

PUBLIC UTILITY DISTRICT NO. 1 OF CLALLAM COUNTY
MINUTES OF THE REGULAR WEEKLY MEETING OF
THE BOARD OF COMMISSIONERS
NOVEMBER 20, 2006

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

Staff present were: Doug Nass, General Manager; Joshua Bunch, Treasurer Controller; Ken Foster, District Auditor; Larry Morris, Operations Facilities Superintendent; Quimby Moon, Transmission, Substation & SCADA Systems Manager; Fred Mitchell, Power Resources & Telecommunications Manager; and Carol Biss, Executive Assistant.

Others present were: Ariel Hansen, Eloise Kailin, Cindy Kelly, Teri Martin, Michael McInnes, Lee Roarke, and Raema Roarke.

On motion of Commissioner Purser, seconded by Commissioner Haffner and carried, the Commission approved the minutes of the November 13, 2006 regular weekly meeting as submitted.

Telecommunications and Power Resources Manager Mitchell reviewed draft customer handouts for the District's proposed Meter Base Surge Protection Program and discussed procedures for customers who sign up for the Program. District Auditor Foster said that the Public Utility Risk Management Services' attorney recommended revisions to the text and additional disclosure information, which staff will incorporate into the final draft. Staff will revise the information for customers and bring it to the Commission at a later meeting.

Transmission, Substation and SCADA Systems Manager Moon for their work in round-the-clock dispatching during last week's storm. He said that Mr. Moon reported on the storm-related outages in more detail, describing the transmission and distribution lines that affected various areas beginning Wednesday, November 15 through Sunday, November 19. At one time, an estimated 12,000 customers were without power. Power was restored to all customers by the evening of November 19. General Manager Nass expressed appreciation for all of the people who participated in the extra effort required for an extended period of time, including Quimby Moon, Larry Morris, Celia Thompson, Ann Reed, Stacie Hayden, Susie Sanders, Mike Hill, Brad Teel, Tricia Barrett, all of the District's linemen, as well as crews from Grant, Benton, Franklin, and Chelan PUDs and the City of Port Angeles.

Mr. Nass reported that there will be a Northwest Open Access Network Commissioner Workshop on December 6, 2006 at the Seattle Marriott SeaTac Airport beginning at 2 p.m.

A list of claim vouchers as certified by the General Manager and District Auditor was considered. On motion of Commissioner Haffner, seconded by Commissioner Purser and carried, the Commission approved payment of claim vouchers in the amount of \$322,697.70 for November 20, 2006. District Auditor Foster reported that the claim vouchers included 21 rebates for conservation programs totaling \$4,439.72.

Commissioner Haffner reported on a Clallam County Economic Development Council meeting at which there was a discussion about recommendations from the Harbor Review Plan Task Force.

Commissioner Purser reported on a discussion he had with Port of Port Angeles Commissioner John Calhoun about the Forks Biomass project. They are still looking for funding.

Commissioner Simpson reported on Washington PUD Association meetings last week, including the Commissioners Roundtable. The WPUDA Board passed the 2007 budget after discussing the proposed Energy Services Director position. Board officers were nominated and will be voted on at the WPUDA Annual Meeting in December. He also reported on a Participants Review Board meeting at which officers were nominated.

Treasurer Controller Bunch presented the Treasurer's Report for October 2006. Interest for the month totaled \$53,377.58, cash totaled \$1,352.26, and the total amount invested was \$23,325,940.57.

Attendance at meetings was approved.

There being no further business to come before the Commission, the meeting adjourned at 3:05 p.m. to meet again Monday, November 27, 2006, at 1:30 p.m. in the Port Angeles office.