

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

January 12, 2009

The regular meeting of the Commission of Public Utility District No. 1 of Chelan County, Washington, was held in the office of the District, 327 North Wenatchee Avenue, Wenatchee, Washington, on January 12, 2009, at the hour of 11:00 a.m., pursuant to proper notice thereof.

Commissioners present were Ann Congdon, Dennis Bolz, Randy Smith, Carnah Bergren and Norm Gutzwiler. In attendance were General Manager Rich Riazzi, General Counsel Carol Wardell and Clerk of the Board Sheila Salmon. Various staff members were also in attendance.

Others in attendance: Bob Huber and Christine Pratt (Wenatchee World).

Safety Training Program Administrator Dave Parkhill led the Pledge of Allegiance and provided a safety minute.

President Congdon commented that board meeting protocol will continue to follow Robert's Rules of Order. She also noted that debate will be limited to a resolution or motion on the floor. During debate, each Commissioner will be permitted to make two comments at a time. Clarification of a staff presentation will be allowed at any time during meetings.

President Congdon presented the Consent Agenda items for adoption. She asked if any item on the Consent Agenda should be transferred to the Regular Agenda for further review. No items were requested to be transferred to the Regular Agenda. President Congdon presented the Consent Agenda items for adoption as follows:

The minutes of the regular meeting held on January 5, 2009 (study session) were presented for approval.

The Auditor's memorandum, dated January 6, 2009, supporting documentation and the District's Computer Report, which certify, pursuant to RCW 42.24.080, that the District received certain goods, services and other considerations specified therein and described as follows were presented for approval:

1. Claims certified by the Auditor for payment and authorization for the Auditor to issue warrants payable by the Treasurer for services, goods and other considerations received by the District in the total amount of \$7,104,185.95;
2. Customer Deposit Returns payment dated January 6, 2009 in the amount of \$33,635.59;

MINUTES OF REGULAR MEETING OF THE COMMISSION

January 12, 2009

Page 2

3. Net Payrolls, Warrant Nos. 221213 through 221307 and Advice Nos. 486022 through 486660 for the period ending 12/21/2008 in the amount of \$1,514,101.64;
4. Payment to the Western Electricity Coordinating Council in the amount of \$161,396.24 for 2009 assessments; and
5. Charge-offs to Uncollectible Accounts in the Amount of \$15,133.99 for the period ending December 2008.

Motion was made by Commissioner Smith, seconded by Commissioner Gutzwiler and unanimously carried adopting the Consent Agenda consisting of the minutes of the January 5, 2009 meeting and the above listed vouchers, which are on file in the offices of the District.

Next, the Commission considered the matters listed in the Regular Agenda.

RESOLUTION NO. 08-13421 DECLARING HYDRO- ACOUSTIC TECHNOLOGY INCORPORATED OF SEATTLE WASHINGTON THE SINGLE SOURCE OF SUPPLY FOR THE PURCHASE OF ACOUSTIC TAGS AND RELATED MONITORING EQUIPMENT FOR USE IN THE SPRING BIOLOGICAL STUDIES AT ROCKY REACH AND ROCK ISLAND DAMS

RESOLUTION NO. 08-13422 REJECTING THE BID OF TEREX UTILITIES AND ACCEPTING THE BID OF GLOBAL RENTAL COMPANY INC, OF PORTLAND, OREGON (BID 08-57) FOR THE PURCHASE OF A DIGGER DERRICK

Motion was made by Commissioner Bolz and seconded by Commissioner Smith to adopt Resolution Nos. 08-13421 and 08-13422. The motion unanimously carried to adopt Resolution Nos. 08-13421 and 08-13422, which are on file in the offices of the District.

External Affairs Director Tracy Yount, Governmental Affairs Manager Suzanne Grassell and Policy Analyst Marty Whiteman briefed the Board on specific legislation important to the District in the 2009 Legislative Session opening today in Olympia. Priority for the District in this legislative session is amending the state's recreational use statute. The District is asking to have liability protection extended to the District for whitewater boating in the Chelan River Gorge. Establishing trial runs for kayaking the gorge was approved as part of the new Lake Chelan federal operating license, and the District would like to protect all customer-owners by having clear liability protection. Staff is watching for possible changes to Initiative I-937, which can be amended by a simple majority this year. The District supports recognition of hydropower as a renewable source of power. Staff will also watch closely water, climate change and budgetary issues. External Affairs staff will report to weekly to the Board as the session proceeds.

MINUTES OF REGULAR MEETING OF THE COMMISSION

January 12, 2009

Page 3

Next, the Commissioners reported on the various meetings each attended during the weeks of December 29, 2008 and January 5, 2009. President Congdon reminder Commissioners to look ahead and share information as to meetings they are planning to attend.

General Counsel Carol Wardell mentioned that 3 or more Commissioners will be attending the Washington Public Utility District Association Meetings on January 14 through January 16, 2009. According RCW 42.030.070 and past discussions with the state auditor, it is not necessary to declare and notice the meetings as public meetings as Commissioners will not be discussing District business or making any decisions.

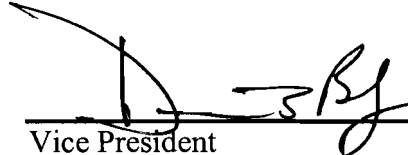
Managing Director of Utility Service Kirk Hudson reported on outages and damage resulting from the storm on Tuesday, January 6, 2009. Commissioners commended crews and staff that helped restore power quickly to an estimated 400 customers at the peak of the Tuesday night storm and passed along customer thanks they had received.

Motion was made by Commissioner Gutzwiler, seconded by Commissioner Bergren and unanimously carried to excuse Commissioner Smith from the February 9, 2009 and February 17, 2009 meetings.

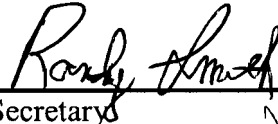
There being no further business, the meeting was adjourned at 11:58 a.m.



President



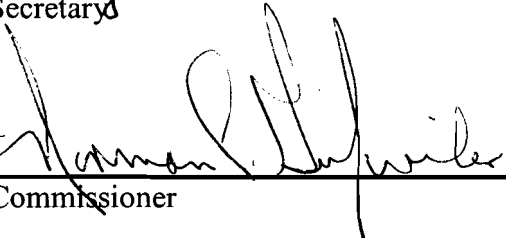
Vice President



Secretary



Commissioner



Commissioner