

PUBLIC UTILITY DISTRICT NO. 1 OF CLALLAM COUNTY  
MINUTES OF THE REGULAR WEEKLY MEETING OF  
THE BOARD OF COMMISSIONERS  
May 10, 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; Nicole Clark, Executive Assistant; Dennis Shaw, General Superintendent; Jeff Beaman, Executive Communications Coordinator; Tom Martin, Water & Wastewater Systems Assistant Superintendent; Mike Hill, Civil Engineer; Judi Chapman, Human Resources Manager; Fred Mitchell, Power Supply & Utility Services Manager

Others Present: Teri Martin; Cindy Kelly; Linda Wyman

On motion of Commissioner Haffner, seconded by Commissioner Simpson and carried, the Commission approved the minutes of the May 3, 2010 regular weekly meeting.

On motion of Commissioner Simpson seconded by Commissioner Haffner and carried, the Commission approved the minutes of the May 5, 2010 work session.

Human Resources Manager Judi Chapman introduced Aaron Petroff, the new CSR in the Sequim office.

Upon recommendation of staff, and on motion of Commissioner Haffner, seconded by Commissioner Simpson and carried, the Commission accepted Contract No.090807 with Drury Construction Company, Inc. as complete in the amount of \$1,436,353.57.

Upon recommendation of staff, and on motion of Commissioner Simpson, seconded by Commissioner Haffner and carried, the Commission adopted the Interim Capital Improvement Plan in order that the District may apply for a Public Works Trust Fund Construction Loan

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 nine 167 kVa single phase voltage regulators, nine 333 kVa single phase voltage regulators, and twelve 500 kVa single phase voltage regulators. (Bid No. 100807)

Upon recommendation of staff, and on motion of Commissioner Haffner, seconded by Commissioner Simpson and carried, the Commission Adopt Resolution 1922-10 appointing the District Auditor as the agent to receive claims for damage made against the District.

A list of claim vouchers as certified by the General Manager and Acting District Auditor were considered. On motion of Commissioner Simpson seconded by Commissioner Haffner and carried, the Commission approved payment of claim vouchers in the amount of \$1,197,450.94 for May 10, 2010. There were 41 conservation rebates, totaling \$12,405.40.

All three Commissioners reported that they attended the joint Crescent Water System Board and PUD Commissioner work session and also the Irrigation Festival parade.

Power Supply and Utility Services Manager Fred Mitchell reported on attending the Radar Ridge participants meeting. A conference call is scheduled for Wednesday the 12<sup>th</sup> for the participants to take action on the amended budget. It is the District's intent to abstain from the vote but not withdraw from the project at this point. The Commissioners agreed with continuing participation at this time, with the understanding that the amended project development budget would bring the District's total development cost to \$598,730 through September of 2011.

Mr. Mitchell also reported on a meeting that he and General Manager Nass attended with representatives from Nippon Paper. Permitting is on track and project construction is expected to begin in 2010 with startup occurring in mid-2012.

A work session was scheduled for Tuesday, May 18 at 9:00 am to discuss future resources and the District's plan for meeting I-937 requirements.

The regular meeting recessed at 2:31 p.m. to go into executive session for personnel matters. The executive session adjourned at 3:39 p.m., and the regular meeting reconvened at that time.

Attendance at meetings was approved.

There being no further business to come before the Commission, the meeting adjourned at 3:40 p.m. to meet again, Monday, May 17, 2010, at 1:30 p.m. in the Port Angeles office.