

APPROVED 5-14-14

MINUTES
 City of Tacoma
 Public Utility Board Study Session
 April 30, 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, Mark Patterson, Woody Jones, Bryan Flint, Monique Trudnowski

Moss Adams Editors Exit Conference

Julie Desimone, Moss Adams Partner, stated the audit process for Power, Water, and Rail has been conducted and is completed. All three of the operating funds received clean, unmodified opinions and all financial statements were free of material misstatements. Moss Adams' responsibilities under the U.S. auditing standards were summarized. Communication standards with the governing bodies were detailed. The presentation concluded with an overview of the new Government Accounting Standards Board (GASB) standards.

Tacoma Water: 2015 – 2016 Biennium Budget Planning

Linda McCrea, Water Superintendent, began with a state of the utility. This included information on demand per customer class, key accounts, declining demand and increasing cost, surplus capacity, new service cycles, filtration facility update, and rate pressures. Primary budget drivers were detailed. Graphical illustrations of rate projections, capital funding strategy, financial planning risks, and budget driver rate impacts were shared. Next steps in the budget process include budget development, customer/stakeholder outreach, and policy maker review of the budget.

Executive Session

An executive session for the purposes to review the performance of a public employee per RCW 42.30.110(1)(g) was convened at 4:55 for 20 minutes. At 5:15, the executive session was extended for 15 minutes and was adjourned at 5:30

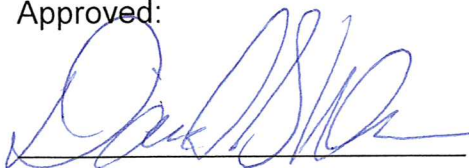
Miscellaneous

The public meeting was re-opened and the Board discussed the Charter Review Committee recommendations to the City Council impacting TPU.

Adjournment

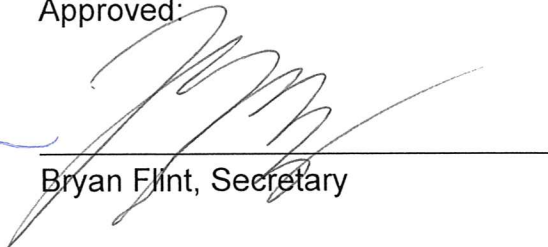
The study session was adjourned at 6:08 p.m. until the next regularly scheduled study session on Wednesday, May 14, 2014 at 3:00 p.m.

Approved:



David S. Nelson, Chair

Approved:



Bryan Flint, Secretary