

Minutes of Regular Board Meeting March 17, 2010

The Regular Meeting of the Board of Directors of the Central Lincoln People's Utility District was held at the Newport office on the 17th day of March, 2010 at 10:00 a.m. PDT. President Matheny 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 and Econ. Devel. Mgr
Bruce Lovelin, Chief Engineer and Systems Engineering Manager
Mike Wilson, Power Manager

Visitors Recognized

President Matheny 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 the February 17, 2010 Regular Board Meeting;
- b) Vouchers for February, 2010;
- c) Petty Cash for February, 2010;
- d) Uncollectibles for February, 2010;
- e) Directors' Cash Report dated March 17, 2010

Review Board Governance Process

A brief discussion on the Board Governance Process, pgs.10-19 in the Governance policy was held. After review it was determined that no changes to the current policy were necessary. (See attached.)

Resolution No. 856
Emergency Succession

Mr. Davies discussed Resolution No. 856, which states that Mr. Michael Wilson will be the Acting General Manager in Mr. Davies absence. After discussion the following motion was made:

Motion: Mr. Abbott moved and Mr. Benfield seconded that Resolution No.856 which states that Michael Wilson shall be the Acting General Manager in Mr. Davies absence is accepted.
Aye: Tymchuk, Kaliher, Benfield, Abbott, Matheny. (See attached.)

Amendment to Restated Pension Plan and Trust

Mr. Davies explained that the proposed amendment would amend the Central Lincoln People's Utility District's Restated Pension Plan and Trust and would move the three-year

earning period for pension benefits forward, to be effective July 1, 2010. Discussion was held and the following motion was made:

Motion: Mr. Kaliher moved and Mr. Benfield seconded that the Amendment to the Central Lincoln People's Utility District's Restated Pension and Trust be approved, effective July 1, 2010. Aye: Benfield, Kaliher, Tymchuk, Matheny. (See attached.)

**Consideration of IBEW
Local 659 Union Contract**

Mr. Davies explained that the Union negotiations with Local 659 IBEW were over and that the contract offer from Central Lincoln was accepted by the membership. He noted that the final contract had been received from the Union in time for the Board's approval at this meeting and requested that the Board approve the contract accepted by the membership.

After discussion the following motion was made:

Motion: Mr. Kaliher moved and Mr. Abbott seconded that the IBEW Union Contract for Local 659 that was accepted by the membership be approved. Aye: Tymchuk, Kaliher, Benfield, Abbott, and Matheny.

April Board Meeting Agenda

10:00 a.m. -	Asset protection, pg. 6, Customer Feedback, pg. 9
Regular Board Meeting	Budget/Forecasting, pg. 3 Annual Board Plan, pg. 17
Board Action- Review & Asset Consent Agenda -	Minutes, vouchers, petty cash, uncollectibles, and Director's cash report.

After a brief discussion the following motion was made:

Motion: Mr. Kaliher moved and Mr. Abbott seconded to reschedule the May Board Meeting in Newport to May 19th due to conflicting dates with the NWPPA Annual Meeting. Aye: Tymchuk, Kaliher, Benfield, Abbott, and Matheny.

Manager's Report

National Rural Utilities

Mr. Davies discussed a *Letter of Determination* from the Rural Utilities Service (RUS) Electric Program, approving our eligibility as a rural area. A resolution and application will be submitted to the Board at the April Board meeting for approval before being submitted to RUS for membership. This membership is part of the ongoing process of establishing a line of credit for the NIES organization of which Central Lincoln is a member.

Central Lincoln Staffing

Mr. Davies discussed personnel and staffing issues throughout the District.

Zoning Change in Florence

Mr. Davies asked Mr. Lovelin to discuss a zoning change proposal in Florence and the possible impact it might have on building plans for a Central Lincoln substation.

Legislative Issues

Mr. Davies asked Ms. Chandler to report on legislative issues.

- Ms. Chandler discussed her recent trip to Washington D.C. to attend the *APPA Legislative Rally* with the Oregon PUD Association team. She outlined the results of that visit as well as Congressional staff visits to discuss the *Aquamarine Power Oyster Project*.
- She reviewed Central Lincoln's *Credit for Clunkers* program recently introduced in the Central Lincoln Coastlines.

Retail Rates 2011 through 2020

Mr. Davies discussed timelines and goals of Central Lincoln for near term and future rate cases. He introduced a *Project 2020 Timeline* showing markers starting from 2010 that would lead to the goal of *fully unbundled rates* by the year 2020.

Director's Discussion

OREGON PUD ASSOCIATION

A discussion on Oregon PUD Association issues was held.

NWPPA

After discussion Mrs. Matheny volunteered to be the Voting Delegate representing Central Lincoln at the Northwest Public Power Associations Annual Meeting in May.

The meeting adjourned at 1:05 p.m.

List of vouchers, cash report, uncollectibles, and manager's financial report were all given to the Board prior to the meeting