

**MINUTES OF THE SPECIAL MEETING OF OCTOBER 4, 2010
OF
PUBLIC UTILITY DISTRICT NO. 1
OF
THURSTON COUNTY, WASHINGTON**

The Special Meeting of the first Monday in October of the Commissioners of Public Utility District No. 1 was called to order on Monday, October 4, 2010, at 921 Lakeridge Way SW, Suite 201, Olympia WA 98502, commencing at 5:00 p.m. Commissioners Chris Stearns, Alan Corwin and Paul Pickett were present. Also present was John Weidenfeller the District's General Manager (GM), Kim Gubbe, the District's Operations Manager, and Julie Parker, the District's Chief Financial Officer.

Commissioner Stearns called the meeting to order at 5:00 p.m.

Approval of agenda:

The Board approved the agenda as presented.

Public Comment

None

Public Comment on Ongoing Budget Hearing:

The Budget Hearing was opened by Commissioner Stearns at 5:05 p.m. One member of the public was present, Mr. Tom Matthews, 4136 Legacy Drive NE, Olympia, WA 98516. Ms. Parker provided a briefing on the proposed budget. Mr. Matthews noted he was a customer in the newly acquired Prairie Ridge water system and had several questions which were addressed by the Commissioners and staff. He did not testify in support or opposition to the proposed rate increase. Commissioner Stearns closed the Budget Hearing at approximately 5:30.

Discussion of Public Hearing Budget Comments:

The Commissioners discussed the public comments from the public meeting between 5:30 and 5:44.

Action Items:

Approval of Small Works Project at Sargent Water System

Commissioner Corwin motioned to approve, Commissioner Pickett seconded and all approved.

Resolutions:

Resolution 10-60 2011 Budget

Commissioner Corwin motioned to approve, Commissioner Pickett seconded and all approved.

Commissioner Pickett moved to adjourn the special meeting at 5:55 p.m. Seconded by Commissioner Corwin and all approved. The meeting was adjourned.

Christopher L. Stearns

Christopher Stearns, President and Commissioner

Attest: Paul Pickett

Paul Pickett, Secretary and Commissioner