

**Minutes of Regular Board Meeting September 21, 2011**

The Regular Meeting of the Board of Directors of the Central Lincoln People's Utility District was held at the Surf Rider Resort in Depoe Bay on Wednesday September 21, 2011 at 1:00 p.m. PDT. President Kaliher called the meeting to order and asked that the roll be called.

**Members present:** Curt Abbott  
Ron Benfield  
Larkin Kaliher  
Judy Matheny  
Tom Tymchuk

**Others present:** Paul Davies, General Manager  
Brian Barth, Accounting and Finance Manager  
Julie Brown, Executive Assistant  
Chris Chandler, Communication, Community & Economic Devel Mgr  
Brandon Hignite, Power Analyst  
Dennis Hinton, Customer & Energy Services Manager  
Bruce Lovelin, Chief Engineer, Systems Engineering Manager  
Gary Nieborsky, Engineering and Operations Manager

**Staff & Visitors Recognized**

President Kaliher welcomed the District's staff to the meeting.

**Consent Agenda**

The Board took action to approve the following consent agenda items as presented:

- a) Minutes of August 17, 2011 Regular Board Meeting;
- b) Vouchers for August, 2011;
- c) Uncollectibles for August, 2011;
- d) Directors' Cash Report dated September 21, 2011.

**Financial Condition**

President Kaliher asked Mr. Davies to report on the District's financial condition in accordance with the Board's Governance Policy, pg.4. Mr. Davies gave an update on the District's Five Year Projected Operating Capital Plan for FY 2011 through FY 2015. He stated that delaying the August report to the Board until September was done in order to close FY2011 expenses and capital and to have the final ROD (Record of Decision) on Bonneville Power Administration FY 12-13 rates.

- He stated that the BPA rate increases were higher than projected and the Ending Cash Reserve was 3.7 million higher than forecasted. Mr. Davies expanded on the reasons for these changes and noted that they will negate the need for a rate increase in July 2012.
- The projected Operating Capital Plan for 2012-2015 will assume a Bond Sale of \$10,000,000 in January 2013. Waiting until 2013 will provide actual capital expenditures needed to be bonded and will provide a better idea of the FY 14-15 BPA rate increase.
- A discussion was held on making the future Bond Sale available to the public. This option will be explored further.

### **Resolution No. 866**

Mr. Davies asked Mr. Hignite to discuss this Resolution. Mr. Hignite explained that Resolution No.866 is a Resolution approving the adoption of rate schedules 400, 405 and 405T:

- Rate 400 - Commercial and Industrial service greater than 500kW (NOAA),
- Rate 405 - Industrial Service greater than 30 MW with a load being served by Central Lincoln prior to October 1, 2011.(Georgia Pacific Toledo LLC),
- Rate 405T- Commercial and Industrial service greater than 500kW. (Georgia Pacific Wheeling).

Mr. Hignite explained that both GP and NOAA purchase power at the Bonneville Power Administration wholesale rate. Central Lincoln's basic and delivery charges are then added to that rate. (A typo was noted in the rate schedules.)

After discussion the following motion was made:

**Motion:** Mr. Abbott moved and Mr. Tymchuk seconded that Resolution No. 866 which adopts rates 400, 405, and 405T be approved as corrected. Aye: Matheny, Abbott, Tymchuk, Benfield, Kaliher.

### **October Board Meeting Agenda - Newport**

Board Meeting - 10:00 a.m.	Conservation Update, AMI Update, Customer Forum Review
Consent Agenda-	Minutes, vouchers, petty cash, uncollectibles, and Directors' cash report.

### **Manager's Report**

#### **Correspondence**

Mr. Davies reported on recent correspondence from Northwest RiverPartners and American Public Power Association.

#### **NWPPA Award for Coastlines**

Mr. Davies announced Coastlines won 2nd Place from the Northwest Public Power Association in the newsletter category competing among similar-sized utilities across the Pacific Northwest. He commended Ms. Chandler for her work on Coastlines.

The meeting adjourned at 1:30 p.m.

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Curt Abbott, Secretary

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Larkin Kaliher, President