September 4, 2008

MEMORANDUM

TO: Council

FROM: Terry Morlan

SUBJECT: Presentation from Clatskanie PUD

Greg Booth, the General Manager of Clatskanie PUD, will greet the Council and share some perspectives of a small public utility. Clatskanie PUD is located in Clatskanie, Oregon along route 30 on the way to Astoria. Greg Booth has been the general manager of Clatskanie PUD since 1998.

Clatskanie PUD serves about 4,500 customers. However, its load is predominantly one industrial customer, which accounts for 90 percent of the utility’s load. In 2007 Clatskanie PUD sold 1.1 billion kilowatt-hours of electricity (about 126 average megawatts).

Clatskanie PUD purchases power from Bonneville under a combined block and slice contract. It also has a 36 megawatt cogeneration project at the Wauna paper mill, which is exchanged with Bonneville, and owns an 11 megawatt gas turbine. Clatskanie PUD will also purchase 15 megawatts of power from a FERC approved addition of generation capacity to the Arrowrock dam, located on the Boise River in Idaho.