

**Minutes of Regular Meeting
Grand River Dam Authority
Board of Directors
Tulsa, Oklahoma
February 12, 2020**

A regular meeting of the Board of Directors of the Grand River Dam Authority was held at the Grand River Dam Authority Engineering and Technology Center, Tulsa, Oklahoma, on February 12, 2020. Notice was given pursuant to 25 O.S.A. § 301 et seq. by submitting a schedule of regular monthly meetings to the Secretary of State on November 5, 2019, at 4:01 p.m.; by posting the agenda with the Tulsa County Clerks' offices on February 11, 2020, at 9:51 a.m.; by posting said agenda at www.grda.com; and by posting said agenda at the principal office of GRDA at least 24 hours prior to the meeting.

Chair Richie called the meeting to order at 10:01 a.m. The Secretary called the roll. All members were present. Chair Richie declared a quorum. Mr. Philpott introduced guests.

BOARD MEMBERS

James B. Richie, Chair	Present
Mike Lewandowski, Chair-Elect	Present
Pete Churchwell	Present
Dwayne Elam	Present
Tom Kimball	Present
Chris Meyers	Present
Charles Sublett	Present

ADMINISTRATIVE

Daniel S. Sullivan, Chief Executive Officer	Present
Tim Brown, Chief Operating Officer	Present
Lorie Gudde, Chief Financial Officer/ Corporate Treasurer	Present
Steve Wall, Chief Information Officer	Present
Heath Lofton, General Counsel	Present
Brian Edwards, Executive VP – Law Enforcement/Lake Operations	Present
Nathan Reese, Executive VP – External Relations	Present
John Wiscaver, Executive VP – Corp. & Strategic Communications	Absent
Laura Hunter, Chief Human Resources Officer	Present
Darrell Townsend II, VP – Ecosystems/Watershed Management	Present
Robert Ladd, VP – Grand River Energy Center Operations	Present
Steve Jacoby, VP – Hydroelectric Projects	Present
Mike Waddell, VP – Transmission and Distribution Operations	Present
Ed Fite, VP – River Operations and Water Quality	Present
Justin Alberty, VP – Corp. & Strategic Communications	Present
Sheila Allen, Corporate Secretary	Present

Others present were as follows: Conner Schapp, NSU; Jared Ward, Senator Jim Inhofe's Office; Robert Pearman, City of Stroud; Craig Stokes, Pam Polk, City of Collinsville; Keith Skelton and Robin Haggard, City of Sallisaw; Jared Crisp, Travis Willis, Pryor MUB; Mike Doublehead, Gary Stephens, TPWA; Tamara Jahnke, Teresa Hicks, Jeff Brown, Jennifer Marquis, George Davis, Melanie Earl, Brylee Harbuck, Cameron Philpott, Jerry Cook, Michelle Day, Ash Mayfield, Holly Moore, Matt Martin, Ed Ferguson, Allen Garner, GRDA.

4. New Business

4.a. Capital Work Order Report

Number	Title	Gross Work Order Amount	Net GRDA Cost
RF020-01009	West Muskogee Gang Operated Air Break Switch	\$ 447,577	\$ 447,577
RF020-01010	Powerhouse Crane Upgrade	591,066	591,066
RF020-01013	LogRhythm Hardware Refresh	264,945	264,945
RF020-01014	Salina Pumpback Generator Relay and Generator Step-up Transformer Upgrade	\$ 503,243	\$ 503,243
Grand Total Work Orders		\$ 1,806,831	\$ 1,806,831

Mr. Sullivan asked if the Board had any questions or needed to follow-up on any item listed on the Capital Work Order Report. There were no questions from the Board.

Director Churchwell moved the Board approve the Capital Work Order Report as presented, seconded by Director Sublett, and voted upon as follows: Churchwell, Elam, Kimball, Lewandowski, Meyers, Richie, Sublett, yes. *Motion passed (7-yes, 0-no, 0-abstained).*

CONSENT AGENDA

2. January Claims, \$28,979,470.07.

4.b. Resolutions of Commendation:

- 1) Debra S. Dixon
- 2) Allen E. Garner

4.c. Declare Surplus and Not Necessary to the Business of the District

- Big Cabin Repeater shelter, to be transferred to Consolidated Communications in exchange for its agreement to pay for the removal of the shelter, which is in the best interest of the Authority pursuant to OAC 300:15–5–1(b)(7)(“Disposal by other means. Property may be disposed of by other means if deemed to be in the best interest of the Authority by the Board of Directors.”)

Description and/or Make of Item	
OPW Card reader & pedestal: Lot of 4	Dell server: Lot of 3
OPW Fuel Controller: Lot of 4	Microsoft Surface: 1
OPW Fuel Chip Keys	Dell monitors: 1 Lot
Dot Matrix Printer: Lot of 2	Miscellaneous computer peripherals: 1 Lot
Manta 5000: Lot of 4	Canon printer
Lot of Misc Office Furniture	Smart Projector UX60: Lot of 2
DILO SF6 Analyzer	Panasonic Plasma TV 65"
Dell computer: Lot of 65	Smart Wall Board: Lot of 2
Dell printer: Lot of 3	

4.d. Power Cost Adjustment (PCA) of \$0.01730 per kWh for March 2020

4.e. Cooperative Agreement with Oklahoma Department of Wildlife Conservation – Management of Scenic Rivers Access Areas

4.g. Second Amendment to Lease with South Grand Lake Area Chamber of Commerce

4.h. Memorandum of Understanding – Stilwell Area Development Authority

Director Kimball moved to approve the consent agenda as amended to remove item 4.g. as presented, seconded by Chair Richie, and voted upon as follows: Churchwell, Elam, Kimball, Lewandowski, Meyers, Richie, Sublett, yes.

Motion passed (7-yes, 0-no, 0-abstained).

5.b. Purchase Order Report (*Denotes Addenda Items):

Standard Purchase Orders & Contracts

PO Number	Vendor Name and City State	Amount
42919	CEC CORPORATION, OKLAHOMA CITY, OK	750,000.00
42920	GUY ENGINEERING SERVICES INC, TULSA, OK	750,000.00
105322	CHICKASAW TELECOM INC, TULSA, OK	290,299.31
105378	MANTA TEST SYSTEMS LTD, MISSISSAUGA ON CANADA	222,144.00

Grand Total Standard POs & Contracts: \$2,012,443.31

Change Orders & Renewals

PO Number	Vendor Name and City State	Amount
47295	SEIMENS POWER GENERATION, IRVING, TX	0.00

42885	GE STEAM POWER INC, OVERLAND PARK, KS	39,475.00
101735	MITSUBISHI POWER SYSTEMS, LAKE MARY, FL	345.32
42236	FASTENAL COMPANY, VINITA, OK	5,000.00
42258	MERRICK & COMPANY, DENVER, CO	14,438.00
Grand Total Change Orders & Renewals:		\$59,258.32
Grand Total		\$2,071,701.63

REGULAR AGENDA

1. Regular Board Minutes of December 17, 2019, and Regular Board Minutes of January 8, 2020.

Director Elam moved to approve the regular Board minutes of December 17, 2019, and the regular Board minutes of January 8, 2020, seconded by Director Churchwell, and voted upon as follows: Churchwell, Elam, Kimball, Lewandowski, Meyers, Richie, Sublett, yes. *Motion passed (7-yes, 0-no, 0-abstained).*

3. Unfinished Business

3.a. Progress Reports

3.a.1.a. Monthly Video Update – GRDA February 2020

- **Overview of GRDA’s Inventory & Assets Management (IAM) Department**

Mr. Sullivan said GRDA just received results from the 2020 Bald Eagle Survey. Currently, there are 91 bald eagles on Grand Lake and 249 bald eagles on Lake Hudson, with 10 active nests on Grand and 9 on Lake Hudson. He commented that it is great to see such a thriving population, and that there was a new nest found just below the dam at Pensacola, causing a bit of an issue with the off-road activities. Chair Richie commented that he and his family have seen several on their property in Jay, Oklahoma, as well.

Mr. Sullivan said on January 23, 2020, the Federal Energy Regulatory Commission (FERC) issued an Order denying the City of Miami’s request for reconsideration and rehearing of the FERC’s earlier Order granting GRDA’s request to extend the license term

for the Pensacola Project. The FERC's Order denied all relief sought, and left in place the established relicensing procedural schedule. He stated the Order was consistent with GRDA's position on the timing of the bathymetric survey data release, H&H model study schedule, and the need for a separate Initial Study Report for the H&H modeling. Mr. Sullivan explained there will be no changes to the schedule laid out by the FERC, but that this is a continuation of the filings during this proceeding that have increased the cost to GRDA. He stated he and the GRDA staff hope these filings will stop to allow them to focus on the relicensing project itself.

Mr. Sullivan said the Tulsa Boat, Sport and Travel Show returned to the River Spirit Expo in Tulsa January 27 through February 2. GRDA Police Officers, along with members of GRDA's Ecosystems and Watershed Management Team were once again on hand to share important information about boating, lake rules and regulations, water safety, life jacket usage, upcoming lake events and several other topics. He stated that over the past several years GRDA has worked hard to upgrade its presence at this event and this year's booth was no exception. Mr. Sullivan showed photographs of the event as well

He said University of Oklahoma Environmental Engineering students made a visit on February 1, 2020, to Lake Frances as part of their capstone class. They were there to assess water quality and sediments from the old lake bed. GRDA will be able to use the water and sediment samples to assess the health of the area.

Mr. Sullivan stated the staff is currently working through the sale of the Vinita building. He showed photographs of the new office space where a number of GRDA's Finance employees are now located at the Grand River Energy Center (GREC). Rather than spend money on temporary offices, GRDA has reconfigured space to allow for this move. Mr. Sullivan said most of the employees are currently out of the Vinita building as

the closing date draws nearer. He stated this process has went as smoothly as it could have, and plans are in place to move the remaining employees in the coming weeks.

Mr. Sullivan said the Government Finance Officers Association of the United States and Canada (GFOA) again awarded a Certificate of Achievement for Excellence in Financial Reporting to GRDA for its comprehensive annual financial report for the fiscal year ended December 31, 2018. He congratulated CFO Lorie Gudde and all of the Finance Department staff. Mr. Sullivan explained, in order to be awarded this Certificate of Achievement, a governmental agency must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. He said this was the 19th consecutive year GRDA has achieved this prestigious award, and expressed how much he appreciates the work they have done as well as their commitment to excellence.

Mr. Sullivan told the Board GRDA's Travis Hinshaw officially completed his journey in the the GRDA POWER Program on February 11, 2020. He said he presented Mr. Hinshaw with a GRDA POWER Program shirt on Tuesday to commemorate this. Cameron Philpott has been selected as the next POWER Program candidate and will begin February 24, 2020. Mr. Sullivan said this program is about a 4-month long process. He stated leadership continues to gain feedback to make the program more meaningful as it moves forward.

Mr. Sullivan explained he and the staff wish to begin providing some additional data as to GRDA's Demand and Energy for Load Following each month. He showed a chart comparing this information for January 2020 as compared to January 2019 for only Full Requirements Customers. Mr. Sullivan explained the differences between these figures for Retail-Industrial, Retail-Commercial and Wholesale-Municipal customer classes. He asked if there is any other data that the Board would like to see. The Board did not ask

for anything additional, but Director Elam thanked him for adding this information into his progress report.

Mr. Sullivan explained that as a result of a reliability improvement analysis, the GREC 3 Auxiliary Boiler controls will receive upgrades during the week of February 24, 2020. He said the upgrade will provide improved start-up reliability by providing redundant processors and an additional Human Machine Interface (HMI), and showed a snapshot of the screen seen in the control room.

Mr. Sullivan provided an update for the Board on the GREC Unit 2 Turbine schedule. He included ship dates from Siemens Energy on the LP-2 Rotor, LP Inner Cylinder Base Half, LP Inner Cylinder Cover Half, and Flow Guide; and ship dates from General Electric (GE) on the LP-1 Rotor, and said the estimated return to service date is April 16, 2020. Director Lewandowski asked if this is on-schedule. Mr. Sullivan confirmed this. Director Elam asked where the process is on installing alarms on the GREC Unit 2 system to prevent further issues. Mr. Sullivan said Mr. Ladd has completely updated and reworked GRDA's processes and procedures related to this. He also said all of the operators are able to take advantage of the time they have right now to gain training, making certain they are up-to-date on all changes. Mr. Ladd stated there have been some additional automated trips installed specifically for this purpose, and they are currently in place.

Mr. Sullivan said he and Nathan Reese have recently returned from an LPPC CEO Meeting where he was honored to be elected as Chairman, serving for the next 2 years. He stated GRDA is very happy to continue to be able to participate in this great organization, and that he is grateful for this opportunity.

4. New Business

4.i. Consideration, Discussion and Possible Approval of Contract #42944 – Grand Lake Watershed Technical Services

Dr. Townsend said this is a culmination of the last 6 years of modeling work associated with the data collection at Grand Lake. Their goal is to be able to use the data to implement management to improve water quality. He showed a map, graphs and a photograph of the Grand Lake Watershed, and said it covers about 10,000 square miles. Dr. Townsend stated they have collected data from fellow resource agencies in Oklahoma as well as in neighboring states related to issues within the watershed, and look forward to beginning to implement management practices driven by what was discovered in this modeling project. Dr. Townsend showed a graph illustrating the tributary load contribution of nitrogen and phosphorus for the Neosho River, Spring River, Elk River, tributaries to Grand Lake, and Grand Lake sub-basins. He said this is the kind of data that directs us to certain issues within the watershed. Dr. Townsend presented a slide showing the BMP nutrient reduction potential related to nitrogen and phosphorus within the watershed, and explained the figures. He said the Oklahoma Department of Environmental Quality (ODEQ) is expected to implement new regulations regarding whether the percolation test will continue to be accepted or not. He explained why this was causing a problem, and said the new test would be a soil profile. Dr. Townsend showed the cost-benefit ratios related to nitrogen and phosphorus and the increasing management costs and daily load reduction potential in the watershed, as well as explaining the graph. He said this ties in with the work completed on the Illinois River by Mr. Fite over the years, and that it will allow GRDA to provide individual "Recommended Prescriptions" for property owners around the lake. Dr. Townsend showed an aerial map of an area in the back of Horse Creek on Grand Lake, and stated GRDA is close to finalizing conservation easements for almost 2 miles of stream bank there. He pointed out important parts of the map for the directors and said use of this data could help GRDA to work with cities on funding opportunities for projects that will be important down the road related to waste water and

municipal improvements in key areas. Dr. Townsend stated he and the staff are seeking approval for a contract to develop this watershed management tool to predict water quality improvements in a timely and beneficial manner. He told the Board GRDA would eventually be able to share this data with other municipalities in the watershed to at least provide them options on any improvements that could be made to improve water quality. They intend to update and improve this management tool over the next 5 years, and they are very excited about this long-term program to improve water quality. Dr. Townsend stated he expects to be able to show at least a 10 percent reduction in nutrient load within these areas, and hopes the neighboring states will do the same. He said this project is included in the budget.

Director Lewandowski asked if the conservation easement restricts use of the property. Dr. Townsend confirmed this. He stated these are 30-year leases. Director Lewandowski asked who pays for the lease. Mr. Fite said the majority is paid with federal grant money and explained what the benefit is to GRDA and the community as a whole. Dr. Townsend said one of the advantages of this new system is to tailor the prescriptions to the individual producers and make the program better for everyone. Previously, he explained that the producers were not interested in meeting the strict regulations and best management practices that came with the federal dollars they would receive because the recommendations generally did not complement the producers management goals.

Director Kimball asked how the producers are monitored. Dr. Townsend said it would be up to GRDA to monitor these and do periodic inspections, as well as managing any issues that arise. This ensures the property is serving its purpose going forward. Dr. Townsend stated the producers have the option to change their mind at a later date and remove themselves from the program by reimbursing GRDA for the remaining time on the lease, and with 30-day notice.

Director Lewandowski asked if the tool will be able to focus and prioritize hot spots throughout the watershed. Dr. Townsend confirmed this.

Director Meyers asked if the soil conservation districts are involved in this. Dr. Townsend confirmed they are involved, especially on the agriculture portion of the project.

Director Elam asked if the staff had investigated acquiring some federal funding to offset the cost of this project. Dr. Townsend confirmed this and said the projects associated with the conservation easements are being funded with federal dollars.

Discussion ensued about septic systems and the different issues in the watershed and the ways landowners and residents can benefit and assist with the problems with this data as the basis. Dr. Townsend explained what the process would look like and said this modeling component is going to be a foundation for implementation and moving forward with the management practices.

Director Kimball expressed his concern regarding the benefit received around the lake and the GRDA customer communities that would have to pay for this, as well as the fact the Oklahoma legislature continues to ask GRDA for contributions. Mr. Sullivan said this project is one of many items that are being provided to the legislature as part of what GRDA contributes to the State of Oklahoma.

Director Elam stated there is also a responsibility to ensure the availability and quality of water GRDA has jurisdiction over, which becomes another conversation. Mr. Sullivan said a part of this is related to GRDA's license to operate and can produce a return on their investment.

Chair Richie asked if there was talk about installing a lake sewer system. Dr. Townsend said that a gentlemen at ODEQ had championed this before he retired, but was interested in specifically the newer developments and using smaller waste water treatment systems. He told the Board this could be quite costly, but has been discussed

as some communities around the lake have installed smaller facilities, such as Monkey Island's.

Director Sublett asked if Dr. Townsend and the staff felt that Parsons Transportation Group, Inc. could do the job and asked why they recommended this vendor. Dr. Townsend said this was originally a partnership between GRDA and the ODEQ, and Parsons originally developed this model for the ODEQ. He stated the ODEQ has used them quite regularly and the company works all over Texas doing this same type of thing.

Director Churchwell moved to approve Contract No. 42944 with Parsons Transportation Group, Inc. for development of a Watershed Management Tool to predict water quality improvements based on implementation of various best management practices, for an amount not to exceed \$1,260,000 over the next 5 years, seconded by Director Lewandowski, and voted upon as follows: Churchwell, Elam, Kimball, Lewandowski, Meyers, Richie, Sublett, yes. *Motion passed (7-yes, 0-no, 0-abstained).*

4.j. Other New Business

There was no other new business, but Chair Richie asked the Board and everyone present to please pray for Director Churchwell's wife who has been in the hospital for several weeks.

5. Reports

5.a. Board of Directors Committee Reports

1. Assets Committee:

- a) **Consideration, Discussion and Possible Approval of a Request by Curtis and Jamie Fleming for a License to Encroach for Property Located in Delaware County, Oklahoma.**
- b) **Consideration, Discussion and Possible Approval of a Request by Marsha J. Woodson Revocable Trust for a License to Encroach for Property Located in Delaware County, Oklahoma.**

- c) **Consideration, Discussion and Possible Approval of a Request by Robert Herbert III and Julie Elizabeth Tait for a License to Encroach for Property Located in Delaware County, Oklahoma.**
- d) **Consideration, Discussion and Possible Approval of a Request by Marsha Dene Conine Trust for a License to Encroach for Property Located in Craig County, Oklahoma.**
- e) **Consideration, Discussion and Possible Approval of a Request for an Assignment of a License to Encroach from Darin and Dana Lauer to Larry and Kim Morgan for Property Located in Mayes County, Oklahoma.**
- f) **Consideration, Discussion and Possible Approval of a Request by Water Trix, LLC for a Commercial Permit.**
- g) **Discussion of Rules Regarding Licenses to Encroach.**
- h) **Consideration, Discussion and Possible Approval to Purchase 259.67 Acres Located in Adair County from Langley Development, LLC.**
- i) **Consideration, Discussion and Possible Approval of 2019 GRDA-Scenic Rivers Operations New First-Time Commercial Flotation Device License.**

Regarding items a, Director Churchwell moved to approve a 30-year License to Encroach to Curtis and Jamie Fleming in Delaware County, Oklahoma, for the amount of \$100.00 per year, and was voted upon as follows: Churchwell, Elam, Kimball, Lewandowski, Meyers, Richie, Sublett, yes. *Motion passed (7-yes, 0-no, 0-abstained).*

Regarding items b, Director Churchwell moved to approve a 30-year License to Encroach to Marsha J. Woodson and Thomas E. Woodson, as Co-Trustees of the Marsha J. Woodson Revocable Trust dated September 24, 1997, in Delaware County, Oklahoma, for the amount of \$205.00 per year, and was voted upon as follows: Churchwell, Elam, Kimball, Lewandowski, Meyers, Richie, Sublett, yes. *Motion passed (7-yes, 0-no, 0-abstained).*

Regarding items c, Director Churchwell moved to approve a 30-year License to Encroach to Robert H. Tait, III, and Julie E. Tait, Co-Trustees of the Robert H. Tait, III, and Julie E. Tait Joint Revocable Trust U.T.A. May 25, 2011, in Delaware County, Oklahoma, for the amount of \$277.00 per year, and was voted upon as follows: Churchwell, Elam, Kimball, Lewandowski, Meyers, Richie, Sublett, yes. *Motion passed (7-yes, 0-no, 0-abstained).*

Regarding items d, Director Churchwell said this item has been tabled by the committee and requires no action today.

Regarding items e, Director Churchwell moved to approve the assignment of the 30-year License to Encroach from Darin D. Lauer and Dana L. Lauer to Larry and Kim Morgan in Mayes County, Oklahoma, for the amount of \$68.20 per year, and was voted upon as follows: Churchwell, Elam, Kimball, Lewandowski, Meyers, Richie, Sublett, yes. *Motion passed (7-yes, 0-no, 0-abstained).*

Regarding items f, Director Churchwell showed an aerial view of where this new watercraft rental business would be. He said Water Trix, LLC proposes to install 5 slips with 2 walkways, and a 24-foot by 28-foot office space. They have paid the \$2,500 application fee and have met GRDA's criteria, with a public hearing held on January 21, 2020, where no one attended and there were no written comments received.

Director Churchwell moved the commercial application for Water Trix, LLC be approved as submitted, and was voted upon as follows: Churchwell, Elam, Kimball, Lewandowski, Meyers, Richie, Sublett, yes. *Motion passed (7-yes, 0-no, 0-abstained).*

Regarding items g, Director Churchwell noted the Board received the changes to GRDA's rules related to licenses to encroach. He said this is considered to be the first reading, and the final changes will be brought to the Board for a vote at next month's Board of Directors Meeting. There is no action necessary on this item.

Mr. Sullivan called the Board's attention to an updated portion of the rules stating an appraisal from an Oklahoma licensed appraiser may be presented to the Board of Directors for review and approval of the fair market value of the encroachment per square foot or an Applicant may agree to a standard cost per square foot set by the Board, as well as the section stating the term of a license to encroach shall be at the sole discretion of the Board, but may not exceed a maximum of 99 years. GRDA will also allow those with a 30-year license to apply for the 99-year license.

Regarding items h, Director Churchwell asked Mr. Fite to explain a little more about this item.

Mr. Fite stated this request came about as a result of the GRDA Scenic Rivers Operations continued effort to obtain riparian protection conservation easements. GRDA requested a conservation easement from Langley Development, LLC who owns property located in the old lake bed of Lake Frances. The landowner asked if it would be possible to sell the property instead for the same price as offered for the conservation easement. GRDA staff began having conversations and Oklahoma Secretary of Energy and Environment Ken Wagner became involved and offered funding for the proposed purchase utilizing the Natural Resource Damage Assessment and Restoration Trust Fund. The area is the raw water supply for the City of Siloam Springs and the City also provides potable water to the towns of West Siloam Springs and Watts in Oklahoma. Mr. Fite presented a slide showing an ownership map of the piece of property. He said he believes the purchase would not only be a way to improve water quality, but would have other uses. Mr. Fite also explained GRDA would not be responsible for the cost of purchasing this any costs on this land purchase as it is conditioned on money being available through the Office of Secretary of Energy and Environment and final approval by the Office of Management and Enterprise Services of the State of Oklahoma.

Director Kimball confirmed GRDA's rate payers would not be paying for this purchase.

Director Churchwell moved to authorize the purchase of land from Langley Development, LLC comprising of 259.67 acres located in the old lake bed of Lake Frances, Adair County, Oklahoma, in the not-to-exceed amount of \$584,257.50 (\$2,250.00 per acre), subject to funding from the Office of Secretary of Energy and Environment, and final approval by Office of Management and Enterprise Services, and was voted upon as follows: Churchwell, Elam, Kimball, Lewandowski, Meyers, Richie, Sublett, yes. *Motion passed (7-yes, 0-no, 0-abstained).*

Regarding items i, Director Churchwell moved to authorize GRDA-Scenic Rivers Operations to issue 469 New/First-Time 2020 Commercial Flotation Device Licenses to: All

American Floats – 70 Licenses in Commercial Float Area 3; Diamondhead Resort – 2 Licenses in Commercial Float Area 2; Diamondhead Resort – 75 Licenses in Commercial Float Area 3; Echota Village – 30 Licenses in Commercial Float Area 3; Falcon Floats – 165 Licenses in Commercial Float Area 3; Sparrow Hawk Camp Recreation - 25 Licenses in Commercial Float Area 3; Town Branch Guest Ranch – 9 Licenses in Commercial Float Area 3; and War Eagle Resort – 93 Licenses in Commercial Float Area 3. The item was voted upon as follows: Churchwell, Elam, Kimball, Lewandowski, Meyers, Richie, Sublett, yes. *Motion passed (7-yes, 0-no, 0-abstained).*

2. Audit, Finance, Budget, Policy & Compliance Committee:

a) RFP 42926 – Bond Underwriting Services

Regarding item a, Director Lewandowski asked Mrs. Gudde to provide some information to the Board on this item.

Mrs. Gudde provided a chart illustrating the responding bidders to this request for proposal, and explained each. She said the proposals were evaluated based on the result of their proposed strategy and the cost of this issuance in conjunction with GRDA's experience working with this underwriter. Mrs. Gudde stated, with the staff's review, they recommended Citigroup to the committee. She told the Board GRDA has worked with them over the last decade very extensively, and they know GRDA's business. Mrs. Gudde said she was very impressed with some of Citigroup's factors they included in the proposal as things GRDA should be considering as well as things GRDA may have on the horizon. Citigroup proposes net present value savings in excess of \$14 million in refunding of \$192,000,000 to \$205,600,000. Their fee per \$1,000 of debt issued is very competitive as well.

Director Lewandowski moved to award contract 42926 for underwriting services to Citigroup Global Markets, Inc. as presented, and was voted upon as follows: Churchwell, Elam, Kimball, Lewandowski, Meyers, Richie, Sublett, yes. *Motion passed (7-yes, 0-no, 0-abstained).*

3. **Compensation & Marketing Committee:** Director Kimball had no report.
 4. **Fuel and Long-Range Planning Committee:** Director Meyers had no report.
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6. Executive Session:

- a. **Proposed Executive Session Pursuant to 25 O.S. § 307(B)(4) for the Purpose of Confidential Communications Between GRDA and Its Attorneys Concerning the Pending Investigation, Claim, or Action, related to Federal Energy Regulatory Commission Project No. 1494-348, Which GRDA has Determined, with the Advice of Its Attorneys, that Disclosure of Such Communication Would Seriously Impair the Ability of the GRDA to Process the Pending Investigation, Claim, or Action in the Public Interest.**

Director Elam moved to go into executive session at 11:51 a.m., seconded by Director Churchwell, and voted upon as follows: Churchwell, Elam, Kimball, Lewandowski, Meyers, Richie, Sublett, yes. *Motion passed (7-yes, 0-no, 0-abstained).*

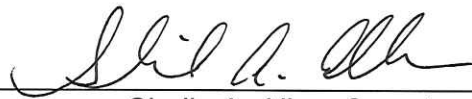
Director Kimball moved to return to regular session at 12:41 p.m., seconded by Director Churchwell, and voted upon as follows: Churchwell, Elam, Kimball, Lewandowski, Meyers, Richie, Sublett, yes. *Motion passed (7-yes, 0-no, 0-abstained).*

7. Action on Executive Session Items

- a. **Action, As Necessary, Concerning the Pending Investigation, Claim, or Action Related to Federal Energy Regulatory Commission Project No. 1494-348.**

Regarding item a, no action was needed on this item.

Director Meyers moved for adjournment at 12:42 p.m., seconded by Director Churchwell, and voted upon as follows: Churchwell, Elam, Kimball, Lewandowski, Meyers, Richie, Sublett, yes. *Motion passed (6-yes, 0-no, 0-abstained).*



Sheila A. Allen, Secretary

DATE APPROVED:

March 11, 2020
GRDA Board of Directors