

**TRAVERSE CITY
LIGHT AND POWER BOARD**

Minutes of Light and Power Board Study Session
Held at 5:30 p.m., Light & Power Service Center
Thursday, May 5, 2011

LIGHT AND POWER BOARD MEMBERS -

Present: Michael Estes, John Snodgrass (arrived 5:35 p.m.), Ralph Soffredine, John Taylor, Linda Johnson, Mike Coco

Absent: Jim Carruthers

EX OFFICIO MEMBER -

Absent: Ben Bifoss, City Manager

OTHERS: Ed Rice, Tim Arends, Stephanie Tvardek, Jim Cooper, Glen Dine, Karen Feahr

The meeting was called to order at 5:30 p.m. by Chairman Coco.

Member Snodgrass arrived at 5:35 p.m.

1. Discussion of the major Capital Improvement Plan projects.

Staff presented a 10 year history of Capital Improvements as requested by the Board. It was the Board consensus to defer that conversation to a future regular meeting. After further discussion, the Board decided to not review the current Capital Improvement Plan in detail. There was general discussion regarding local generation.

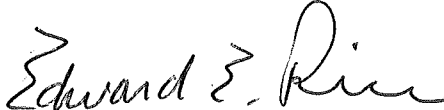
2. Board revenue and expense discussion.

The Board discussed the increased cost of generation and its impact on customers through the cost of the Power Cost Recovery; and further discussed options of leveraging the utility's fund balance to off-set those impacts. Staff requested each Board Member submit their plan for accomplishing this off-set; staff will present the various options and its financial impact at a future Board meeting.

3. Public Comment

No one from the public commented.

Meeting adjourned at 8:01 p.m.



Edward E. Rice, Secretary
LIGHT AND POWER BOARD