

TMPA Board Appointment 2024

Tony Puente
DME General Manager
July 16, 2024
Legistar ID #24-1340



About TMPA

- Texas Municipal Power Agency (TMPA)
 - A “Joint Powers Agency” owned by the cities of Denton, Bryan, Greenville and Garland.
 - Created in 1975.
 - Purpose: the generation and sale or exchange of electric energy; or the provision of wholesale transmission service.
 - Generation Assets - Sold the Gibbons Creek Steam Electric Station and all generation assets to a private party in January 2021.
 - Mine Property – Sold approximately 11,000 acres to a private party in December 2021. Approximately 723 acres remain which are currently being marketed for sale. Remaining acreage was never mined, has highway frontage, and is likely valued higher on a per acre basis.
 - Transmission Assets – Possible unbundling and transfer of ownership to each member city. May lead to dissolution of agency if no assets remain.

Board Background

- TMPA Board Representatives
 - Each TMPA member city has 2 dedicated seats on the Board.
 - Must be a qualified voter and reside within Denton's city limits; or be an employee or officer of the City; or a member of the Denton City Council; or a retail customer of DME.
 - TMPA has formally notified the City that one of its Board seats (currently held by Mr. Billy Cheek) will be expiring on July 18, 2024. The other seat is held by Mr. Jesse Davis and his term will not expire until July 18, 2025.
 - Staff notified the City Council of the vacancy by an Informal Staff Report on June 28, 2024, so that members of the City Council could submit nominees for this agenda item.
 - Staff received no nominations, but Mr. Billy Cheek has expressed a desire to serve another term. Mr. Cheek's application was provided with today's agenda packet.

Action Required

- Per TMPA governance requirements, the City must formally adopt a resolution of appointment for the representative it wishes to fill the next term for the expiring seat.
- To avoid a lapse in the City's representation on the TMPA Board of Directors, staff is requesting that the City Council select a nominee and affirm by resolution.
 - Staff recommends that City Council use the following phrase for consideration of an appointee, "Move approval of the resolution with (Name of Person) in each of the appropriate blanks."
- The selected representative will serve from July 18, 2024 to July 18, 2026.