

1 **MINUTES OF THE JOINT MEETING OF THE**
2 **BOUNTIFUL CITY COUNCIL AND THE**
3 **BOUNTIFUL CITY LIGHT AND POWER COMMISSION**
4 **April 23, 2013 - 8:00 a.m.**

5
6 **Those in Attendance**

7
8 **Power Commission**

9 Lowell Leishman, Chairman
10 John Cushing
11 Richard Foster
12 Jed Pitcher

13
14 **Mayor**

15 Joe L. Johnson

16
17 **City Council**

18 Richard Higginson
19 Beth Holbrook
20 John Marc Knight
21 Fred Moss (PC representative)

22
23 **Other**

24 Gary Hill, City Manager
25 Galen Rasmussen, Admin. Serv. Director

26
27 **Excused**

28 Thomas Tolman, Councilman
29 David Irvine, Power Commission
30 Paul Summers, Power Commission

31
32 **WELCOME**

33 Chairman Leishman called the meeting to order at 8:00 a.m. and welcomed those in
34 attendance. He excused Councilman Tolman and Commissioners Irvine and Summers. The
35 opening prayer was given by Councilman Moss.

36
37 **MINUTES –March 26, 2013**

38 Minutes of the Power Commission meeting March 26, 2013 were presented and
39 unanimously approved as written on a motion made by Commissioner Foster and seconded by
40 Commissioner Pitcher.

41
42 **FISCAL YEAR 2013 – 2014 BUDGET PRESENTATION**

43 Mr. Christensen presented the proposed Fiscal Year 2013-14 Bountiful City Power
44 Department budget which is balanced at \$27,672,634. He noted that there are no proposed
45 changes to BCLP’s Electric Rate Schedules and Electric Service Policies and Agreements.
46 There are also no proposed changes to rates, fees, or deposits. He reviewed slides which showed
47 comparative rates between BCLP and Rocky Mountain Power (RMP), demonstrating that
48 Bountiful residents pay 9.6% less than RMP based on a 700 kWh year-round usage.

1 Total operating revenues for 2014 are projected at \$26,257,899, up \$148,064 from the
2 current year. This includes \$23,730,000 Electric Metered Sales (EMS) which is unchanged from
3 the 2013 budget, but down 2.9% from the FY 2013 estimated actual. Air Products is budgeted at
4 \$2,400,000, up \$146,076 (6.5%). Electric Metered Sales accounts for 86 percent of the operating
5 revenue, Air Products is 9 percent, and 5 percent is allocated to other accounts.
6

7 Budget expenditures include Personnel Services at \$4,018,955, up \$209,224 (5.5%).
8 This includes no change in the number of full and part-time employees, a 2% COLA for 11 full-
9 time employees (and related medical insurance rates), total labor (up 4 percent) and total benefits
10 (up 9.0 percent). It is recommended that “on call” pay be increased from \$1.50 to \$2.00 per
11 hour. Total operating and maintenance expenses are budgeted at \$17,858,738, down 2.8%. The
12 majority of this decrease is accounted for by the ability to generate with the new turbines at the
13 Plant.
14

15 Mr. Christensen reviewed Firm Resources which are contracted for in the FY 2014
16 budget, with the BCLP plant natural gas/diesel being the largest single resource. He pointed out
17 that the Colorado River Storage Project (CRSP) contract ends in 2024 and accounts for 12-25
18 MW of firm power. It was also noted that 39.4 percent of our resources are carbon free power.
19 Distribution expenses are projected to be up 5.6 percent to provide for wire change-outs.
20 \$520,000 for two 3-man tree trimming crews remains that same as the current year. Significant
21 operations and maintenance expenditures include special equipment, a new phone system, and
22 new meters to replace old mechanical meters.
23

24 Total Capital Expenditures are up 35.7 percent (budgeted at \$1,996,000), which includes
25 the proposed upgrade to the office and warehouse estimated at \$732,795. Other Capital
26 Expenditures include an Inter-Tie for Feeder #573, replacement truck and equipment and the
27 beginning of upgrading the Southwest Substation (\$800,000). This project is expected to take
28 several years and cost approximately \$5-7 million. Work will also begin on the East loop of the
29 transmission system (\$100,000). This project will take several years and cost approximately \$3
30 million. The Operating Transfers In and Out were reviewed, with a net transfer out of
31 \$1,624,486, a major factor being the Contribution to the General Fund. Mr. Christensen noted
32 that since the Committee submitted the budget, a need has developed to include a large forklift
33 for \$60,000. This will not change the totals, but will affect two line items.
34

35 Following discussion and a question/answer session, Commissioner Pitcher made a
36 motion that the Commission recommend acceptance of the proposed budget to the City Council
37 in the amount of \$27,672,634. Commissioner Cushing seconded the motion and voting was
38 unanimous. The City Council was excused at this time – 9:21 a.m.
39
40
41

42 _____
JOE L. JOHNSON, Mayor

43 _____
44 KIM J. COLEMAN, City Recorder

45 * * * * *