

Mason County PUD 1
Board of Commissioners Meeting
June 12, 2012

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 12, 2012 at the District Office Board Room in Potlatch.

Present

Ron Gold – Secretary
Karl Denison- Vice President
Jack Janda – President
Steve Taylor, General Manager
Rob Johnson – District Counsel
Jocelyne Gray- Director of Operations-Water
Tracy Colard- Director of Ops- Electric

Visitors

Kirsten Watts, BPA
Mark Carlson- John L. Scott Realty

Excused

Greg Kester - Auditor/Dir. of Finance & Customer Service
Kristin Masteller- HR/Communications/Exec. Asst.

CONSENT AGENDA

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

The minutes of the May 22, 2012 regular meeting.

Payroll warrants #104561-104568 in the amount of \$86,587.45; Accounts Payable warrants #104544-104560 in the amount of \$161,284.33 and #104569-104649 in the amount of \$251,019.10; Voided warrants #104475 (\$39.53) and #104604 (\$4,516.53) for a total vouchers amount of \$498,890.88.

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

PUBLIC COMMENTS

Introductions were made and visitors were welcome.

BUSINESS AGENDA

Kirsten Watts- BPA's Proposed Power Bill Pre-Payment Program

Kirsten Watts gave a presentation on capital investments and a pre-payment program for Bonneville Power Administration's power bills. She also reviewed the potential impacts to PUD 1's 2014 and 2015 power rates.

After the presentation Jack called for a five minute recess. Meeting resumed at 2:15 p.m.

Jack called an executive session at 2:15 p.m. in accordance with RCW 42.30.110(b) to consider the selection of a site or the acquisition of real estate. He stated the executive session would end at 2:30 p.m.

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Jack closed the executive session and called the regular meeting back to order at 2:30 p.m.

Approval for Manager to sign Purchase & Sale Agreement

Ron made a motion to authorize the manager to sign the purchase and sale agreement for the McCreavy/Manzanita property in the amount of \$190,000, plus costs and commissions; Karl seconded the motion. It passed unanimously.

RPA No. 78- Parking Lot Seal Coat & Restripe

Ron made a motion to approve RPA No. 78 in the amount of \$5,571.76 with tax; Karl seconded the motion. It passed unanimously.

RPA No. 79- Power Transformer Purchase

Karl made a motion to approve RPA No. 79 in the amount of \$592,074.30; Ron seconded the motion. It passed unanimously.

RPA No. 80- Skokomish Substation Control Building Purchase

Ron made a motion to approve RPA No. 80 in the amount of \$183,786.78; Karl seconded the motion. It passed unanimously.

RPA No. 81- Miscellaneous PUD-Supplied Materials for Substation

Ron made a motion to approve RPA No. 81 in the amount of \$66,158.18; Karl seconded the motion. It passed unanimously.

RPA No. 82- Circuit Switcher Purchase

Karl made a motion to approve RPA No. 82 in the amount of \$49,827.14; Ron seconded the motion. It passed unanimously.

Approval of RUS Form 219

Jack made a motion to approve RUS Form 219 in the amount of \$333,311.80; Ron seconded the motion. It passed unanimously.

Letter to BPA regarding Network Integration Transmission

The Commissioners asked Steve to draft a letter to BPA regarding the impacts of Network Integration Transmission on preference customers. Steve will send the letter out next week.

CORRESPONDENCE:

No correspondence.

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GENERAL MANAGER'S REPORT- Steve Taylor

Steve went over some highlights from May's strategic plan update including setting strategic planning dates in September, and that the new website is progressing well. The board asked Steve to draft a letter to Jim Boldt regarding fiber/internet service in customer's territory.

STAFF REPORTS

Tracy Colard:

Tracy reported that the lighting in the shop is completed. There was an underground fault in the Union area over the Memorial Day holiday weekend. The crew will be replacing 3,000 feet of 3 Phase underground wire in the Union area. The mini excavator should be here this week and the trailer the following week. The fuel pump meter should also be here next week. The PUD neon sign caught fire and should be refurbished/rebuilt.

Jocelyne Gray:

Jocelyne is working with the DOH on the final requirements for the Canal Mutual Water System improvements. She is in contact with Alderbrook Inn regarding the PRV project as well. The well house at Bloomfield Water System is currently being rebuilt.

Greg Kester:

Greg was excused from the meeting; no report.

Kristin Masteller:

Kristin was excused from the meeting; no report.

Rob Johnson:

Rob presented a report on public ethics laws for the board.

BOARD REPORTS/COMMENTS

There were no board reports.

Meeting Adjourned at 3:59 p.m.

Jack Janda – President

Karl Denison - Vice President

Ron Gold – Secretary