

PUBLIC UTILITY DISTRICT NO. 1 OF CLALLAM COUNTY
MINUTES OF THE REGULAR WEEKLY MEETING OF
THE BOARD OF COMMISSIONERS
May 12, 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; Jana Robbins, District Auditor; Joshua Bunch, Treasurer Controller; Steve Schopfer, Information Systems Manager; Larry Morris, Support Services and Safety Manager; and Carol Biss, Executive Assistant.

Others present were: Tyler Ahlgren, Catherine Jensen-Grey, Cindy Kelly, and Teri Martin.

On motion of Commissioner Purser, seconded by Commissioner Simpson and carried, the Commission approved the minutes of the May 5, 2008 regular weekly meeting.

The Commissioners discussed a draft resolution declaring Freightliner as a sole source supplier. On motion of Commissioner Purser, seconded by Commissioner Simpson and carried, the Commission tabled action on a proposed sole source resolution for Freightline, pending further review. On motion of Commissioner Simpson, seconded by Commissioner Purser and carried, the Commission tabled action on a proposed sole source resolution for manlifts and digger derricks, pending further review. Staff will obtain additional information on both of these items and review with legal counsel to determine a course of action.

Upon recommendation of staff and on motion of Commissioner Purser, seconded by Commissioner Simpson and carried, the Commission approved Hot Rod Construction, Inc. as prequalified to perform work for the District in 2008.

Mr. Tyler Ahlgren was present to talk about technologies that utilize wastewater synthetic gases as a resource for energy through the Plasco Energy Conversion System. He provided information about the processes at the Plasco Energy Group's demonstration plant, which converts municipal landfill waste into electricity.

Ms. Catherine Jensen-Grey was present to discuss access to property she owns near the District's Monroe Substation. General Manager Nass said that the District sent letters to property owners adjacent to the Substation property, giving them 90 days to remove items from the District's easement because of safety concerns.

The Commissioners received a letter from Steve Wright, Administrator of Bonneville Power Administration, outlining a schedule for completing 20-year power contracts. He proposed that contract negotiations be completed by mid-July and a final version be completed by August 2008, and he urged public utility customers to sign the contracts by the end of the year.

The District received an invitation to attend a presentation about Energy Northwest's proposed wind project on June 6 at 10 a.m. at the Cowlitz PUD auditorium.

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 \$531,804.81 for May 12, 2008. District Auditor Robbins reported that the vouchers included 30 rebates for conservation programs totaling \$13,634.97.

Commissioner Purser reported that there was an update on the NASA Solutions Network project at a North Olympic Peninsula Resource Conservation and Development Council meeting. He also discussed the 2008 Clallam County Water Rights Seminar and noted that, according to the information presented at the seminar, a water right is based on the beneficial use of a reasonably necessary quantity of water.

Commissioner Haffner reported on the District's participation in the Sequim Irrigation Parade.

The Commissioners will not meet on Monday, May 26, 2008 due to the Memorial Day Holiday. They canceled the May 27, 2008 regular weekly meeting.

Information Technology Manager Schopfer discussed options for reducing spam mail sent to the Commissioners and asked the Commissioners to contact him about their individual preferences.

Attendance at meetings was confirmed and approved.

The regular meeting recessed at 3:30 p.m. to go into executive session for personnel matters. The executive session adjourned at 4:26 p.m., and the regular meeting reconvened at that time. There being no further business to come before the Commission, the meeting adjourned at 4:27 p.m. to meet again, Monday, June 2, 2008, at 1:30 p.m. in the Port Angeles office.