

**TRAVERSE CITY
LIGHT AND POWER BOARD**

Minutes of Regular Meeting
Held at 5:15 p.m., Commission Chambers, Governmental Center
Tuesday, October 28, 2014

Board Members -

Present: Barbara Budros, Jim Carruthers, Pat McGuire, Jeff Palisin, Bob Spence,
Jan Geht, John Taylor

Ex Officio Member -

Present: Jered Ottenwess, City Manager

Others: Tim Arends, W. Peter Doren, Scott Menhart, Karla Myers-Beman, Tom
Olney, Kelli Schroeder, Stephanie Tvardek, Jessica Wheaton

The meeting was called to order at 5:15 p.m. by Chairman Taylor.

Item 2 on the Agenda being Consent Calendar

None.

Items Removed from the Consent Calendar

None.

Item 3 on the Agenda being Unfinished Business

None.

Item 4 on the Agenda being New Business

a. Consideration of approving minutes of the Regular Meeting of October 14, 2014.

Moved by Carruthers, seconded by Budros, that the minutes of the Regular Meeting of October 14, 2014 be approved.

CARRIED unanimously .

b. Consideration of West Side Transmission Line Upgrade Project Authorization Request.

The following individuals addressed the Board:

Tim Arends, Executive Director
Karla Myers-Beman, Controller
Jered Ottenwess, City Manager
W. Peter Doren, General Counsel

The following individuals from the public addressed the Board:

- Mike Gaines, 425 N. Madison Street, Ratepayer
- Kera Ganter, 1615 Randolph Street, Non-Ratepayer
- Emily Mitchell, 3716 Jefferson, Non-Ratepayer

- Eileen Ganter, 1615 Randolph Street, Non-Ratepayer
- Jamie Al-Shamma, 131 N. Elmwood Avenue, Ratepayer
- Nicole Girard, 2973 Concord Street, Non-Ratepayer
- Patti Olson, 1815 Wayne, Ratepayer
- Ross Biederman, 1003 Peninsula Drive, Ratepayer, Chairman Recreational Authority
- Cindy Timmer, 3700 Incochee Road, Ratepayer
- John Nelson, 4022 Incochee, Ratepayer
- Rick Buckhalter, 932 Kelley Street, Ratepayer
- Willow Al-Shamma, N. 131 Elmwood Avenue, Ratepayer
- Ron Fine, 1307 Wayne Street, Ratepayer
- Kate Raven, 1350 Wayne Street, Ratepayer
- Jennifer Jaffe, 1747 Wayne Street, Ratepayer
- Marcy Cook-Fine, 1307 Wayne Street, Ratepayer
- Matt Cowall, 117 Homestead Court, Ratepayer, Executive Director Traverse City & Charter Township of Garfield Recreational Authority
- Anna Joseph, 1422 Wayne Street, Ratepayer
- Brian Haas, 227 E. 10th Street, Ratepayer, Chairman Traverse City Parks & Recreation Commission
- Steve Nance, 1701 Wayne Street, Ratepayer
- Gary Olson, 1815 Wayne Street, Ratepayer
- Karen Nielsen, 1223 Randolph Street, Ratepayer
- Sam Shore, 432 N. Madison, Ratepayer
- Chelsea Dennis, 319 Wadsworth Street, Ratepayer
- Rick Venner, 1660 Wayne Street, Ratepayer

Moved by Carruthers, that the Board approves relocating the line to M-72/Grandview Parkway corridor – overhead from Gray Substation to Division.

Motion failed due to lack of support.

Moved by Carruthers, seconded by Budros, that the Board approves relocating the line to M-72/Grandview Parkway corridor – overhead and underground along Bay Street to the Division Street pole.

Roll Call:

Yes – Budros, Carruthers

No – McGuire, Palisin, Spence, Geht, Taylor

FAILED.

Moved by McGuire, seconded by Geht, that the Board approves the Project Authorization Request as presented to upgrade the overhead West Transmission Line from Gray Substation to Hall Street Substation in its existing transmission line easement with realignment in the Hickory Hills Ski Area.

Roll Call:

Yes – Budros, McGuire, Palisin, Spence, Geht, Taylor

No – Carruthers

CARRIED.

- c. Consideration of professional engineering services related to the West Side Transmission Line Upgrade project.

The following individuals addressed the Board:

Tim Arends, Executive Director
W. Peter Doren, General Counsel

7:02 p.m. Chairman Taylor called the meeting to recess.

7:06 p.m. Chairman Taylor called the meeting to order.

7:06 p.m. Barbara Budros departed the meeting.

Moved by Geht, seconded by Spence, that the Board authorizes the Chairman and Secretary to enter into an Agreement with GRP Engineering, Inc. for professional engineering services related to the West Side Transmission Line Upgrade Project in the amount of \$110,000; subject to approval as to substance by the Executive Director, and as to form by General Counsel.

Roll Call:

Yes – McGuire, Palisin, Spence, Geht, Taylor

No – Carruthers

CARRIED. (Budros absent)

Tim Arends announced items 6b1 and 6b2 would be removed from the agenda and placed on a future agenda due to the length of the meeting.

- d. Consideration of an Amendment to the accepted Counterproposal for Purchasing M-72 Wind Turbine.

The following individuals addressed the Board:

Tim Arends, Executive Director
W. Peter Doren, General Counsel

Geht announced he would recuse himself from the discussion and vote due to a conflict of interest.

Moved by McGuire, seconded by Palisin, that the Board authorizes the Chairman and Secretary to execute Amendment Number One to the Accepted Counterproposal to Heritage Sustainable Energy for the sale of the M-72 Wind Turbine; subject to approval as to substance by the Executive Director, and as to form by General Counsel.

CARRIED unanimously. (Budros absent)

- e. Consideration of authorizing a Power Purchase Agreement for M-72 Wind Turbine Energy.

The following individuals addressed the Board:

Tim Arends, Executive Director
Karla Myers-Beman, Controller

Moved by Palisin, seconded by Spence, that the Board authorizes the Chairman and Secretary to execute a Power Purchase Agreement with Heritage Sustainable Energy, LLC for the output from the M-72 Wind Turbine once the sale of the unit is finalized; subject to approval as to substance by the Executive Director, and as to form by General Counsel.

CARRIED unanimously. (Budros absent)

Chairman Taylor confirmed Geht abstained from the previous vote due to a conflict of interest.

f. Consideration of Cowell Family Cancer Center Service Agreement.

The following individuals addressed the Board:

Tim Arends, Executive Director
Karla Myers-Beman, Controller
W. Peter Doren, General Counsel

Moved by McGuire, seconded by Geht, that the Board authorizes the Secretary and Chairman to execute the Electric Service Agreement for the Cowell Family Cancer Center, subject to approval as to substance by the Executive Director, and as to form by General Counsel.

CARRIED unanimously. (Budros absent)

g. Introduction of proposed Board Rules Amendment.

The following individuals addressed the Board:

W. Peter Doren, General Counsel

Moved by Spence, seconded by Palisin, that the Amendment to Rule 1 of the TCL&P Board Rules to provide for cancellation of Regular Meetings be proposed and scheduled for adoption at the next Regular Meeting.

CARRIED unanimously. (Budros absent)

Item 5 on the Agenda being Appointments

None.

Item 6 on the Agenda being Reports and Communications

a. From Legal Counsel.

None.

b. From Staff.

1. *Arc Flash Study and implementation report. – Removed from the agenda to be discussed at a future meeting.*
2. *Presentation of fiscal year end June 30, 2014 unaudited financial statements. – Removed from the agenda to be discussed at a future meeting.*

3. Jessica Wheaton announced the Clean Up Green Up event scheduled for November 2, 2014.

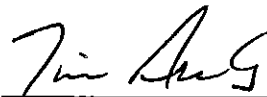
C. From Board.

1. John Taylor announced Tim Arends will be participating in the Sleep Out for Warmth event scheduled for Wednesday, October 29, 2014.

Item 6 on the Agenda being Public Comment

No one from the public commented.

There being no objection, Chairman Taylor declared the meeting adjourned at 7:36 p.m.



Tim Arends, Secretary
LIGHT AND POWER BOARD

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