

PUBLIC UTILITY DISTRICT NO. 1 OF CLALLAM COUNTY
MINUTES OF SPECIAL MEETINGS OF
THE BOARD OF COMMISSIONERS
DECEMBER 21, 2006

A special 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 2 p.m.

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

Staff present were: Mike Kitz, Acting General Manager; Ken Foster, District Auditor; Joshua Bunch, Treasurer Controller; Fred Mitchell, Power Resources and Telecommunications Manager.

Upon recommendation of staff and on motion of Commissioner Purser, seconded by Commissioner Haffner and carried, the Commission accepted Bid No. 060812 from WEG-Voltran for a power transformer for the Johnson Creek Substation in the amount of \$994,740 plus Washington State sales tax.

Upon recommendation of staff and on motion of Commissioner Haffner, seconded by Commissioner Purser and carried, the Commission adopted Resolution 1827-06 amending the Electric Operating Budget for 2007. In the revised budget, the total funding sources for the Electric Department were \$67,560,055 and total expenditures were \$57,592,716.

Telecommunications and Power Resources Manager Mitchell reported on a proposed settlement for the Bonneville Power Administration 2008-2009 Transmission Rate Case. Upon recommendation of staff and on motion of Commissioner Haffner, seconded by Commissioner Purser and carried, the Commission authorized Terry Mundorf, through the Western Public Agencies Group, to sign the settlement documents on behalf of the District.

The Commissioners said that they received positive comments overall from customers who expressed appreciation for the work of the District's crews during and after the storms. The Commissioners noted that a picture of linemen raising a utility pole, which was published in the December 20 issue of the Peninsula Daily News, was a tribute to the crews' extra efforts over the past weeks.

There being no further business to come before the Commission, the special meeting adjourned at 2:22 p.m.