

PRE-AGENDA
FOR THE REGULAR MEETING OF
CLALLAM COUNTY PUBLIC UTILITY DISTRICT #1
BOARD OF COMMISSIONERS
DECEMBER 12, 2022 AT 1:30 PM
THIS IS A HYBRID MEETING

Join Zoom Meeting: <https://clallampud-net.zoom.us/j/86478618407?pwd=YXpYQkIRUWNNWjZQbFFzbnozQmtFZz09>

Meeting ID: 864 7861 8407 | Passcode: 257898

One tap mobile: +12532158782,,86478618407#,,,,*257898# US (Tacoma)

Dial by your location: +1 253 215 8782 US (Tacoma)

- **Consent Agenda Items**

The Commissioners will consider approving Consent Agenda items.

- **RESOLUTION 2257-22 Authorizing the Execution of a Collective Bargaining Agreement**

Commissioners will consider approving Resolution 2257-22 Authorizing the Execution of a Collective Bargaining Agreement with IBEW Local 997.

Staff requests a motion, second, and a vote: to approve Resolution 2257-22 Authorizing the Execution of a Collective Bargaining Agreement with IBEW Local 997.

- **RESOLUTION 2258-22 Regarding Water Service Expansion Policy**

Commissioners will consider approving Resolution 2258-22 Authorizing the Execution of the First Interlocal Agreement Regarding Carlsborg Regional Water Supply by and between Clallam County Public Utility District No. 1 of Clallam County and Rescinding Resolution 2017-74.

Staff requests a motion, second, and a vote: to approve Resolution 2258-22 Authorizing the Execution of the First Interlocal Agreement Regarding Carlsborg Regional Water Supply by and between Clallam County Public Utility District No. 1 of Clallam County and Rescinding Resolution 2017-74

- **RESOLUTION 2259-22 Honoring Commissioner Will Purser**

Commissioners will consider approving Resolution 2259-22 Honoring Commissioner Will Purser.

Staff requests a motion, second, and a vote: to approve Resolution 2259-22 Honoring Commissioner Will Purser for his 21 years of service.

- **BPA Post-2028 Contract Discussion**

Commissioners and staff will discuss recent developments of the BPA post-2028 contract.

- **Executive Session**

The Commissioners will hold an executive session for the purpose of a discussion regarding cybersecurity pursuant to RCW 42.30.110 (1)(a)(ii).

The Commissioners will also consider the customary business matters associated with approval of payments, minutes of the previous meeting, reports from Commissioners and staff, comments from the public, and other items of information or general business. Items may be added to, or removed from, the agenda at the meeting.

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CLALLAM COUNTY PUBLIC UTILITY DISTRICT #1
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- 1. CALL TO ORDER**
- 2. COMMENTS FROM THE PUBLIC**
- 3. AGENDA REVISIONS**
- 4. APPROVAL OF CONSENT AGENDA**
 - A. Minutes of the November 28th regular meeting;
 - B. Claim vouchers for November 28 through December 5, 2022 for a total of \$979,258.59;
 - C. Payroll vouchers for the period of November 16 through November 30, 2022; and
 - D. Removal of delinquent accounts from active accounts receivable in the amount of \$2,911.66, including a 30% collection fee.
- 5. BUSINESS ITEMS**

A. Resolution 2257-22 Authorizing the Execution of a Collective Bargaining Agreement with IBEW Local 997	Sean Worthington
B. Resolution 2258-22 Regarding Water Service Expansion Policy	Bowen Kendrick
C. Resolution 2259-22 Honoring Commissioner Will Purser	Sean Worthington
D. BPA Post-2028 contract discussion	Commissioners, Staff
- 6. CORRESPONDENCE/COMMUNICATIONS**
- 7. COMMISSIONER REPORTS**
- 8. STAFF REPORTS**
- 9. BOARD ACTIONS FOR STAFF**
- 10. COMMENTS FROM THE PUBLIC**
- 11. EXECUTIVE SESSION**

The Commissioners will hold an executive session for the purpose of a discussion regarding cybersecurity pursuant to RCW 42.30.110 (1)(a)(ii).
- 12. ADJOURN**

CLALLAM COUNTY PUBLIC UTILITY DISTRICT #1

Minutes of the Regular Meeting of the Board of Commissioners

Main Office | 104 Hooker Road | Sequim, WA 98382

November 28, 2022 at 1:30 PM - This was a hybrid meeting

Commissioners Present (in person):

Will Purser, President

Rick Paschall, Vice President

Jim Waddell, Secretary

Staff Present (in person or via Zoom):

Sean Worthington, General Manager

John Purvis, Assistant Manager

Lori Carter, Controller/Auditing Officer

Ruth Kuch, Finance Manager/Treasurer

Tom Martin, WWW Manager

Terry Lind, PA Ops Superintendent

Eric Jacobson, Business Analyst

Jamie Spence, HR Manager

Teresa Lyn, Executive Assistant

Tyler King, Power Analyst

Nicole Hartman, Communications Manager

Steve Schopfer, IT Manager

Colin Young, Distribution System
Supervisor

Shawn Delplain, Broadband Supervisor

Chelsey Jung, Payroll Coordinator

Sarah Canepa, Financial Analyst II

Ben Phillips, Engineer III

Mattias Jarvegren, Utility Services
Supervisor

Bowen Kendrick, WWW Manager

Others Present as Identified (in person or via Zoom):

Werner Buehler

Katie Woodin (LWVCLA Observer)

Janet Marx

Patti Morris

Richard DeBusman

Terry M. full last name not provided

Sanders, first name not provided

M. Johnson

The meeting commenced at 1:30 PM.

PUBLIC COMMENT 00:00:39

A request to make video recordings of the meeting available, in addition to the current audio recordings.

AGENDA REVISIONS 3:55

Please refer to the agenda in your board packet. The version posted on the website was numbered incorrectly.

APPROVAL OF CONSENT AGENDA 4:04

Upon recommendation of staff, and upon motion of Commissioner Paschall, seconded by Commissioner Waddell and carried, the Board approved the following consent agenda items:

- A. Minutes of the November 14 regular meeting;
- B. Claim vouchers for November 14 through November 21, 2022 for a total of \$3,473,683.82;
- C. Payroll vouchers for the period of November 1 through November 15, 2022; and
- D. The October Treasurer's Report.

BUSINESS ITEMS STARTING AT 4:51:55

Upon recommendation of staff, and upon motion of Commissioner Paschall, seconded by Commissioner Waddell and carried, the Board voted to authorize a bid award for a diesel Freightliner M2 106 4x4 cab-chassis truck with 40 ft. manlift bucket from the lowest responsible bidder, Time Manufacturing Company doing business as Versalift. The not-to-exceed contract cost is \$236,332.00, not including WSST.

Upon recommendation of staff, and upon motion of Commissioner Paschall, seconded by Commissioner Waddell and carried, the Board voted to authorize a bid award for a Freightliner Model 114SD cab-chassis truck with 55 ft. aerial manlift bucket from the lowest responsible bidder, Terex Utilities, Inc. The not-to-exceed contract cost is \$508,473.00, not including WSST.

Upon recommendation of staff, and upon motion of Commissioner Paschall, seconded by Commissioner Waddell and carried, the Board voted to authorize a bid award for a diesel Freightliner 114SD cab-chassis truck with 60 ft. digger derrick from the lowest responsible bidder, Terex Utilities, Inc. The not-to-exceed contract cost is \$634,022.00, not including WSST.

Upon recommendation of staff, and upon motion of Commissioner Paschall, seconded by Commissioner Waddell and carried, the Board voted to authorize a bid award for a diesel Freightliner M2-106 4x4 chassis truck with a 70 ft. aerial device from the lowest responsible bidder, Terex Utilities, Inc. for a not-to-exceed contract cost of \$379,071.00, not including WSST.

Upon recommendation of staff, and upon motion of Commissioner Paschall, seconded by Commissioner Waddell and carried, the Board approved Resolution 2254-22 Adjusting Compensation and Terms of Employment for Sean Worthington as General Manager of Public Utility District No. 1 of Clallam County.

Upon recommendation of staff, and upon motion of Commissioner Paschall, seconded by Commissioner Waddell and carried, the Board approved Resolution 2255-22 Establishing Compensation and Terms of Employment for John Purvis as General Superintendent of Public Utility District No. 1 of Clallam County.

Upon recommendation of staff, and upon motion of Commissioner Paschall, seconded by Commissioner Waddell and carried, the Board approved Resolution 2256-22 Establishing Titles and Monthly Salary Ranges for Staff Employees and rescinding Resolution 2252-22.

There was no discussion today regarding the BPA Post-2028 contract.

CORRESPONDENCE/COMMUNICATIONS 41:15

General Manager Sean Worthington advised that in response to Commissioner Paschall's request to reduce the District's membership dues for Northwest River Partners to \$5000 annually he received correspondence from Kurt Miller, the Executive Director of Northwest River Partners, advising that total membership dues must be paid in order to retain membership. A lesser amount would be unfair and unequitable to the other members of NWRP. As a result of the discussion it was determined, by commission vote, that Clallam PUD would end its membership with the organization at the end of the year and not renew in 2023.

The second communication item reported on was that Energy Northwest recently reached out to advise that they are looking to leverage their expertise as a joint operating agency with all the PUDs to pursue grants on their behalf, utilizing ENW's staff grant writers. Internally we've identified two resiliency grants that we're going to pursue through Energy Northwest: the Sequim Micro-Grid Project that we've been planning for several years; and the other one is undergrounding our Diamond Point distribution system, as Diamond Point is a very outage-prone area.

COMMISSIONER REPORTS 48:21

Commissioner Waddell attended WPUDA meetings. Topics were: the schedule and topics for the new Commissioner briefing.

Commissioner Paschall WPUDA meetings. Topics were: significant increase in cybercrime; and the renegotiation of the Columbia River Treaty.

Commissioner Purser attended ENW Executive Board meetings. Topics were: discussions about shutting down the Diablo Canyon nuclear power plant in California.

STAFF REPORTS 57:24

Utility Services Supervisor Mattias Jarvegren provided a conservation update on 2022/23 Energy efficiency acquisition and net-metered installations. In summary, we have met and are on track to far exceed the 2022/23 EIA biennial target; EIA compliance is still relatively cheap; net-metering, and solar in particular, continues to grow; and we are actively working to build partnerships with critical customer groups.

BOARD ACTION ITEMS 1:15:53

- A. Staff is to look into the possibility of providing video recordings of the board meeting in addition to the current audio recordings.

PUBLIC COMMENT 1:16:38

There was an inquiry into the reason for Commissioner Waddell's opposition to the compensation package for Assistant General Manager John Purvis's contract. There was an inquiry about discontinuing membership in Northwest River Partners.

ADJOURN

There being no further business to come before the board, the meeting adjourned at 2:48 PM.

ATTEST:

President

Vice President

Secretary

A detailed transcript of this meeting via audio recording is available to the public on the Commission Meetings page of the PUD website here: <https://clallampud.net/commission-meetings/>.

November 28, 2022

SUMMARY VOUCHER APPROVAL
PUBLIC UTILITY DISTRICT #1 OF CLALLAM COUNTY
OPERATING FUND

We certify, under penalty of perjury, that the materials have been furnished, the services rendered, or the labor performed as described herein, and that the attached list of claims are a just, due and unpaid obligation against Public Utility District No. 1 of Clallam County, and that we are authorized to authenticate and certify said claims.

SIGNED *Yuri Carter* DATE 12/6/22
AUDITING OFFICER

[Signature] DATE 12/7/22
GENERAL MANAGER

Vouchers audited and certified by the Auditing Officer and the General Manager have been recorded on the attached list(s) which has been made available to the Board of Commissioners of Public Utility District No. 1 of Clallam County. We, the undersigned Board of Commissioners of Public Utility District No. 1 of Clallam County, approve for payment those vouchers included on the attached list(s):

Summary for Voucher Lists Dated 11/28/2022–12/05/2022

Checks	\$	757,994.52
Wire Transfers		198,930.94
E-Payment		22,333.13
Prepays		
Total	\$	979,258.59

COMMISSIONER

COMMISSIONER

COMMISSIONER

PUD#1 OF CLALLAM COUNTY, WASHINGTON

DECEMBER 2022
DELINQUENT ACCOUNTS TO BE REMOVED
FROM ACTIVE ACCOUNTS RECEIVABLE

Delinquent accounts listed for electricity and water on the attached pages are approved to be removed from the active accounts receivable. All accounts to be removed are grouped and total as follows:

12/01/22	Clallam Bay – Evergreen	\$	-
12/01/22	Forks – Evergreen	\$	394.15
12/01/22	Port Angeles – Evergreen	\$	699.34
12/01/22	Sequim – Evergreen	\$	1,146.24
12/01/22	All Area-Direct W/O Bankruptcy	\$	-
12/01/22	All Area-Direct W/O Deceased	\$	-
12/01/22	All Area-Direct W/O Small Balance	\$	-
	SUBTOTAL	\$	2,239.73
12/01/22	30% Collection Fee	\$	671.93
	TOTAL	\$	2,911.66
	Previous Debt Collected in November 2022	\$	3,065.40
	Previous Debt Collected Year To Date 2022	\$	19,709.48

Dated this _____ day of _____, 20_____.

President

Secretary

Vice-President

SW:kw

Attachments

These lists comply with our CIS software which removes accounts from the active accounts receivable when placed with a collection agency (classifies them as bad debt). The exceptions are bankruptcies, deceased customers and customer accounts with small balances under \$20. These are removed under the categories of All-Area Direct W/O, but not placed with a collection agency.

A RESOLUTION Authorizing the Execution of a Collective Bargaining Agreement with IBEW Local 997

WHEREAS, the District wishes to extend its gratitude and appreciation to all District employees for their hard work, dedication and commitment to serving its customers; and

WHEREAS, there is a national shortage of qualified electrical workers; and

WHEREAS, the City of Port Angeles recently ratified a Collective Bargaining Agreement with IBEW Local 997 with effective dates of January 1, 2023 through April 30, 2026; and

WHEREAS, the City of Port Angeles is increasing electrical worker wages 20% effective January 1, 2023 with an effective journey level line person rate of \$64.44; and

WHEREAS, the City of Port Angeles resides in the middle of the District's service territory and competes with the District for qualified electrical workers; and

WHEREAS, the District wishes to retain its highly skilled and qualified workforce to continue superb service to its customers; and

WHEREAS, the District has a strategic plan approved by the Board of Commissioners and serves as the guiding principles of the District; and

WHEREAS, the strategic plan contains the strategic objective to "Attract and Retain Great People"; and

WHEREAS, the Union and District have entered into a Tentative Agreement for a Collective Bargaining Agreement commencing on May 1, 2023 and ending on April 30, 2026; and

WHEREAS, the Union held a vote on December 7, 2022 and successfully adopted the terms of the Tentative Agreement attached hereto; and

NOW, THEREFORE, the board of commissioners hereby authorizes the General Manager to execute a Collective Bargaining Agreement with IBEW Local 997 with the terms contained in the Tentative Agreement attached hereto,

PASSED by the Board of Commissioners of Public Utility District No. 1 of Clallam County, Washington, this 12th day of December, 2022.

President

Vice President

Secretary

Tentative Agreement

PUD NO. 1 OF CLALLAM COUNTY AND IBEW LOCAL 997

November 29, 2022

IBEW Local 997 and PUD No. 1 of Clallam County ("the District"), parties to a Collective Bargaining Agreement (CBA), agree as follows:

1. Both negotiation teams agree to recommend ratification of this tentative agreement to the board of commissioners and general union membership.
2. Term – Contract shall commence on May 1, 2023 and expire on April 30, 2026.
3. Wages shall be increased as follows:
Lineman, Substation, Meter, Tree and Directional Bore positions:
 - a. May 1, 2023 – 6.50% General Wage Increase
 - b. May 1, 2024 – 3.50% General Wage Increase
 - c. May 1, 2025 – 3.25% General Wage Increase

All Other positions:


- a. May 1, 2023 – 6.50% General Wage Increase
- b. May 1, 2024 – 4.50% General Wage Increase
- c. May 1, 2025 – 4.00% General Wage Increase

 11-30-2022

Giles Cobb

Date

President IBEW Local 997

 11/30/22

Sean Worthington

Date

General Manager, Clallam PUD

A RESOLUTION Regarding Water Service Expansion Policy,
Authorizing the Execution the First Interlocal Agreement Regarding
Carlsborg Regional Water Supply by and between Clallam County Public
Utility District No. 1 of Clallam County
and Amending Resolution 2017-74

WHEREAS, on January 9, 2017, the Board of Commissioners of Public Utility District No. 1 of Clallam County (“District”) adopted Resolution No. 2074-17 Regarding Water Service Expansion Area, and the Recitals stated in Resolution No. 2074-17 are adopted herein by reference;

WHEREAS, on October 18, 2022, the County and District entered into a Memorandum of Understanding Regarding Carlsborg Water Supply (“MOU”) that expresses the Parties’ intent regarding land use, water system planning and improvement, and supply of drinking water;

WHEREAS, in order to address the immediate need in the UGA, the Parties agree to address a portion of the content of the MOU in an interlocal agreement and to negotiate in good faith additional interlocal agreement(s) regarding Carlsborg regional water supply to address the other portions of the MOU not addressed by the agreement;

RESOLVED, That, in general, the District will maintain a policy to use existing water rights as set forth in the currently-effective Water System Plan, while recognizing an immediate need for service in the UGA;

2. That as to Resolution No. 2074-17, section 3 is amended as follows: That the existing rights held by the District’s water systems will be used for serving retail service areas identified in the currently-effective Water System Plan;

3. That the District may provide service within service areas identified in the currently-effective Water System Plan outside of a retail service area when there is sufficient capacity to do so within an appropriate planning period as determined by the District; and

4. That the General Manager is hereby authorized and directed on behalf of the District to execute the First Interlocal Agreement Regarding Carlsborg Regional Water Supply by and between Public Utility District No. 1 of Clallam County and Clallam County, attached hereto.

5. That the Board of Commissioners finds that sufficient water rights capacity exists for the service level and planning period identified in said First Interlocal Agreement.

This Resolution takes effect December 12, 2022.

PASSED, by the Board of Commissioners of Public Utility District No. 1 of Clallam County, Washington, this 12th day of December, 2022.

President

ATTEST:

Vice President

Secretary

**FIRST INTERLOCAL AGREEMENT REGARDING
CARLSBORG REGIONAL WATER SUPPLY
BY AND BETWEEN
CLALLAM COUNTY AND
PUBLIC UTILITY DISTRICT No. 1 OF CLALLAM COUNTY**

This Interlocal Agreement (“Agreement”) is made by and between Clallam County (“County”) and Public Utility District No. 1 of Clallam County (“District”), political subdivisions of the State of Washington, pursuant to the Interlocal Cooperation Act, Ch. 39.34 RCW. The County and the District are each a “Party” and are together the “Parties” to this Agreement.

WHEREAS, the District owns and operates a Group A water system that was founded and developed to serve local utility districts (“LUD”) initiated in Carlsborg, and the District holds three water rights that together authorize withdrawal and use of 467.6 acre feet from three wells and that are dedicated to serving the District’s existing customers and commitments;

WHEREAS, on December 5, 2000 pursuant to Ordinance No. 700, the County Board of Commissioners established an Urban Growth Area (“UGA”) for the Carlsborg area;

WHEREAS, the Carlsborg UGA is within the service area identified in the District’s current Water System Plan, but outside the District’s current retail service area;

WHEREAS, on March 19, 2013, the District and the County entered the Interlocal Agreement (ILA) for the Carlsborg Wastewater System that provides for the County to purchase or otherwise procure for the District additional water rights in sufficient quantity to supply water for Full Buildout of the Carlsborg UGA that is outside of the District’s Carlsborg retail service area as of March 2013 (the “Water Service Expansion Area”);

WHEREAS, the County contracted with a consulting firm to provide technical and project assistance to support the District’s efforts to obtain Ecology’s approval of the District’s 2006 water right application, including drilling a new well (the “Carlsborg Very Deep Well”) and development of a mitigation plan for new water uses as required under the Dungeness Instream Water Rule;

WHEREAS, the District’s primary existing Carlsborg production well (LUD #10 Well) is exhibiting rising nitrate contamination levels that are expected to reach the maximum contaminant level allowed within the next four to six years (2026-2028);

WHEREAS, the County and District seek to work cooperatively to achieve shared goals and objectives related to the growth expected in the Carlsborg Region and efforts to plan for and serve that growing population;

WHEREAS, the County has identified an immediate need within the UGA, outside the District’s current retail service area, for water availability to serve new development including affordable housing;

WHEREAS, the District has determined that it has sufficient water rights to reliably provide water service and serve growth within the existing retail service area for a twenty-year period, and make additional water available to a limited number of new connections outside the retail service area;

WHEREAS, on October 18, 2022, the County and District entered into a Memorandum of Understanding Regarding Carlsborg Water Supply (“MOU”) that expresses the Parties’ intent regarding land use, water system planning and improvement, and supply of drinking water;

WHEREAS, in the MOU, each Party recognizes key interests and missions of the other Party, and the Parties state the intent to negotiate in good faith an interlocal agreement to carry out the MOU;

WHEREAS, in order to address the immediate need in the UGA, the Parties agree to address a portion of the content of the MOU in this Agreement and to negotiate in good faith additional interlocal agreement(s) regarding Carlsborg regional water supply to address the other portions of the MOU not addressed herein;

WHEREAS, it is unnecessary to restate or reference herein all provisions of the MOU, and thus the Parties intend to preserve and pursue all provisions in the MOU going forward, including MOU provisions not referenced or addressed herein; and

WHEREAS, the District and the County wish to facilitate the District’s ability to extend its retail service area through the installation of a new well site, transmission lines, storage/blending facilities, pump stations and related infrastructure to connect the Carlsborg Very Deep Well water supply to the existing Carlsborg Water System.

NOW, THEREFORE, the following AGREEMENT is made upon the basis of the foregoing recitals, incorporated herein by reference, and in consideration of the mutual promises and covenants herein, and the mutual benefits to be derived by the Parties therefrom.

1. The District will certify water availability to support growth within the Carlsborg UGA, outside the District’s current retail service area not to exceed a total of 93.1 acre feet of annual production utilizing its existing water rights. The foregoing certification is dependent on and subject to securing regulatory approval, as applicable or required, of the necessary water system planning and service area actions. The County agrees not to make any formal or informal decisions, agreements, or commitments related to development, building permits or land divisions in the UGA advance of the District’s certification of water availability.
2. The County will provide funding towards capital projects planned by the District directly related to improving water supply and water quality in the Carlsborg Water System in the amount of \$775,000. The County reserves the right to provide this funding under the Coronavirus Local Fiscal Recovery Funds (CFDA No 21.027) of the American Rescue Plan Act (“ARPA”). If ARPA grant funding is used, it is subject to execution of a

separate ARPA Direct Grant Assistance Agreement by both parties. To be eligible for such ARPA grant funding, capital projects must be eligible under the EPA's Drinking Water State Revolving Fund Handbook ("DWSRF") and those outlined under the ARPA Final Rule. Costs for such capital projects must be obligated no earlier than March 3, 2021 and no later than December 31, 2024, with final costs to be disbursed no later than December 31, 2026. The County will provide the funding within 60 calendar days of the District's certification of water availability to any portion of the Carlsborg UGA outside of the District's retail water service area as described in paragraph 1 above, the execution of this agreement, or the execution of an ARPA Direct Grant Assistance Agreement, whichever comes later. If applicable, as to be outlined in the ARPA Direct Grant Assistance Agreement, the District will be required to provide periodic reporting and supporting documentation for how such ARPA funding is utilized until such funds are fully expended.

3. Nothing in this Agreement is intended to preclude the County from providing additional funding towards needed capital projects related to Carlsborg water supply or water quality in the future.
4. Nothing in this Agreement is intended to preclude the District from making available additional water utilizing its existing water right.
5. The County will continue to comply with its obligations under the 2013 Interlocal Agreement.
6. The District will continue to act in good faith to assist the County's effort to obtain additional water rights for the District.
7. Agreement Clauses Required by Chapter 39.34 RCW.
 - a) Purpose. See the last three Recital paragraphs on page 2.
 - b) Effective Date and Duration. This Agreement will take effect immediately after both Parties have duly approved and executed the Agreement. The initial term of this Agreement shall be seven (7) years. After three (3) years both Parties shall commit to reevaluating water supply, water quality, growth and development within the Carlsborg Water System with the intent to reach mutual written agreement specific to renewal of or revision to the Agreement as needed.
 - c) Organization of Separate Entity and Its Powers. No new or separate legal or administrative entity is created to administer the provisions of this Agreement.

Responsibilities of the Parties. See Paragraphs 1, 2, 5 and 6 above.

- d) Agreement to be Filed or Posted. Within five (5) business days after full execution of this Agreement, each Party will list by subject this Agreement on its website.
- e) Financing. Each Party will be responsible for funding and financing its obligations under this Agreement.
- f) Termination. This Agreement may be terminated or modified only upon mutual written consent of both Parties. At any time, either Party may give to the other written notice of intent to terminate or modify this Agreement, in which case both parties shall commit to meeting within thirty (30) days. If the parties do not mutually agree regarding amendment or termination after meeting, then this agreement shall continue for the remainder of the seven-year term described in paragraph b) above. If mutual written agreement is not reached related to renewal of the Agreement prior to end of the initial seven-year term, the Agreement shall terminate at the end of the initial seven-year term.

A RESOLUTION in Appreciation of Commissioner William E. Purser
for his Service to PUD #1 of Clallam County

WHEREAS, Commissioner Purser's term is ending effective December 31, 2022; and

WHEREAS, Commissioner Purser served as Commissioner for 21 years since April 23, 2001; and

WHEREAS, Commissioner Purser has served in an exemplary manner throughout, demonstrating expertise, wisdom, common sense, and a sincere desire to protect and represent in the best interests of all ratepayers, now, therefore, be it

RESOLVED, That the staff of PUD #1 of Clallam County and the Board of Commissioners hereby expresses their gratitude to Commissioner Purser for his leadership and years of dedicated service, and for continually demonstrating exceptional commitment to the philosophy, purpose, and principles of public power to the District's customers and employees, and specifically to the District's Mission of *"Providing reliable, efficient, safe and low cost services in a financially and environmentally responsible manner"* to the PUD ratepayers of Clallam County in order to meet the District's vision of *"Being the best utility for OUR customers."*

PASSED by the Board of Commissioners of Public Utility District No. 1 of Clallam County, Washington, this 12th day of December, 2022.

Vice President

Secretary