

PUBLIC UTILITY DISTRICT NO. 1 OF CLALLAM COUNTY
MINUTES OF THE REGULAR WEEKLY MEETING OF
THE BOARD OF COMMISSIONERS
October 19, 2009

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; Dennis Shaw, General Superintendent; Jeff Beaman, Executive Communications Coordinator

Others Present: Bart Irwin; Teri Martin

On motion of Commissioner Simpson seconded by Commissioner Purser and carried, the Commission approved the minutes of the October 12, 2009 regular weekly meeting.

Bart Irwin presented an update and information about the Port Angeles Harbor-Works Public Development Authority, which was formed to acquire control of the former Rayonier mill site, clean it up and try to put it back into an active use state. Public Development Authorities are usually formed for unique properties such as Pike Place Market, or for properties that need to be cleaned up. The Port Angeles Harbor-Public Works Public Development Authority is unique in that it is a joint venture between the City of Port Angeles and the Port of Port Angeles. Rayonier currently owns the property and is responsible for the clean up costs. The Public Development Authority has hired experts in the area sufficient to make a determination of whether appropriate cleanup has been accomplished. There are many issues that challenge development of the site. The primary issue has come down to whether the property will have value after the cleanup, the extent of which is controlled by the property's potential use.

Treasurer Controller Bunch presented delinquent accounts. Upon recommendation of staff and on motion of Commissioner Haffner, seconded by Commissioner Simpson and carried, the Commission approved removal of delinquent accounts from the active accounts receivable in the amount of \$4,859.69 including a collection fee of \$1,084.66 for the month ending September 30, 2009.

The Budget work sessions will be held on Monday, October 26 and Thursday, October 29 from 10:00 am to 1:00 pm.

A list of claim vouchers as certified by the General Manager and District Auditor were considered. On motion of Commissioner Haffner seconded by Commissioner Simpson and carried, the Commission approved payment of claim vouchers in the amended amount of \$589,102.16 for October 19, 2009. There were 362 conservation rebates totaling \$123,039.53 for the month of September and October to date.

Commissioner Simpson reported that the Port Angeles Business Association held a Safe Community Appreciation Day which was well attended.

Commissioner Simpson also attended the Washington PUD Association (WPUDA) October meetings. A presentation was made on how best to market the PRISM study and a suggested assessment of the WPUDA member utilities for marketing. The Budget committee met and will propose a 1 percent increase in dues. There was a discussion of the proposal to reorganize the WPUDA committees in order to reduce duplication of debate and to clarify the roles of the Board and Committees. The Washington Department of Community, Trade and Economic Development is now the Department of Commerce and is the agency overseeing I-937.

General Manager Nass reported that he will be attending a meeting on the Radar Ridge wind project this week. They are looking for indication from the partners on whether they plan to move forward on the project or not. Soon, the Bonneville Power Administration will be requiring funds to purchase the transformer. Another alternative is to shift the timeline and postpone the project. General Manager Nass expects to support the postponement due to the many existing critical issues that should be clarified over the next year. The Commissioners agreed.

Attendance at meetings was confirmed and approved.

There being no further business to come before the Commission, the meeting adjourned at 3:46 p.m. to meet again, Monday, October 26, 2009, at 1:30 p.m. in the Port Angeles office.