

PUBLIC UTILITY DISTRICT NO. 1 OF CLALLAM COUNTY
MINUTES OF THE REGULAR WEEKLY MEETING OF
THE BOARD OF COMMISSIONERS
AUGUST 18, 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; Roger Hosto, Operations Manager; Ken Haman, Operations Superintendent; Larry Morris, Support Services and Safety Manager; and Carol Biss, Executive Assistant.

Others present were: Bob Jensen, Cindy Kelly, and Teri Martin.

On motion of Commissioner Purser, seconded by Commissioner Simpson and carried, the Commission approved the minutes of the August 11, 2008 regular weekly meeting.

Commissioners and staff discussed proposed changes to the Electric Service Regulations. Staff will develop a cover letter to customers for the Regulations. Upon recommendation of staff and on motion of Commissioner Purser, seconded by Commissioner Simpson and carried, the Commission adopted Resolution 1877-08, amending the Electric Service Regulations.

Upon recommendation of staff and on motion of Commissioner Simpson, seconded by Commissioner Purser and carried, the Commission awarded Bid No. 080805 for a utility line truck to Terex Utilities in the amount of \$288,323 plus Washington State sales tax.

Upon recommendation of staff and on motion of Commissioner Purser seconded by Commissioner Simpson and carried, the Commission adopted Resolution 1878-08, authorizing the execution of a Fourth Repayment Agreement relating to a line of credit for Northwest Open Access Network.

Upon recommendation of staff and on motion of Commissioner Purser, seconded by Commissioner Simpson and carried, the Commission adopted Resolution 1879-08 establishing compensation for the District Treasurer Controller.

Upon recommendation of staff and on motion of Commissioner Purser, seconded by Commissioner Simpson and carried, the Commission approved removal of delinquent accounts from the active accounts receivable in the amount of \$8,798.90, including a collection fee.

Ms. Teri Martin said there is a Clallam County Economic Development Council Board meeting on August 21 at 8:30 a.m. at the Clallam Transit Center.

The Commissioners reviewed and approved a letter to Admiral Frank Bowman of the Nuclear Energy Institute, urging the Institute to include public power financing considerations in its requests to the Department of Energy loan guarantees and parity treatment with tax incentives for development of future nuclear power generation facilities.

The Commissioners will hold a work session tomorrow, August 19, beginning at 10 a.m. to discuss Bonneville Power Administration products. The meeting will be held at the District's Port Angeles office.

The Commissioners will not meet on Monday, September 1, due to the Labor Day Holiday. They canceled the regular weekly meeting for September 2, 2008.

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 \$1,864,266.29 for August 18, 2008. District Auditor Robbins reported that the vouchers included 79 rebates for conservation programs totaling \$25,573.82.

Commissioner Purser reported on an interview with consultants Amanda Cronin and Bruce Elward, from the Washington Water Trust. They are working as consultants for the Department of Ecology and interviewing members of the Dungeness River Executive Committee about the impact of water exchange on the watershed. Some of the questions focused on the proposed Carlsborg sewer project and the buildout of the LUD. When the Executive Committee met last Friday, the consultants gave a synopsis of their interviews. Commissioner Purser also reported on a Sequim Chamber of Commerce meeting. He suggested that staff follow up with the Port's Executive Director regarding the Carlsborg sewer project study.

Commissioner Simpson reported on a Port Angeles Regional Chamber of Commerce meeting where Port Angeles City Manager Mark Madsen made a presentation. He stressed cooperation throughout the community.

Commissioner Haffner reported on the Clallam County Fair and a forum for candidates running for one of the County Commissioner positions.

General Manager Nass reported that the Carlsborg Urban Growth Area was one of the items on the agenda at a Clallam County planning meeting last week. He was asked about the feasibility study for a sewer and water reuse system in Carlsborg and the LUD (local utility district) process.

Attendance at meetings was approved.

The regular meeting recessed at 2:59 p.m. to go into executive session for personnel matters. The executive session adjourned at 3:35 p.m., and the regular meeting reconvened at that time. There being no further business to come before the Commission, the meeting adjourned at 3:36 p.m. to meet again, Monday, August 25, 2008, at 1:30 p.m. in the Port Angeles office.