

MINUTES OF REGULAR MEETING (STUDY SESSION) OF THE COMMISSION  
OF PUBLIC UTILITY DISTRICT NO. 1 OF CHELAN COUNTY, WASHINGTON

May 15, 2006

The regular meeting (study session) of the Commission of Public Utility District No. 1 of Chelan County, Washington, was held at the Rocky Reach Visitor Center Theater, Wenatchee, Washington, on May 15, 2006, at the hour of 1:00 p.m., pursuant to proper notice thereof.

Commissioners present were Gary L. Montague, Ann Congdon, Norm Gutzwiler, Werner Janssen and Dale R. Boyd. In attendance were Interim General Manager Wayne Wright, General Counsel Carol Wardell and Interim Clerk of the Board Melisa McPherrin. Various staff members also in attendance.

Others in attendance: Brian Lenz and Randy Smith.

Director of Engineering Services Chris Church notified Commissioners that on May 10, 2006, the contractor working for Yahoo! clipped a sprinkler head off the fire system at the CTC Building and the subsequent flooding found its way to Power Management. Yahoo!'s contractors quickly shut off the water and the damage was minimal. Mr. Church felt that the contractor responded quickly to the situation.

Mechanical Engineer Penny Hulbert provided Commissioners with a review of the successful, seven-month project to replace key components of the wicket gates on Unit C-9 at Rocky Reach Dam. Wicket gates regulate the water flow into the turbine. Ms. Hulbert outlined the benefits of the team approach taken for planning and replacement of the equipment. The generating unit was back in service on April 6, 2006.

Central Maintenance Manager Tom Treat, Journeyman Mechanics Brian Odell and Vance Fletcher, Mechanic Foreman Rob Mitchell, Line Foreman Kevin Medved and Electric Operations Manager Bob Sparks spoke to Commissioners about the Joint Foremen Training Program for Generation and Distribution journeymen interested in becoming crew foremen. Journeymen with at least five years experience at the District can take part. Those who complete the training and testing are then eligible for foreman positions, based on seniority.

President Montague notified the Commission of an invitation received from the Washington PUD Association (WPUDA) to become an Olympia building "Platinum Partner." WPUDA's proposed Olympia headquarters building will be completed in 2007 and they are requesting that the District partner with other PUDs to make this a "green" building at the highest level of certification, the Platinum level. WPUDA is seeking grants, voluntary contributions and innovative partnerships to help reach the Platinum level (which could cost as much as \$350,000 extra). Commissioners discussed this request and Commissioner Gutzwiler asked for direction from the Board should this topic come up during the upcoming WPUDA meeting. Commissioners directed Commissioner Gutzwiler to make a statement to WPUDA that the

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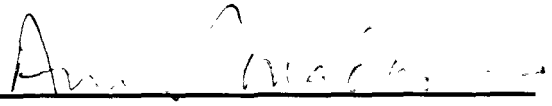
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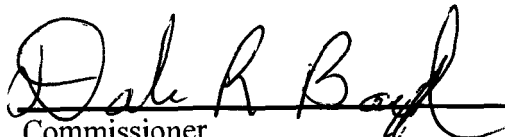
District encourages all funding through grants outside of receiving monies from Chelan PUD at this point.

Commissioners next toured the Central Maintenance shop at Rocky Reach. The meeting was adjourned at the conclusion of the tour at 4:00 p.m.

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President

  
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Secretary

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Vice President

  
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Commissioner

  
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