

EXHIBIT 4

DRAFT MINUTES PUBLIC UTILITIES BOARD

Monday, March 27, 2017	9:00a.m.	City Council Work Session Room
------------------------	----------	--------------------------------

After determining that a quorum of the Public Utilities Board of the City of Denton, Texas is present, the Chair of the Public Utilities Board will thereafter convene into an open meeting on Monday, March 13, 2017 at 9:00a.m. in the Council Work Session Room at City Hall, 215 E. McKinney Street, Denton, Texas.

Present: Chair Randy Robinson, Vice Chair Susan Parker, Barbara Russell, Charles Jackson, Allen Bishop and Lilia Bynum

Ex Officio

Members: Todd Hileman, CM and Jon Fortune, ACM

Absent: Brendan Carroll

ITEMS FOR INDIVIDUAL CONSIDERATION

B. PUB17-072 - Consider recommending approval of an ordinance of the City of Denton, Texas authorizing the City Manager to execute a First Amendment to a professional Services agreement by and between the City of Denton, Texas and Teague Nall and Perkins, Inc., for engineering and surveying services relating to the Denton Municipal Electric Capital Improvement Plan; authorizing the expenditure of funds therefor; providing an effective date (File 5306 in the additional amount not-to-exceed \$4,360,000; aggregating a total not-to-exceed \$8,520,000).

William A. Bunselmeyer gave the presentation for this item. The Engineering and Surveying Services Professional Services Agreement (PSA) provides extensive services to DME Capital Improvement Projects. Serve as DME's professional representative in any capacities needed for project development, design, or construction support.

The background includes a contract with Teague, Nall & Perkins for Engineering Surveying Services PSA on August 6, 2013 in the amount of \$4,160,000. There are 15 major CIP projects that are completed, 22 partially completed and nine that are started. As a note this PSA is not associated with the Denton Energy Center. Also a point of interest, the 2017 transmission and substation CIP budget is in the amount of \$272,000,000.

A list was shown of the above projects. Staff wants to continue with the current engineering firm that is the reasoning for the requested amendment.

Staff recommends approval of the proposed amendment to the contract with Teague, Nall and Perkins, Inc., that authorizes an increase of \$4,360,000, for a total amount not to exceed \$8,520,000.

Chair Robinson asked if this amendment will complete the projects shown. Bunselmeyer answered staff believes it will.

There was some further discussion regarding this item later in the meeting. Hileman added that staff needs clarification on the five year payment plan and with or without interest added to the motion.

EXHIBIT 4

1 Bishop asked if it would be appropriate to try and get the money up front and then finance if
2 unable to do that. Hileman answered that the City tries to work with their customers as much as
3 possible. The carrying charges are not substantial, but this question wasn't clarified by the
4 motion.

5
6 Bynum asked historically how this has been handled. Williams answered in the rate structure
7 there is a facilities rider that has been utilized in the past where the charge has been added to
8 their bill and paid out over time. This is not unusual for commercial or residential customers.

9
10 **Board Member Bishop motioned to approve item B, to finance for 5 years without carrying**
11 **cost or interest (PUB17-072), with a second by Board Member Russell. Vote 6-0 approved.**

12
13 **Adjournment 10:00 a.m.**