

MINUTES OF SPECIAL MEETING OF THE COMMISSION
OF PUBLIC UTILITY DISTRICT NO. 1 OF CHELAN COUNTY, WASHINGTON

August 13, 2007

The special meeting of the Commission of Public Utility District No. 1 of Chelan County, Washington, was held at the Chelan PUD Auditorium, 327 North Wenatchee Avenue, Wenatchee, Washington, on August 13, 2007, at the hour of 5:30 p.m., pursuant to proper notice thereof.

Commissioners present were Norm Gutzwiler, Ann Congdon, Werner Janssen, Randy Smith and Dennis S. Bolz. In attendance were Customer Service Division Director John Stoll and Utility Services Administrative Assistant Sheila Salmon. Various staff members were also in attendance.

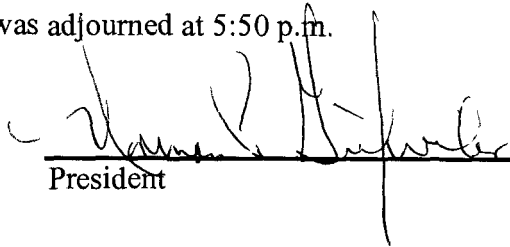
Others in attendance: Jack Speer, Michael Drollman and Jim Baxter.

Utility Services Administrative Assistant Sheila Salmon provided a safety minute.

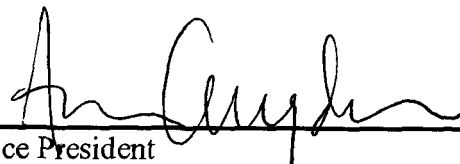
Customer Service Division Director John Stoll provided information on the 2008 rates proposal. With the goal of putting the District on firmer financial ground for the next five years, Commissioners have directed staff to start the process for raising electric rates annually by 5 percent; water and sewer rates by 9 percent; and the wholesale fiber-optic rates charged to service providers by 2 percent. The new rates would go into effect January 1, 2008.

The community meeting in Wenatchee was the first in a series leading to a formal rate hearing by the Board on September 10, 2007. A meeting will be held at 5:30 p.m. on Tuesday at the Chelan City Hall Council Chambers and another meeting will be held at 5:30 p.m. Wednesday at the District's Leavenworth office auditorium.

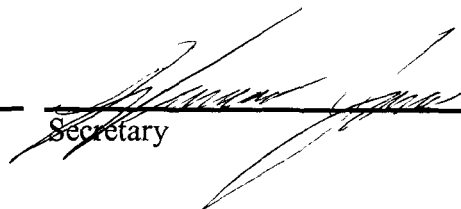
There being no further business, the meeting was adjourned at 5:50 p.m.



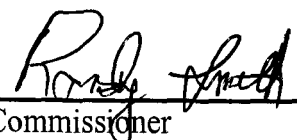
President




Vice President



Secretary



Commissioner



Commissioner