GIS System	$27.50	$/hr
CAD Plots - Half Size	$2.50	price per plot
CAD Plots - Full Size	$10.00	price per plot
CAD Plots - Large	$25.00	price per plot
Copies (bw) 8.5" X 11"	$0.09	price per copy
Copies (bw) 8.5" X 14"	$0.14	price per copy
Copies (bw) 11" X 17"	$0.20	price per copy
Copies (color) 8.5" X 11"	$0.90	price per copy
Copies (color) 8.5" X 14"	$1.20	price per copy
Copies (color) 11" X 17"	$2.00	price per copy
Technology Charge	2.50%	% of Direct Labor
Night Work	10.00%	% of Direct Labor
Mileage	$0.7000	price per mile (or Current IRS Rate)
Subconsultants	15%	Cost +
Outside Services	at cost	

Preliminary

Rates listed are adjusted annually.

Exhibit H - Conway Pipeline Design and Permitting Schedule

ID		Predecessors	Duration	Start	Finish
1	Conway Pipeline Replacement Project		430 days	Wed 9/10/25	Tue 5/4/27
2	Project Management		430 days	Wed 9/10/25	Tue 5/4/27
3	Notice to Proceed		0 days	Wed 9/10/25	Wed 9/10/25
4	Topographic & Boundary Survey	3	50 days	Wed 9/10/25	Tue 11/18/25
5	Environmental	3	40 days	Wed 9/10/25	Tue 11/4/25
6	Cultural Resources Assessment	3	40 days	Wed 9/10/25	Tue 11/4/25
7	Geotechnical Investigation	6SS+13 days	60 days	Thu 10/9/25	Wed 12/31/25
8	Structural Analysis	4SS+20 days	60 days	Wed 10/8/25	Tue 12/30/25
9	Project 30-Percent Design	4,6,3	80 days	Wed 11/19/25	Tue 3/10/26
10	30-Percent Design Review	9	10 days	Wed 3/11/26	Tue 3/24/26
11	60-Percent Design Plans & Estimate	5,7,8,10	60 days	Wed 3/25/26	Tue 6/16/26
12	60-Percent Design Review	11	10 days	Wed 6/17/26	Tue 6/30/26
13	Easements	10	100 days	Wed 3/25/26	Tue 8/11/26
14	90-Percent	12	120 days	Wed 7/1/26	Tue 12/15/26
15	90-Percent Design Review	14	10 days	Wed 12/16/26	Tue 12/29/26
16	Environmental Permitting	9,15FF	200 days	Wed 3/25/26	Tue 12/29/26
17	Bridge Permitting	9,15FF	100 days	Wed 8/12/26	Tue 12/29/26
18	BNSF Crossing Permit	9,15FF	200 days	Wed 3/25/26	Tue 12/29/26
19	Bid Ready Design	16,17,18,13,1	60 days	Wed 12/30/26	Tue 3/23/27
20	Services During Bidding	19	30 days	Wed 3/24/27	Tue 5/4/27



Preliminary

1415 Freeway Drive | Mount Vernon, Washington 98273 | (360) 424-7104 | SkagitPUD.org

October 28, 2025 **MEMORANDUM**

TO: Board of Commissioners

FROM: Brian Henshaw

SUBJECT: 2026 Proposed Budget Financing Options

Requested Action:
For discussion only.

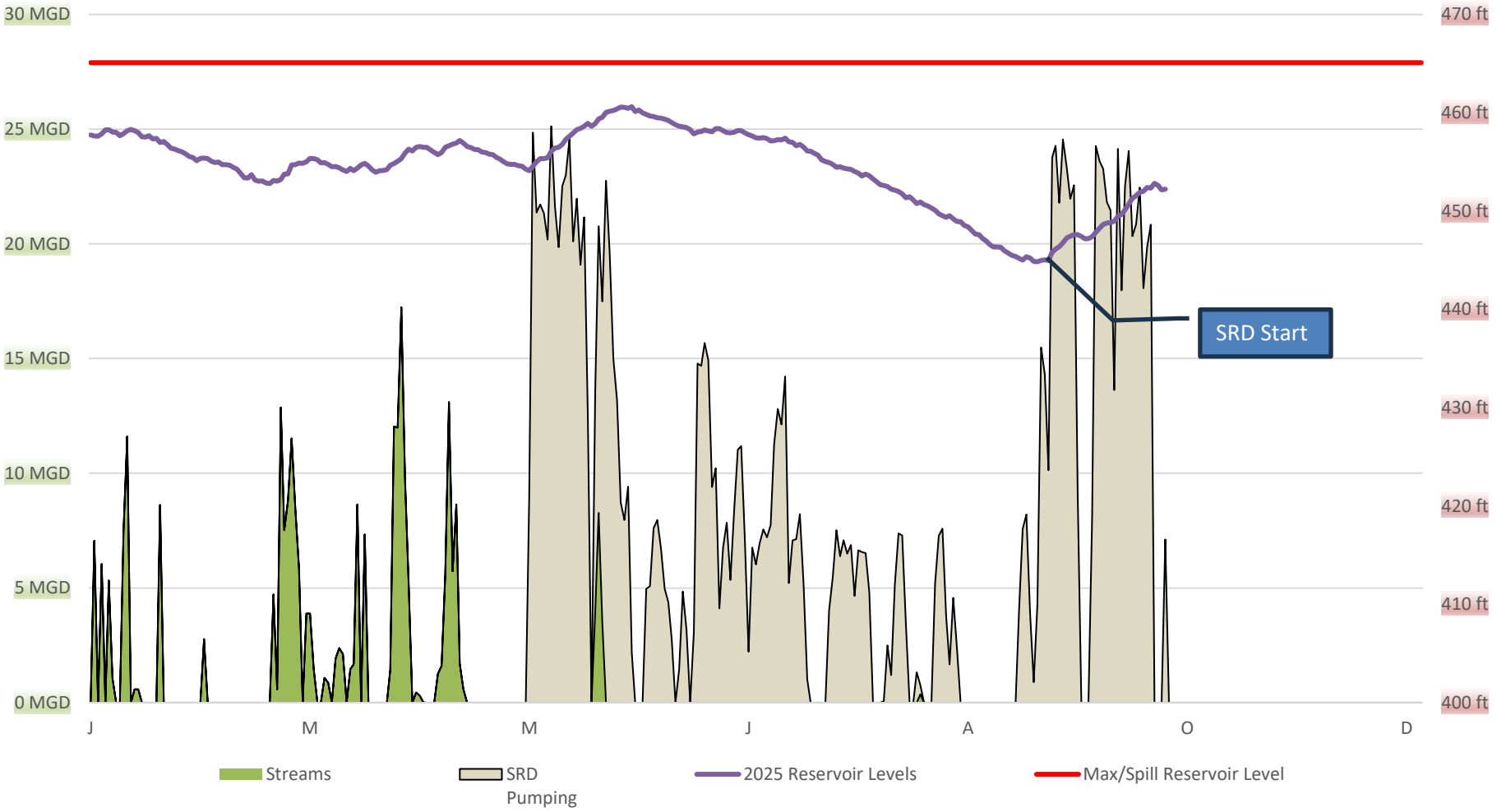
Background:
Capital Funding Strategy
The Proposed 2026 Budget identifies $62 million of capital infrastructure investment over the next three years. These capital improvements will benefit both current and future citizens for the next fifty years or more. This will be a discussion to develop a strategy for funding the PUD's capital improvement program, including an analysis of available resources from rate revenues, debt financing, and any special resources that may be readily available (e.g., grants, outside contributions, etc.).

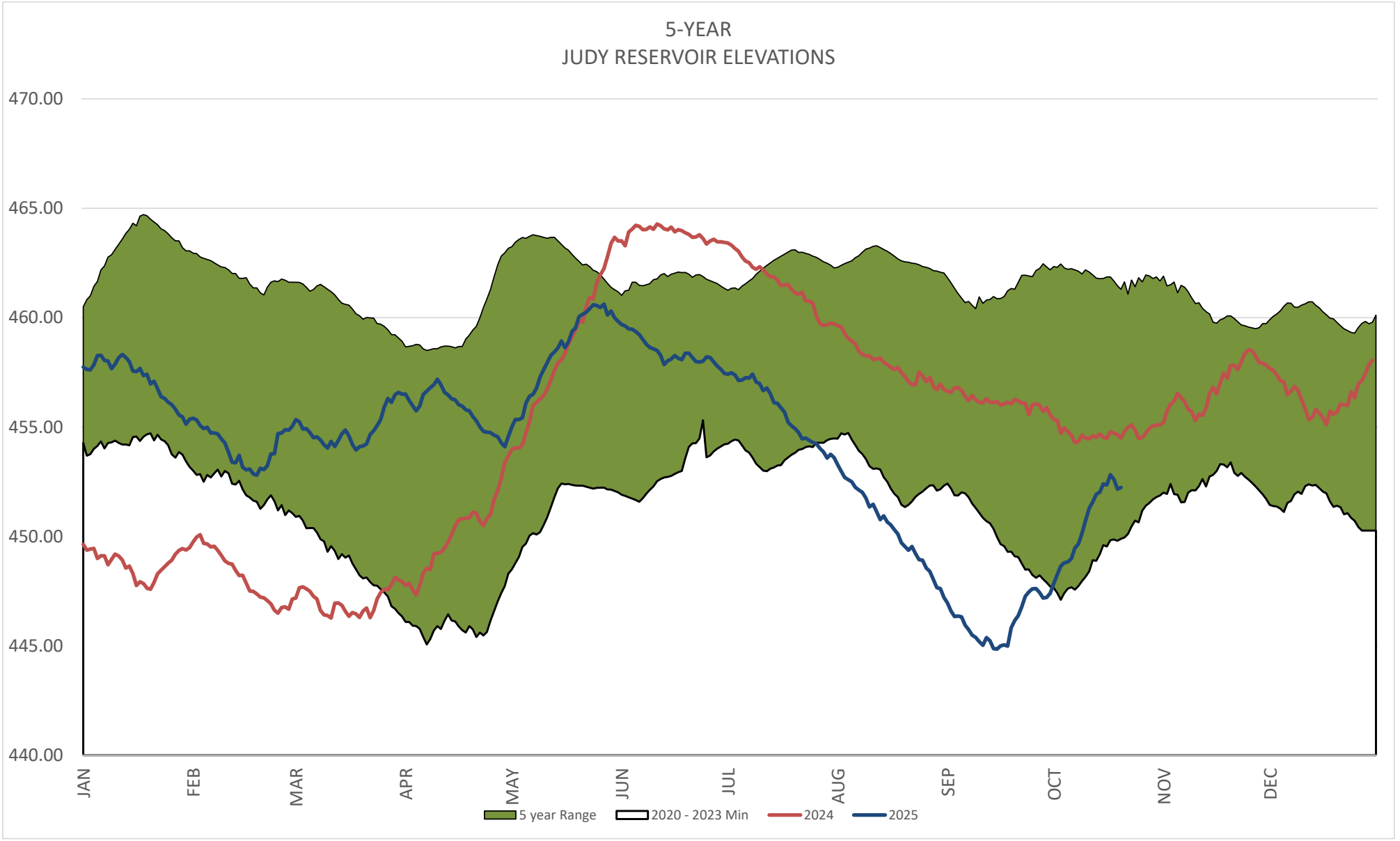
Fiscal Impact:
N/A

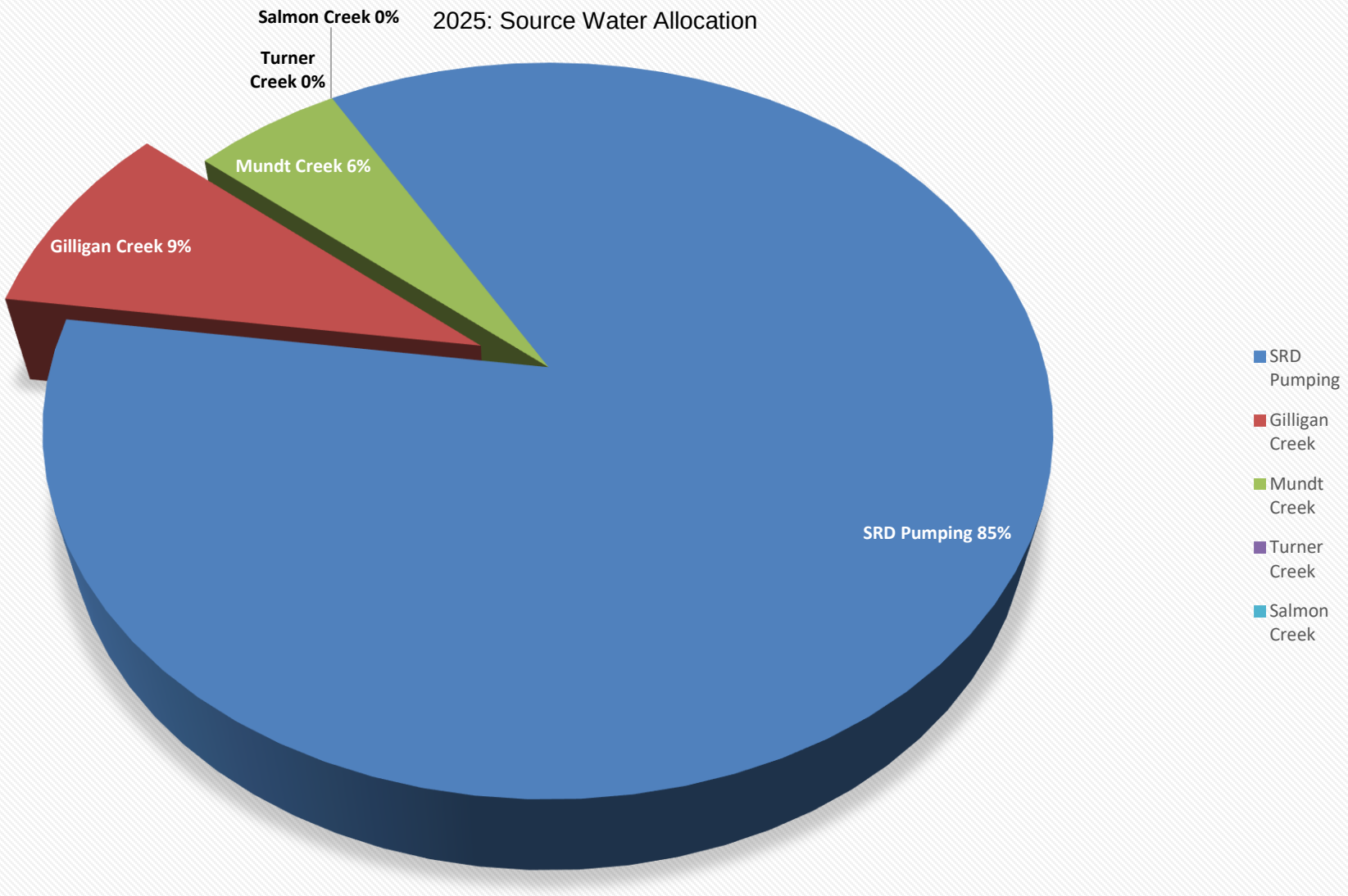
Enclosures:

2025 Judy Reservoir Inflows & Elevation

October 15 Elevation:	451.92	(ft)
October 22 Elevation:	452.24	(ft)
Change in Elevation:	0.32	(+ 3.8 Inches)
Spillway Elevation:	465.10	
Stream Inflow YTD:	260.82 MG	
Skagit River YTD:	1540.69 MG	




5-YEAR
JUDY RESERVOIR ELEVATIONS
470.00
465.00
460.00
455.00
450.00
445.00
440.00
JAN
FEB
MAR
APR
MAY
JUN
JUL
AUG
SEP
OCT
NOV
DEC
5 year Range
2020 - 2023 Min
2024
2025


2025: Source Water Allocation
Salmon Creek 0%
Turner Creek 0%
Mundt Creek 6%
Gilligan Creek 9%
SRD Pumping 85%
SRD Pumping
Gilligan Creek
Mundt Creek
Turner Creek
Salmon Creek