

APPROVED 7-9-14

MINUTES
 City of Tacoma
 Public Utility Board Study Session
 June 25, 2014
 3:00 p.m.

Mr. Nelson called the Public Utility Board study session to order at 3:06 p.m. at the Public Utilities Administration Building.

Present: Dave Nelson, Woody Jones, Bryan Flint
 Excused: Mark Patterson, Monique Trudnowski

Tacoma Power: Energy Risk Management Update

Cam LeHouillier, Energy Risk Manager, provided the Board with an update on wholesale revenues, gross earnings tax amendment, banks in the market, and customer protection and end user relief act.

Tacoma Water: Filtration Plant Update

Chris McMeen, Deputy Water Superintendent, made introductory remarks. Randy Krueger, Project Manager, provided the Board with a summary of the project progress and budget status. Photos of the construction progress were shared. An update on funding, work focus, upcoming activities, and the project completion schedule were detailed.

Tacoma Rail: Locomotive Fleet Management

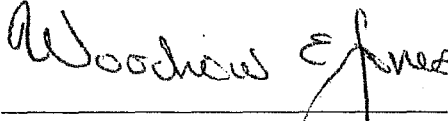
Dale King, Rail Superintendent, made introductory remarks. Alan Matheson, Chief Mechanical Officer, stated three items will come to the Board to enhance and modernize the locomotive fleet. The first is to lease to own two locomotives. This will support Rail's business volume growth in unit oil trains, commercial customers and intermodal traffic. The second is an interlocal agreement with the Port to repower or replace one locomotive with a Washington State Department of Ecology grant. This will help with maintenance costs and changing emission standards in Rail's aging fleet. The third is Positive Train Control (PTC). The introduction of PTC will maintain line tracks necessary to access the Mountain and Capital Divisions. Details and timelines were given for each of these projects.

Adjournment

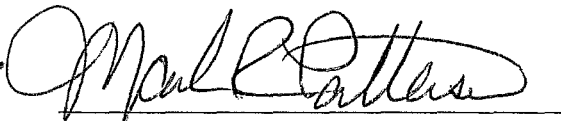
The study session was adjourned at 5:45 p.m. until the next regularly scheduled study session on Wednesday, July 9, 2014 at 3:00 p.m.

Approved:

Approved:



Woodrow E. Jones, Jr., Chair



Mark Patterson, Secretary