

1 **MINUTES OF THE BOUNTIFUL LIGHT AND POWER COMMISSION**
2 **May 21, 1998**

3
4 **Those in Attendance**

5
6 **Power Commission**

7 H. Keith Barton, Chairman
8 Richard Foster
9 Sam Fowler, Council Representative
10 Lowell Leishman
11 William P. Moore

6 **Power Department**

7 Clifford Michaelis, Director
8 Mark Bradley
9 Alan Farnes
10 Allen Johnson

11 **Recording Secretary**

12 Nancy Lawrence

13 **Excused**

14 David Irvine, Commissioner
15 Ralph Mabey, Commissioner

16
17 **WELCOME**

18 Chairman Barton called the meeting to order and welcomed those in attendance.

19
20 **INVOCATION**

21 The invocation was offered by Commissioner Moore.

22
23 **MINUTES**

24 Minutes of the regular meeting of the Power Commission held April 23, 1998 were
25 presented and unanimously accepted as amended on a motion made by Commissioner Leishman
26 and seconded by Commissioner Moore.

27
28 **FINANCIAL REPORT - April 1998**

29 Chairman Barton presented the Financial Review for the Period Ending April 30, 1998
30 (10 of 12 months) with Revenue over Expenses and Capital Expenditures in the amount of
31 \$1,009,142.00. It was noted that Revenue is overstated in the report by \$120,000, as a result of
32 Air Products' income being entered into March and March's entry was made again in April
33 along with the proper April entry. Metered Sales are down three percent and overall revenues
34 are 20 percent below budget. Total Operating Expenses are below budget, but expenses as a
35 percent to current total revenues are 10 percent above the same budgeted figure. Following
36 discussion, Commissioner Leishman made a motion to accept the financial report as presented.
37 Councilman Fowler seconded the motion and voting was unanimous.

38
39 **46 KV TRANSMISSION REBUILD - BID APPROVAL**

40 Mr. Johnson reported that bids were opened on May 11th for the 46 kV transmission
41 rebuild. The bids were divided into five major groups which include insulators, 1272 ACSR
42 wire, laminated poles, wood poles and the miscellaneous parts and connectors. Five suppliers
43 submitted bids and it is the recommendation of the consulting engineer (SSR) and staff that the
44 following bids be accepted:

45 Laminated poles \$16,206.10 Northern
46 Wood poles \$36,321.00 Northern

1	Subtotal - Northern		\$52,527.10
2			
3	Insulators	\$12,594.05	Western
4	Wire	\$45,600.00	Western
5	Miscellaneous parts	\$27,278.08	Western
6	Subtotal - Western		<u>85,472.13</u>
7			
8	TOTAL BID AMOUNT		<u>\$137,999.23</u>
9			

10 Mr. Johnson explained that the poles and hardware to be used on the Echo transmission line
 11 accounts for \$8,798 and the remaining \$129,201.23 will be charged to the new transmission line
 12 account. Following discussion, the bids were accepted as presented above on a motion made by
 13 Commissioner Leishman and seconded by Mr. Foster. Voting was unanimous. It was noted that
 14 delivery should be within 8 or 10 weeks, FOB Bountiful.

15
 16 **POWER SYSTEMS OPERATIONS REPORT**

17 **Deregulation and Electrical Restructuring Update.** Mr. Michaelis reported that the
 18 Deregulation and Customer Choice Task Force met for the first time on April 23 and it is their
 19 recommendation that draft legislation should not be done during 1998. The Task Force
 20 suggested that activities be scheduled which relate to understanding complex restructuring
 21 issues and solutions for those issues. He noted that states which have attempted legislation (
 22 including Washington and California), have experienced significant problems, including major
 23 losses in the company put together to manage the transmission line system. Mr. Michaelis
 24 commended the Utah Task Force for their willingness to use prudence and move thoughtfully
 25 through the process of evaluating deregulation. Transmission accounts for about 7 percent of the
 26 total costs, with distribution at 19 percent and generation at 74 percent. He noted that costs vary
 27 significantly between different parts of the nation.

28
 29 **Dworshak Project Update.** Mr. Michaelis reported that a joint meeting between
 30 UAMPS, BPA, and the Army Corps of Engineers was held on March 24, 1998 in Portland to
 31 discuss the development of the Dworshak Hydro project. He cited some of the pros and cons of
 32 the project including water, ownership and operation conditions. He noted that BPA could buy
 33 us out with a contract. However, the Corps is willing to work with the City so that we shouldn't
 34 have to give up our permit until the negotiations with BPA are complete. Environmental issues
 35 are a major part of the discussion for this matter.

36
 37 **Residential Single Phase KWH Meter - Bid Approval.** Bid requests were sent to three
 38 suppliers for 384 residential single phase KWH meters and bids were opened on May 13. It is
 39 the recommendation of staff to award the bid to low bidder, Riter Engineering, in the amount of
 40 \$26,688.00. Commissioner Moore motioned for approval as recommended, Commissioner
 41 Leishman seconded the motion and voting was unanimous.

42 The following **other agenda items** were included in the packet, but not discussed in the meeting:
 43 Work Related Injuries/Safety Report

1 April 1998 Public Relations
2 Outage Report - April 1998
3 Systems Resource Report - February 1998
4

5 **OTHER BUSINESS**

6 An alternate meeting schedule was considered for June and July and it was decided to
7 hold the Power Commission meeting on June 25th, as a combined meeting for both months. If
8 any further action is necessary in July, staff will contact the commission on a conference call.
9

10 Chairman Barton thanked the staff for their work and said he looks forward to having the
11 transmission rebuild ready this fall.
12

13 **NEW BUSINESS**

14 None
15

16 The meeting adjourned at 7:08 p.m. on a motion made by Commissioner Leishman and
17 seconded by Councilman Fowler .