

**MINUTES
PUBLIC UTILITIES BOARD**

Monday, September 25, 2017

9:00a.m.

City Council Work Session Room

After determining that a quorum of the Public Utilities Board of the City of Denton, Texas is present, the Chair of the Public Utilities Board will thereafter convene into an open meeting on Monday, September 25, 2017 at 9:00a.m. in the Council Work Session Room at City Hall, 215 E. McKinney Street, Denton, Texas.

Present: Chair Randy Robinson, Vice Chair Susan Parker, Charles Jackson, Brendan Carroll, Lilia Bynum and Deb Armintor

Ex Officio

Members: Todd Hileman, City Manager and Mario Canizares, Assistant City Manager

Absent: Allen Bishop

The decision was made to put the Closed Agenda item at the end of the meeting.

OPEN MEETING

CONSENT AGENDA

- A. **PUB17-193** - Consider recommending approval of the 2018 water and wastewater impact fee update professional services proposal from Kimley-Horn and Associates, Inc. in the amount of \$91,400.
- B. **PUB17-198** - Consider recommending approval of a Professional Services Agreement with Enterprise Risk Consulting, LLC of Santa Fe, New Mexico to assist the City of Denton in developing a Power Supply Hedge Strategy and implement a Risk Management Process in an amount not to exceed \$200,000.
- C. **PUB17-199** - Consider recommending approval of a Professional Services Agreement with Deloitte and Touche, LLC of Parsipanny, New Jersey to perform a FY2017 benchmark analysis and risk assessment of the Energy Management Organization (EMO) in an amount not to exceed \$145,000.

Board Member Armintor pulled all consent agenda items.

- A. **Armintor asked for a brief overview.** PS Arora talked about what an Impact Fee is and that there is a required update every five years by the State of Texas.

There was a motion by Board Member Armintor with a second by Board Member Bynum. Vote 6-0 approved

- B. **Armintor asked about return on the investment.** Bryan Langley answered with an overview of DME Consultant work Plan. Langley talked about B and C together.

Armintor asked about Enterprise's view on storage. Langley answered they do not believe it is viable at this point. Maybe in two, four or ten years out it may be. Todd Hileman added that the initial scope is to put in writing where we are and where we are

going regarding renewables. This is a living document and will be revised each year or two.

Armintor then asked about the coal plant. Langley answered it will be a component of discussion.

Robinson asked about the reporting timeline of Deloitte and Enterprise. Langley answered the timeline of Deloitte's report is December 2017 for tasks one and two. Enterprise will report back in the spring of 2018 regarding EMO.

Parker asked why Deloitte is being used instead of in-house. Langley answered the technical knowledge that they bring is advantageous.

There was a motion to approve item B by Board Member Parker with a second by Board Member Bynum. Vote 6-0 approved

There was a motion to approve item C by Board Member Parker with a second by Board Member Carroll. Vote 6-0 approved

ITEMS FOR INDIVIDUAL CONSIDERATION

A. PUB17-194 - Consider recommending approval of the Public Utilities Board Meeting minutes of September 11, 2017.

Approved as circulated

B. PUB17-195 - ACM Update
1. Matrix

Matrix no changes

CONCLUDING ITEMS

Under Section 551.042 of the Texas Open Meetings Act, respond to inquiries from the Public Utilities Board or the public with specific factual information or recitation of policy, or accept a proposal to place the matter on the agenda for an upcoming meeting AND Under Section 551.0415 of the Texas Open Meetings Act, provide reports about items of community interest regarding which no action will be taken, to include: expressions of thanks, congratulations, or condolence; information regarding holiday schedules; an honorary or salutary recognition of a public official, public employee, or other citizen; a reminder about an upcoming event organized or sponsored by the governing body; information regarding a social, ceremonial, or community event organized or sponsored by an entity other than the governing body that was attended or is scheduled to be attended by a member of the governing body or an official or employee of the municipality; or an announcement involving an imminent threat to the public health and safety of people in the municipality that has arisen after the posting of the agenda.

Robinson would like to recognize DME for their assistance in Florida for Hurricane Irma.

Carroll – website data how many people view DTV for PUB Meeting. How many people download the agenda and back up information before and after.

Armintor – timeline for consultants to comeback added to the Website for PUB.

Armintor – consider having all proposed expenditures over \$50k to be individual consideration items.

Add Memo from last meeting regarding the Matrix to the next PUB Meeting Matrix.

CLOSED MEETING

- A. **PUB17-201** - Deliberations Regarding Certain Public Power Utilities: Competitive Matters - Under Texas Government Code Section 551.086; Consultation with Attorneys - Under Texas Government Code Section 551.071.

Receive a presentation from staff regarding public power competitive and financial matters related to the City's participation in, and the overall operational and financial aspects of, the Texas Municipal Power Agency; discuss and deliberate strategies regarding same and provide staff with direction. Discuss, deliberate and provide the City's attorneys with direction regarding the proposed Amendment No. 2 to the Joint Operating Agreement between the Texas Municipal Power Agency and the City of Bryan, the City of Denton, the City of Garland, and the City of Greenville, Texas. A public discussion of this legal matter would conflict with the duty of the City's Attorneys to the City of Denton, Texas under the Texas Disciplinary Rules of Professional Conduct of the State Bar of Texas.

Adjournment 10:07 a.m.

Approved on 10/9/17