

PUBLIC UTILITY DISTRICT NO. 1 OF CLALLAM COUNTY  
MINUTES OF THE REGULAR WEEKLY MEETING OF  
THE BOARD OF COMMISSIONERS  
January 18, 2010

The regular weekly meeting of the Board of Commissioners of Public Utility District No. 1 of Clallam County was held at the Port Angeles Office, 2431 East Highway 101, on the above date commencing at 1:30 p.m.

Commissioners Present: W.E. Purser, President; Hugh Haffner, Vice President; Hugh E. Simpson, Jr., Secretary

Staff Present: Doug Nass, General Manager; Joshua Bunch, Treasurer Controller; Jana Robbins, District Auditor; Nicole Clark, Executive Assistant; Jeff Beaman, Executive Communications Coordinator; Fred Mitchell, Power Supply & Utility Services Manager; Dennis Shaw, General Superintendent; Quimby Moon, Transmission and Substation Systems Manager

Others Present: Cindy Kelly

On motion of Commissioner Haffner, seconded by Commissioner Simpson and carried, the Commission approved the minutes of the January 11, 2010 regular weekly meeting.

Upon recommendation of staff and on motion of Commissioner Haffner, seconded by Commissioner Simpson and carried, the Commission authorized staff to call for bids for four (4) three-phase, 15kV power circuit breakers. (Bid No. 100802)

Upon recommendation of staff and on motion of Commissioner Simpson, seconded by Commissioner Haffner and carried, the Commission approved awarding the bid for thirty-one (31) self-supporting switchboard units to serve as SCADA relay panels to Electrical Power Products, Inc. in the amount of \$426,482.00. (Bid No. 090810)

Cindy Kelly reported on the Dungeness River Management Team meetings.

The meeting to discuss an adjustment to the boundaries of Commissioner Districts 2 and 3 will be held at the regular meeting on February 8.

A list of claim vouchers as certified by the General Manager and District Auditor was considered. On motion of Commissioner Simpson, seconded by Commissioner Haffner and carried, the Commission approved payment of claim vouchers in the amended amount of \$4,297,384.03 for January 18, 2010.

Commissioner Simpson reported that he attended the WPUA Association meetings. The current list of relevant legislative bills was reviewed. The communicators group put together a press release draft on the Prism study. The name of the study has been changed to Green Lights. The delegates from each PUD to WPUA have been assigned. There will be a celebration of life event for Jefferson PUD Commissioner Dana Roberts on Saturday, January 30 at 1:00 pm at the Erickson Building on the Jefferson County Fairgrounds in Port Townsend.

Commissioner Haffner reported that he attended the WPUA legislative reception.

Commissioner Purser reported that he was out of the country. He commented on the conservation efforts and power issues in some of the locations he visited.

Treasurer Controller Bunch presented an analysis of refunding the 2001 bonds. There are approximately \$6.4 million of outstanding 2001 bonds that can be refunded as of January 1, 2011. Currently the savings realized on a refunding would be below a threshold of 5%, however as the District approaches January 1, 2011 it will be prepared to take advantage of a refunding of the bonds if the savings are present.

Power Supply and Utility Services Manager Fred Mitchell provided an update on resources to meet future RPS requirements. Options include the Packwood hydroelectric project, Klickitat landfill gas project, Radar Ridge wind project, and two potential solar projects. The goal is to find the lowest cost to meet both the I-937 requirements and the District's load. Staff will return with a comparative analysis on the options. A work session could be scheduled in the near future.

Attendance at meetings was confirmed and approved.

The regular meeting recessed at 3:04 p.m. to go into executive session for real estate matters. The executive session adjourned at 3:39 p.m., and the regular meeting reconvened at that time.

There being no further business to come before the Commission, the meeting adjourned at 3:40 p.m. to meet again, Monday, January 25, 2010, at 1:30 p.m. in the Port Angeles office.