

PUBLIC UTILITY DISTRICT NO. 1 OF CLALLAM COUNTY
MINUTES OF THE REGULAR WEEKLY MEETING OF
THE BOARD OF COMMISSIONERS
MAY 5, 2008

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 were: Hugh Haffner, President; Hugh E. Simpson, Jr., Vice President; and W.E. Purser, Secretary.

Staff present were: Doug Nass, General Manager; Joshua Bunch, Treasurer Controller; Jana Robbins, District Auditor; Fred Mitchell, Power Resources & Utility Services Manager; Quimby Moon, Transmission and Substation Systems Manager; Larry Morris, Support Services and Safety Manager; and Carol Biss, Executive Assistant.

Others present were: Cindy Kelly, Teri Martin, Patti Morris, Lloyd Petersen, and Linda Rotmark.

On motion of Commissioner Purser, seconded by Commissioner Simpson and carried, the Commission approved the minutes of the April 28, 2008 regular weekly meeting.

Linda Rotmark, Executive Director of the Clallam County Economic Development Council (EDC), presented an update on the Council's activities. She compared the traditional model for economic development used since 1985 to the innovation/entrepreneurship model that the Council is using beginning in 2008, and talked about merging the elements of the traditional model with those in the new model. She reported on efforts to bring scientific research from Pacific Northwest National Laboratories and Battelle's Sequim Marine Research Operations to market. She also reported on ways that utilizing Washington Manufacturing Service could assist business growth.

Upon recommendation of staff and on motion of Commissioner Purser, seconded by Commissioner Simpson and carried, the Commission authorized staff to call for bids for pickup and disposal of non-PCB electrical equipment, oil, and oily water. (Bid Number 080808)

Upon recommendation of staff and on motion of Commissioner Simpson, seconded by Commissioner Purser and carried, the Commission approved as complete Contract Number 070802 with Valley Freightliner for a Freightliner truck in the amount of \$227,130.93, including Washington State sales tax.

Upon recommendation of staff and on motion of Commissioner Purser, seconded by Commissioner Simpson and carried, the Commission approved as complete Contract Number 080804 with Sunset Wire Rope Company for a mini-excavator in the amount of \$46,673.76, including Washington State sales tax.

Upon recommendation of staff and on motion of Commissioner Simpson, seconded by Commissioner Purser and carried, the Commission adopted Resolution 1868-08 amending the Schedule of Deposits and Charges. The amendment removes the energy production meter installation charges.

Upon recommendation of staff and on motion of Commissioner Simpson, seconded by Commissioner Purser and carried, the Commission adopted Resolution 1869-08 authorizing the use of a District vehicle by employees in the Apprenticeship Program for travel to and from Related Supplemental Instruction.

There will be a Water Rights Seminar on May 9 at The Orchards on Fourteenth in Port Angeles from 9 a.m. to 4 p.m.

A list of claim vouchers as certified by the General Manager and District Auditor was considered. On motion of Commissioner Purser, seconded by Commissioner Simpson and carried, the Commission approved payment of claim vouchers in the amount of \$317,687.17 for May 5, 2008. District Auditor Robbins reported that the vouchers included 43 rebates for conservation programs totaling \$24,660.

Commissioner Purser reported on a Sequim Dungeness Chamber of Commerce meeting, Commissioner Simpson reported on a Port Angeles Business Association meeting, and Commissioner Haffner reported on a dinner meeting sponsored by the Washington Utilities Coordination Council.

General Manager Nass and Treasurer Controller Bunch reported on customer comments following the electric rate increase. Mr. Bunch said that about a dozen customers have written or called and their questions and comments fell into the following categories: the increase to the daily charge as opposed to the energy charge, increase in green power rates, and the impact on large power customers.

Mr. Nass updated the Commissioners on the staff's work on the Strategic Plan and said the Commissioners would receive a preliminary draft in the near future. One of the new sections to be added is Core Values.

Attendance at meetings was approved.

There being no further business to come before the Commission, the meeting adjourned at 3:02 p.m. to meet again, Monday, May 12, 2008, at 1:30 p.m. in the Port Angeles office.