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

Present: Woodrow Jones, Mark Patterson, Bryan Flint, Karen Larkin
Excused: Monique Trudnowski

The meeting was quorate.

Minutes of the Previous Meetings
Mr. Patterson moved that the minutes of the previous meetings be adopted; seconded by Ms. Larkin. 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
Elizabeth Kircher made public comments.

Consent Agenda
There were no items on the consent agenda.

Regular Agenda
D-1 Resolution U-10801– Award contracts and approve purchases:
   1. Award contract to Purcell P&C, LLC for the painting of spillway gates and hoist machinery at the Nisqually Hydroelectric Project and forebay gates and a domestic water tank at the Cowlitz Hydroelectric Project ($1,960,500, plus applicable sales tax with the option for two additional one-year renewal periods);
   2. Increase contract with Iljin Electric, USA, Inc., for the purchase of one additional 22/29 MVA generator step-up transformer ($387,170, plus sales tax; cumulative total $774,340, plus sales tax).

At staff request, Mr. Patterson moved to remove item number one from the general purchasing resolution; seconded by Mr. Jones. In response to a Board inquiry regarding the remaining item, Igal Muhumed, Associated Engineer, provided clarification.

Voice vote was taken and carried. The remaining item on the resolution was adopted.
D-2 Resolution U-10802 – Authorize Tacoma Water to enter into a fifteen-year
franchise agreement with Pierce County.

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

Heather Pennington, Deputy Water Superintendent, summarized the resolution. Pierce
County has granted a 15-year franchise to Tacoma Water to allow continued operation
within its jurisdiction. The terms of the franchise are favorable to Tacoma Water and
resulted from productive discussions with Pierce County. The franchise covers all of
Pierce County east of the Tacoma Narrows and includes desirable terms related to
projection coordination. Tacoma Water’s service area within the franchise boundary is
managed in accordance with the Pierce County Coordinated Water System Plan.

D-3 Resolution U-10803 – Authorize execution of a temporary wholesale water
supply purchase agreement between Tacoma Water and Lakehaven Utility
District.

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

Sean Senescall, Rates and Financial Planning Manager, summarized the resolution.
This resolution would make available up to six million gallons per day of water supply
from Lakehaven Utility District for purchase by Tacoma Water, effective September 1,
2015 through January 31, 2016. Tacoma Water would be granted operational use
authority over Lakehaven Utility District’s Second Supply storage rights, which total 255
million gallons. In exchange for this use authority, Tacoma Water will pay a lump sum of
$170,537 for Lakehaven’s storage and make a commitment to purchase a minimum of
128 million gallons of water from Lakehaven’s intertie at the cost of $320,610. In total,
Tacoma Water would have access to up to 1,173 million gallons of water at a cost of
$1,010.196.

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

H. Reports of the Director
Director Gaines made introductory remarks and called on Water Superintendent, Linda
McCrea, to provide an update on the water supply outlook. Superintendent McCrea
summarized the water supply outlook and provided an update on conservation efforts.

I. Comments by the Board
Mr. Jones made positive remarks about the water conservation messaging sent by TPU.

J. Adjournment
There being no further business or comments, the Public Utility Board was adjourned at
6:58 p.m. until Wednesday, September 23, 2015, for a study session beginning at 3:00
p.m., followed by the regular meeting at 6:30 p.m.

Approved:

__________________________________  ___________________________________
Bryan Flint, Chair                   Monique Trudnowski, Secretary