

APPROVED 1-28-15

City of Tacoma
Public Utility Board Meeting
December 17, 2014
6:30 p.m.

Mr. Jones called the Public Utility Board meeting to order at 6:30 p.m. at the Public Utilities Administration Building.

Present: Woodrow Jones, David Nelson, Bryan Flint, Monique Trudnowski, Mark Patterson (arrived 6:40).

The meeting was quorate.

Minutes of the Previous Meetings

Mr. Flint moved that the minutes of the previous meetings be adopted; seconded by Mrs. Trudnowski. Voice vote was taken and carried. The minutes were declared adopted and made part of the record.

Recognitions

There were no recognitions.

Comments from the Public

There were no comments by the public.

Consent Agenda

There were no items on the consent agenda.

Regular Agenda

D-1 Resolution U-10738 – Award contracts and approve purchases:

1. Increase and extend contract with Ventyx for level two software and hardware support and maintenance for energy management systems (\$824,668, plus sales tax. Cumulative total \$2,196,416, plus sales tax);
2. Award contract to BASF Corporation for the supply of cationic polymer for the Green River Filtration Facility (\$241,500, plus sales tax);
3. Award contract to Progress Rail Services to purchase a GP40 locomotive equipped with an EPA certified Tier III compliant engine (\$2,052,610, sales tax not applicable).

Mr. Flint moved to adopt the resolution; seconded by Mrs. Trudnowski.

Clarification on item number three was provided as requested by the Board.

Voice vote was taken and carried. The resolution was declared adopted.

- D-2 Resolution U-10739 – Authorize execution of a professional services contract with Gordon Thomas Honeywell Government Affairs for state legislative and governmental services for 2015 and 2016.

Mr. Flint moved to adopt the resolution; seconded by Mrs. Trudnowski.

Bob Mack, Deputy Director for Administration, summarized the resolution. This contract provides assistance with the state legislature and executive agencies. The same contractor provides general government lobbying assistance to the City and its work is coordinated through TPU and general government.

Voice vote was taken and carried. The resolution was declared adopted.

- D-3 Resolution U-10740 – Authorize execution of a professional services contract with Gordon Thomas Honeywell Government Affairs for federal legislative and executive branch services for 2015 and 2016.

Mr. Flint moved to adopt the resolution; seconded by Mr. Patterson.

Bob Mack, Deputy Director for Administration, summarized the resolution. This contract provides assistance with Congress and executive agencies on issues regarding power, water, rail, and other utility matters. The contractor has provided assistance satisfactorily during all past contracts.

Voice vote was taken and carried. The resolution was adopted.

- D-4 Resolution U-10741 – Authorize payment of Tacoma Power's Peak Reliability statutory costs in the amount of \$253,229.

Mr. Flint moved to adopt the resolution; seconded by Mr. Patterson.

Byron Williams, Reliability and Compliance Assistant Manager, summarized the resolution. Tacoma Power's share assessed to the western interconnection balancing authorities and/or load serving entities to fund Peak's 2014 statutory costs was calculated in accordance with Section 13 of the Peak bylaws and approved by the Federal Energy Regulatory Commission. Tacoma Power's share is \$253,229.00

Voice vote was taken and carried. The resolution was adopted.

- D-5 Resolution U-10742 – Authorize payment of Tacoma Power's Western Electricity Coordinating Council statutory costs in the amount of \$219,135.

Mr. Flint moved to adopt the resolution; seconded by Mr. Patterson.

Byron Williams, Reliability and Compliance Assistant Manager, summarized the resolution. Tacoma Power's share assessed to the western interconnection balancing authorities and/or load servicing entities for the Western Electricity Coordinating Council (WECC) 2015 statutory costs was calculated in accordance with Section 11 of the

WECC bylaws and approved by the WECC board of directors and the Federal Energy Regulatory Commission. Tacoma Power's share is \$219,135.00.

Voice vote was taken and carried. The resolution was adopted.

D-6 Resolution U-10743 – Authorize Tacoma Rail to enter into a liability allocation agreement with Amtrak.

Mr. Flint moved to adopt the resolution; seconded by Mr. Patterson.

Alan Matheson, Chief Mechanical Officer, summarized the resolution. This agreement would set forth the apportionment of liability and risk of damage between Tacoma Rail and Amtrak for incidents that occur in connection with activities conducted on Sound Transit owned track between Nisqually Junction and the Tacoma Dome segment.

Voice vote was taken and carried. The resolution was adopted.

H. Reports of the Director

H-1 October cash projections for Power, Water, and Rail

H-2 October financials for Power, Water, Rail, Fleet, and Self Insurance Fund

I. Comments by the Board

Mrs. Trudnowski made positive remarks about the quality of water from the filtration that the Board sampled at the earlier study session.

Mr. Flint attended the Council's Government Performance and Finance Committee meeting and discussed process and collaboration between the Council and Board relating to Charter Amendment 6. Mr. Flint also reminded employees that, as a result of charter amendments, TPU employees are now able to participate in energy conservation programs at TPU.

Mr. Patterson thanked staff for their hard work through the year.

Mr. Nelson made positive remarks about the operating division financials.

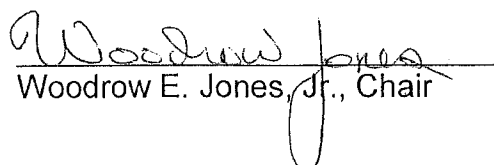
Mr. Nelson thanked his fellow Board Members for their work over the past year.

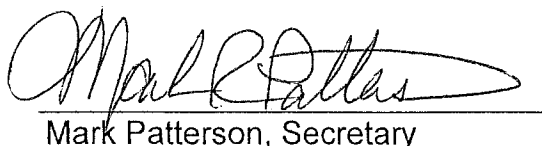
All Board Members wished everyone a very Happy Holiday season.

J. Adjournment

There being no further business or comments, the Public Utility Board was adjourned at 7:02 p.m. until Wednesday, January 14, 2015, for a study session beginning at 3:00 p.m., followed by the regular meeting at 6:30 p.m.

Approved:


Woodrow E. Jones, Jr., Chair


Mark Patterson, Secretary