

BOARD RESOLUTION 2012 – 002

PUBLIC UTILITY DISTRICT NO. 1 OF JEFFERSON COUNTY

APPROVAL OF TEN YEAR FINANCIAL FORECAST

WHEREAS, The Ten (10) Year Financial Forecast for the period of 2011 through 2020 as prepared and included with this loan application is an acceptable projection of the financial trend and conditions of the Public Utility District No. 1 of Jefferson County; and

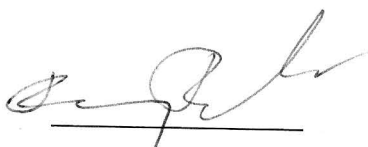
WHEREAS, the Board of Commissioners of the Public Utility District No. 1 of Jefferson County has reviewed the attached Long Range Financial Forecast prepared by the Public Utility District's staff; and

WHEREAS, the Financial Forecast includes estimates taken from a Board approved Load Forecast and Construction Work Plan Amendments, which are being concurrently submitted for approved by the Rural Utilities Service (RUS); and

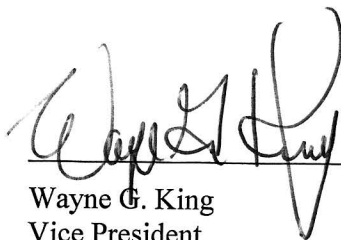
WHEREAS, the Long Range Financial Forecast is based upon Board approved policies, operating rules and plans and sets forth appropriate management goals, all of which are acceptable to the Board of Commissioners as an overall plan of operations;

NOW, THEREFORE, BE IT RESOLVED that the Board of Commissioners of the Public Utility District No. 1 of Jefferson County hereby approves and accepts the Ten Year Long Range Financial Forecast, as proposed, as a plan of operations, and has reviewed the projected rates which are included in the Forecast and is committed to take whatever action may be necessary to implement such rate changes as may be required, on a timely basis to achieve the goals outlined therein.

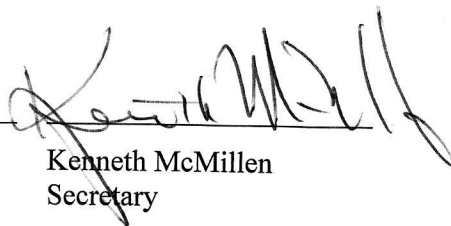
ADOPTED by the Board of Commissioners of the Public Utility District No. 1 of Jefferson County, Washington, at a regular open public meeting held on the 17th day of January 2012.



Barney Burke
President



Wayne G. King
Vice President

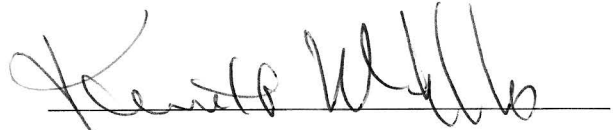


Kenneth McMillen
Secretary

CERTIFICATION OF SECRETARY

I, Kenneth McMillen, Secretary of the Public Utility District No. 1 of Jefferson County do hereby certify that the above is a true and correct excerpt from the minutes of the meeting of the Board of Commissioners of the Public Utility District No. 1 of Jefferson County, held on the 17 day of January 2012, at which meeting a quorum was present.

SEAL

A handwritten signature in black ink, appearing to read "Kenneth McMillen", is written over a horizontal line.

Signature

Kenneth McMillen