

**PAGE ELECTRIC UTILITY
REGULAR BOARD MEETING
July 8, 2008**

CALL TO ORDER: The regular meeting of the Page Electric Utility Board was called to order at 5:48 p.m. on July 8, 2008 by Vice Chairman Bob Talbot. The meeting was held in the Conference Room of Page Electric Utility, 19 Poplar Street, Page, Arizona.

ROLL CALL: Board members present: Vice Chairman Talbot, Rick Yanke and Vice Mayor John Cook. Chairman Brynn Johns attended telephonically. Tony Ferrando was excused. Scott Sadler joined the meeting telephonically at 5:57 p.m.

Staff present: General Manager, Bryan Hill; Finance Director, Catherine Foley; and Executive Secretary, Donna Roberts.

Also present City Attorney, Rick Olson.

MOMENT OF SILENCE: The Board observed a moment of silence.

APPROVAL OF MINUTES: The June 17, 2008 Regular Board meeting minutes were unanimously approved upon a motion by Yanke and second by Johns.

AUDIENCE AND COMMUNICATION: None.

UNFINISHED BUSINESS: Discussion/Possible Action – PEU Rules & Regulations: Bryan explained that the policy changes were approved at the last Board meeting. The grammatical edits from the Board have been incorporated and e-mailed to everyone. Bryan said the policy is ready for approval if there are no further changes or edits.

Yanke made a motion, seconded by Johns, to approve the Rules & Regulations as presented.

The motion carried by a unanimous vote.

Discussion/Possible Action – Two Elks MOU: Bryan said he advised Two Elks that the Board had approved the MOU. The next step will be a Transmission Service Request (TSR) and that he will be meeting with Jeff Ackerman to inquire as to what Page needs to do in terms of a TSR with Western. PacifiCorp strongly discouraged a TSR because there is no existing capacity and indicated it would require them building a transmission line.

Scott Sadler: Scott joined the meeting telephonically at this time.

Meanwhile Bryan asked the Board to think about formally making a TSR and consider the costs involved.

Discussion/Possible Action – Ongoing State & Federal Actions Regarding the Lake Powell Pipeline: Bryan presented documents from the FERC website of the Notice of Intent to File an Application. In reading the documents, the towns of Fredonia and Colorado City are mentioned along with Hildale, UT because they are nearby. It appears that Page is deliberately being left out. Vice Mayor Cook called attention to the fact that Page has also been excluded from the maps regarding the pipeline. He reiterated the importance of staying on top of this project.

Bryan indicated that he will be working with Scott Rhodes after he returns from vacation July 20th. He added that Jennings, Strouss & Salmon have a contact in Washington, DC who works daily with FERC.

In conclusion, the Board asked Bryan to check the dates to see if it is open for official comments. Bryan will work with Scott Rhodes to take appropriate action.

NEW BUSINESS:

None.

REPORTS:

General Manager's Reports: Bryan reviewed the June General Manager's Report.

Financial Report: The May financial report was briefly discussed.

Committee Reports: None.

Chairman's Report: None.

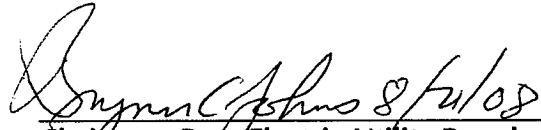
ANNOUNCEMENTS:

None.

ADJOURNMENT:

Vice Chairman Talbot adjourned the meeting at 6:17 p.m.

APPROVED:



Chairman, Page Electric Utility Board