

PUBLIC UTILITY DISTRICT NO. 1 OF CLALLAM COUNTY
MINUTES OF THE REGULAR WEEKLY MEETING OF
THE BOARD OF COMMISSIONERS
APRIL 7, 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 and Utility Services Manager; Judi Chapman, Human Resources Manager; and Carol Biss, Executive Assistant.

Others present were: Brian Gawley, Cindi Kelly, and Patti Morris.

On motion of Commissioner Purser, seconded by Commissioner Simpson and carried, the Commission approved the minutes of the March 31, 2008 regular weekly meeting.

Upon recommendation of staff and on motion of Commissioner Simpson, seconded by Commissioner Purser and carried, the Commission adopted Resolution 1863-08 making application for membership in Energy Northwest.

On motion of Commissioner Purser, seconded by Commissioner Simpson and carried, the Commission approved adding Energy Northwest to the list of Committee and Organization Memberships 2008. Commissioner Purser was appointed as the District's delegate to Energy Northwest and General Manager Nass as the alternate.

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 \$ 106,047.78 for April 7, 2008. District Auditor Robbins reported that the vouchers included 81 rebates for conservation programs totaling \$23,087.65.

Commissioner Purser reported on comments from a few customers who contacted him and said they would have preferred an increase to the energy portion of the bill rather than on the daily charge. Some of the comments came from customers with multiple meters and some from customers who wanted to promote conservation efforts. He said that the District may get feedback from customers as bills continue to go out this month. Staff and Commissioners discussed the importance of designing rates correctly and tracking variable and fixed costs.

Commissioner Simpson reported on a Port Angeles Business Association meeting. He discussed Washington PUD Association has scheduled a conference call tomorrow to discuss a letter regarding the Residential Exchange. Commissioner Simpson reported on the work session the Commissioners had this morning. The District's Health Committee presented information on a Healthcare Plan for retirees. Staff presented proposed changes to the Schedule of Deposits and Charges and Electric Line Extension Unit Prices.

Commissioner Haffner reported on a bond rating presentation to Moody's and thanked staff for their work on the presentation.

Attendance at meetings was confirmed and approved.

There being no further business to come before the Commission, the meeting adjourned at 2:19 p.m. to meet again, Monday, April 14, 2008, at 1:30 p.m. in the Port Angeles office.