

Mason County PUD 1
Board of Commissioners Meeting
June 14, 2011

The regular Board of Commissioners Meeting of Public Utility District No. 1 of Mason County was called to order at 1:00 p.m. on June 14, 2011 at the District Office Board Room in Potlatch.

Present

Ron Gold – President
Jack Janda – Vice-President
Karl Denison – Secretary
Steven N. Taylor – General Manager
Rob Johnson – District Counsel
Tracy Colard – Director of Operations-Electric
Jocelyne Gray- Director of Operations-Water
Kristin Masteller-Exec. Assistant/HR/ Communications
Greg Kester - Auditor/Dir. of Finance/Customer Service

Visitors

No visitors attended.

CONSENT AGENDA

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

The minutes of May 31, 2011 special meeting;

Payroll vouchers 102795-102802 in the amount of \$89,211.81; Accounts payable vouchers 102803-102885 in the amount of \$291,023.46 and 102794 in the amount of \$410.93; and voided warrants 102881 (\$61,693.29) and 102791 (\$395.88). Karl made a motion to approve the consent agenda as presented; Jack seconded the motion. It passed unanimously.

PUBLIC COMMENTS

There were no comments from the public.

BUSINESS AGENDA

RPA Union Ridge Booster Pump Upgrade:

Jocelyne found a more competitive price on the pump that is needed for the upgrade that will also make the conversion from one phase to three phase. Jack made a motion to approve the RPA as presented; Karl seconded the motion. It passed unanimously.

RPA Lilliwaup Overhead to Underground Conversion:

Tracy stated that this conversion is part of the work plan. This work will help eliminate the sliding of the hill from interfering with the power lines. This will convert the line to the water side of the road away from the sliding trees and hillside. Jack made a motion to approve the RPA as presented; Karl seconded the motion. It passed unanimously.

Mason County PUD 1
Board of Commissioners Meeting
June 14, 2011

MOU w/ Mason County & Jefferson County for Groundwater Monitoring:

Jocelyne presented a revised MOU from WRIA that incorporated the board's prior comments and suggestions for greater detail in the agreement. After approval, it will go to Jefferson PUD and Mason County to be approved. Jack made a motion to approve the MOU as presented; Karl seconded the motion. It passed unanimously.

Proposed Districting Realignment:

Steve and Kristin met with the county to discuss some possibilities for adjusting the district lines to make the territories more evenly distributed amongst the commissioners. Discussion followed and this item was tabled for the next meeting.

- | |
|--|
| <ul style="list-style-type: none">• <i>Steve will get a few more examples of boundary lines and bring it back to the next meeting.</i> |
|--|

CORRESPONDENCE:

No correspondence was presented.

STAFF REPORTS

Tracy Colard:

Tracy reported that the crews responded to a trailer fire across the street from Hoodspout Winery last week. When asked about the new development project in Brinnon, Tracy stated that he is still waiting for a response and there are no new updates on that project.

- | |
|--|
| <ul style="list-style-type: none">• <i>Tracy will provide number of how many electric meters are AMRs.</i> |
|--|

Jocelyne Gray:

Jocelyne reported that PUD 1 received full approval for the Alderbrook water system plan by the State. Jocelyne will follow up with a concerned resident at Alderbrook who has questions about the conservation process. She also attended a DOH water forum and they are changing some permit fees and some certification requirements for water crew employees. The Twanoh Terrace source meter is installed and functional; every water system now has a source meter. AMRs are going on new meters and new construction.

Greg Kester:

Greg reported that the new system conversion is getting better. Cindi was complimented on how well she is working through the conversion and catching errors.

Mason County PUD 1
Board of Commissioners Meeting
June 14, 2011

Kristin Masteller:

Kristin reported that the quarterly newsletter will be finalized this week and sent out in billing statements next week. A customer satisfaction survey has been developed to gain some perspective on how customers receive communications from PUD 1 and how their interactions have been.

- *Kristin will email the commissioners the survey link and newsletter when they are complete.*

GENERAL MANAGER'S REPORT- Steve Taylor

Steve reported that PUD 1 is allocated a certain amount of energy efficiency program dollars. We've been exceeding our conservation dollars until this fall, where we will be limited to what's allotted. Customers have been utilizing these dollars for home improvement efficiency projects. Steve attended a PPC meeting and discussed the rising water levels in the northwest. Steve also went through some highlights of the PPC meeting.

The NWPPA bulletin went out discussing Senate Bill 1029- which is about smart bill information and would allow independent developers to get that meter information as well as customers. There are privacy issues surrounding it and the bill will force utilities to meet minimum standards that are not properly outlined. The bill has been titled the "Electric Consumer Right to Know Act".

Legal Council- Rob Johnson:

Rob will be attending a legal seminar at the end of the month. He briefly discussed some highlights of the solar roof project that PUD 3 just approved.

BOARD REPORTS/COMMENTS

Jack attended a public meeting at Hoodspout about the storm water system.

No executive session followed.

Meeting Adjourned at 2:45 p.m.

Ron Gold – President

Jack Janda - Vice President

Karl Denison –Secretary