

November 16, 2022

MOTION

I hereby move that the following motion be approved:

22-18. That the Tacoma Power 2021/2022 Budget be amended through a mid-biennial budget adjustment to include an additional appropriation in the amount of \$25,000,000, as on file with the Clerk of the Board, and the City Council is requested to approve the same.



TACOMA PUBLIC UTILITIES
3628 South 35th Street
Tacoma, Washington 98409-3192

To: Jackie Flowers, Director of Utilities, CEO
From: Chris Robinson, Tacoma Power Superintendent
Date: November 9, 2022 for November 16, 2022 PUB Consideration
Subject: 2021/2022 Budget Modification

Recommendation

Authorize the amendment of the 2021-2022 Biennial Budget for Tacoma Power, Fund 4700 to include an additional appropriation in the amount of \$25,000,000.

Background

State law requires all cities that adopt a biennial budget to review and modify their budgets to ensure actual spending does not exceed budget by the end of the biennium. These budget adjustments may be needed to plan for unexpected revenues and/or expenses such as budget corrections, unplanned expenses and emergent needs for existing services.

Tacoma Power is experiencing higher than expected expenditures for

- Purchased power due to higher than budgeted wholesale market prices
- Personnel costs related to IBEW Local 483 market wage adjustments
- Taxes on higher than planned Wholesale Revenues

Summary

For Tacoma Power, the additional appropriation of \$25,000,000 added to the current appropriation of \$935,332,791 will bring the total appropriation to \$960,332,791.

This additional appropriation, if approved, will be forwarded to the Tacoma City Council for action. The City Council is scheduled to perform its initial review of the City's proposed adjustments at a Council meeting on December 6, 2022.





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Your approval is requested to submit this matter to the Public Utility Board for its consideration.

Approved:

Jackie Flowers
Director of Utilities, CEO

