



APPROVED 2/25/26

MINUTES
City of Tacoma
Public Utility Board Meeting
February 11, 2026
6:30 p.m.

Chair O'Loughlin called the Public Utility Board meeting to order at 6:30 p.m.

Present: John O'Loughlin; Elly Claus-McGahan; Anita Gallagher; Devin Hampton
Excused: William Bridges

Minutes of the Previous Meetings

Ms. Gallagher moved that the minutes of the previous meetings be adopted; seconded by Ms. Claus-McGahan. Voice vote was taken and carried. The minutes were declared adopted.

Public Comments

There were no public comments.

Regular Agenda

Departmental

C-1 Resolution U-11583- A resolution to award certain contracts and approve certain purchases:

1. Increase contract to Iljin Electric USA, Inc., for the purchase of substation power transformers (\$3,000,000, plus applicable taxes. Projected contract total \$13,000,000, plus applicable taxes) [Saul Kirkman, Power Engineer].

Ms. Gallagher moved to adopt the resolution; seconded by Ms. Claus-McGahan.

In response to a Board request for further contract clarification, Saul Kirkman, Power Engineer, shared the contract goes through March 2027 and there is \$2.5M left on the contract. There are no plans to extend the duration of the contract, only funds. Transformers have a three-year lead time for orders, will arrive in 2029, and that is when payment will be made.

Voice vote taken and carried. The resolution was adopted.

C-2 Resolution U-11584 – Authorize execution of a letter of agreement as negotiated with the Teamsters Local Union No. 117, General Unit, regarding a new classification of Hydro Park Aide

Ms. Gallagher moved to adopt the resolution; seconded by Ms. Claus-McGahan.

Dylan Carlson, Labor Relations Division Mgr, summarized the resolution. The City and Teamsters Local Union No. 117, General Unit, have negotiated a proposed Letter of Agreement and the proposed agreement provides for the creation of a new classification to be titled Hydro Park Aide. The classification will be represented by Teamsters Local Union No. 117, General Unit, for the purposes of collective bargaining, and will be created as classified, designated as overtime category "A", with a 2025 three-step pay range of \$21.70 to \$23.93 per hour. Rates of pay for the classification will be adjusted by the same percentage agreed to by the parties for the classification of Laborer (CSC 50010) for 2026 and any additional years of the collective bargaining agreement. All other terms and conditions for the classification will be consistent with the current collective bargaining agreement.

In response to a Board request to describe the work being done, Mr. Carlson shared that the work previously conducted by seasonal labor is now needed all year. This position absorbs basic maintenance duties and also greets customers.

Voice vote taken and carried. The resolution was adopted.

Tacoma Power

C-3 Resolution U-11585 – Authorize the revisions the wholesale transmission and ancillary service rates in Tacoma Power's Open Access Transmission Tariff, as well as the adoption of updated terms and conditions in Attachment O to better reflect the current practices of the Western energy Imbalance Market

Ms. Gallagher moved to adopt the resolution; seconded by Ms. Claus-McGahan.

Jing Liu, Power Rates and Forecasting Mgr, summarized the resolution. Tacoma Power requests approval of the proposed wholesale transmission and ancillary service rates in Tacoma Power's Open Access Transmission Tariff (OATT). Tacoma Power collects revenue from wholesale transmission customers who use Tacoma Power's transmission system under its published OATT. The OATT contains rates for two types of transmission service: Network Integration and Point-to-Point, and six ancillary services related to transmission. The annual transmission cost of service (annual revenue requirement) has increased by 34 percent over the last five years, primarily based on high inflation for both material and labor costs. Tacoma Power also proposes to update the terms and conditions in Attachment O of the tariff to better reflect the current practices of the Western Energy Imbalance Market. Currently, Tacoma Power has only one wholesale transmission customer: the Bonneville Power Administration (BPA) and BPA uses Tacoma Power's transmission system to deliver power to nine separate utilities, which are often referred to as the Pierce County Mutuals. BPA pays Tacoma Power a proportional share of annual transmission costs based on BPA's power deliveries to the Pierce County Mutuals.

D. Final Board Comments

Board Member Claus-McGahan acknowledged the visiting Webelos from Cub Scout Pack 148 of University Place who attended the Board meeting to learn about governance.

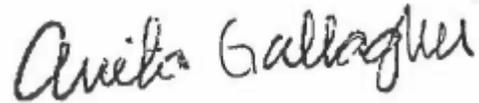
E. Adjournment

There being no further business or comments, the Public Utility Board meeting was adjourned at 6:42 p.m. until Wednesday, February 25, 2026 for a 3:00 p.m. study session followed by a 6:30 p.m. regular meeting.

Approved:

A handwritten signature in blue ink, appearing to read "John O'Loughlin".

John O'Loughlin, Chair

A handwritten signature in black ink, appearing to read "Anita Gallagher".

Anita Gallagher, Secretary