

PUBLIC UTILITY DISTRICT NO. 1 OF CLALLAM COUNTY
MINUTES OF THE REGULAR WEEKLY MEETING OF
THE BOARD OF COMMISSIONERS
May 3, 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; John Purvis, Distribution Systems Manager; Fred Mitchell, Power Supply & Utility Services Manager; Larry Morris, Support Services & Safety Manager

Others Present: Cindy Kelly; Pete Duncan

On motion of Commissioner Haffner, seconded by Commissioner Simpson and carried, the Commission approved the minutes of the April 26, 2010 regular weekly meeting.

Upon recommendation of staff, and on motion of Commissioner Simpson, seconded by Commissioner Haffner and carried, the Commission awarded the bid for janitorial services for the Port Angeles, Carlsborg, and Sequim offices to Mrs. Clean in the amount of \$6,868.75 per month, for a total of \$82,425 per year. (Bid No. 101003)

Upon recommendation of staff, and on motion of Commissioner Haffner, seconded by Commissioner Simpson and carried, the Commission approved Change Order #1 to Task Order # 3 of Contract #090307 with Power Engineers, Inc., increasing the not-to-exceed amount to \$569,105.

Pete Duncan commented that he is part of a new company developing a wireless mesh network that would span from fiber systems to end users. They are in the process of putting together a partnership with some public-private partnerships and would like the opportunity to discuss possibilities with the District in the future.

General Manager Nass reminded those present of the joint work session on Wednesday May 5 at 9:00 am with the Crescent Water System regarding the WRIA 19 plan.

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 \$169,300.57 for May 3, 2010. There were 74 conservation rebates, totaling \$20,550.

Commissioner Simpson reported that he attended the Port Angeles Business Association meeting and the District All Employee Meeting. He had a conference call with the WPUA Energy Committee on the Prizm study.

Commissioner Haffner reported that he attended a forum with the president of Washington State University. He also attended a PURMS meeting.

Commissioner Purser reported that he also attended the All Employee Meeting. He also attended an Executive Board Meeting with Energy Northwest.

Distribution Systems Manager John Purvis gave a presentation on the current status and future plans for the undergrounding of certain District services. The overview included how the District determines cost benefit analysis, new projects, capital projects, small projects, and a look forward to trends.

Power Supply and Utility Services Manager Fred Mitchell reported that the next Radar Ridge participant's meeting would be held on May 5. He presented information on the modeling that staff is using to assess the different scenarios for meeting I-937 requirements. Commissioner Haffner asked that a financial risk analysis also be included. Utility Services staff is continuing to work with the data. Mr. Mitchell intends to abstain from the vote in the amended budget at the meeting while the District considers continuing participation, and the Commissioners concurred.

Executive Communications Coordinator Jeff Beaman provided the results of the residential customer survey. The research firm's conclusion included that the District provides overall excellent service, higher than utility norms. It was also concluded that there is opportunity for more education, and there is a major push needed for more awareness of the implications of renewables requirements and opportunities for conservation rebates.

Attendance at meetings was approved.

There being no further business to come before the Commission, the meeting adjourned at 3:49 p.m. to meet again, Monday, May 10, 2010, at 1:30 p.m. in the Port Angeles office.