

Mason County PUD 1
Board of Commissioners Regular Meeting
August 27, 2013

Present

Ron Gold- President
Karl Denison- Vice President
Jack Janda- Board Secretary
Steve Taylor- General Manager
Greg Kester- District Auditor & Dir. of Finance/Customer Svc.
Tracy Colard- Director of Ops- Electric
Darin Hall- Electric Superintendent
Rob Johnson- District Legal Counsel
Julie Gray – Credit/Collections/Billing

Visitors

Melanie Jackson - BPA

Excused

Kristin Masteller – Director of Employee & Public Relations
Jocelyne Gray – Director of Ops - Water

Regular Meeting

The regular meeting of the Board of Commissioners of Public Utility District No. 1 of Mason County was called to order at 1:00 p.m.

CONSENT AGENDA

By adopting the consent agenda, the following items were approved:

The minutes of the August 13, 2013 regular meeting.

Payroll warrants #106706 - 106715 in the amount of \$86,589.37; Accounts Payable warrants #106704-106705 \$191,232.62 and #106716-1067763 \$181,953.94 with a Void 106647 in the amount of \$151.66 for a total vouchers amount of \$459,775.93.

Karl made a motion to approve the consent agenda as presented; Jack seconded the motion. It passed unanimously.

Visitors

Melanie Jackson, BPA presented the new rates for the 2014/2015 Rate Period. For Mason PUD 1, the estimated Transmission rate impact is 9.3%. Melanie reported that this was the first rate increase in 6 years. She also talked about Network Open Season and Commercial Initiatives Prioritization.

BUSINESS AGENDA

PUD 1 Commissioners and Staff will meet on September 10, 2013 at the PUD 1 Board Room from 11:00 am until 12 noon to gather information and direction in regards to a meeting with PUD 3 to discuss high speed internet. Steve Taylor will facilitate.

Approval for the Sole Source Resolution No. 1041

Karl made a motion to approve the Sole Source Resolution No. 1041; Jack seconded the motion. It passed unanimously.

RPA #109 Fiber Optics Communications to T3badas Substation

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Karl made a motion to approve RPA #109 in the amount of \$41,000.00 plus tax; Jack seconded the motion. It passed unanimously.

RUS 219's have been re-submitted and Minor Construction was moved to Code 607 Replacements.

Karl made a motion to approve the RUS 219's as presented in the amount of \$338,472.91; Jack seconded the motion. It passed unanimously.

CORRESPONDENCE:

Steve presented a letter from Northwest River Partners, a Thank you note from PUD 3 Manager Annette Creekpaum, and an entry form to the Shelton/Mason County Chamber Golf Tournament.

GENERAL MANAGER'S REPORT- Steve Taylor

Steve is working with HCC to get the security cameras ready for the T3badas Substation. There will be motion sensor cameras that will text or e-mail when there is an intrusion in the off hours at the substation.

STAFF REPORTS

Darin Hall:

Darin reported that Potelco will be done with their portion of the Substation on Thursday, August 29. The job will be finished \$33,000.00 under budget. BPA will start with their portion on September 3 and should take 1 ½ - 2 weeks to finish. New regulators are in the Skok Sub and should be working as of this afternoon (8/27/13). Brushing crew has done an excellent job this summer. The last day for the brushing temps will be September 5.

Jocelyne Gray:

Jocelyne sent e-mail to report on; Canal Mutual – water line installation is complete up on the hill. On Tuesday, August 20 the contractor blew a valve after removal of a thrust block to connect the new main to the existing water line. Major flow of water. The leak created a multi-hour water outage. Boring across US 101 begins August 26 and will finish up September 3. Decommissioning of the wells begins August 26 and will finish September 4. Service installation on the hill will begin after water quality tests return satisfactory. We will continue to work on the traffic control with the contractor.

Hood Canal Intertie – Water line has been installed along Dalby Road and up to the well house. Pressure testing and coliform testing will occur the week of August 26. Services will be connected to the new water main after labor day.

Holiday View Two – acquisition papers are nearly completed. Waiting on the treasurer to sign and pay the closing costs. This will add six new water connections.

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Cushman Inc – We are chlorinating after having positive total coliform samples at all three connections, but the well is clean. No E coli or fecal coliform detected. The drop pipe in the well was sucking air due to corrosion. Pump and drop pipe were replaced on 8/20. Samples were taken on 8/27 to verify system has been cleared of total coliform.

Greg Kester:

Greg presented the June 2013 Electric and Water financials. Greg also presented a Water analysis for elimination of Capital Surcharges. A public hearing will be held in November to discuss a potential rate increase and consolidating the water system general funds.

Rob Johnson:

Rob had no report.

BOARD REPORTS/COMMENTS

Karl: Karl attended the Shelton/Mason County Chamber of Commerce meeting at Alderbrook and one day of the Energy NW meeting also held at Alderbrook

Ron: Ron attended the Energy NW meeting and dinner held at Alderbrook.

Jack: Jack attended the Energy NW meeting held at Alderbrook and said it was a good meeting and good food.

At 4:00 p.m. Ron called an Executive Session to discuss RCW – 42.30.110(f) & (g) Performance of a Public Employee. He stated the session would last 20 minutes. At 4:20 Ron closed the executive session. No further business was discussed.

Regular Meeting Adjourned at 4:20 pm.

Ron Gold, President

Karl Denison, Vice President

Jack Janda, Secretary