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| <b>Infrastructure Advisory Committee<br/>(IAC)<br/>Meeting Summary</b> | August  |
|  | 3:00- 5:00                                    |
|  | <b>City of Bend, Boyd Acres Training Room</b> |

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| <b>Committee Chair</b> | Frank Turek | <b>Note taker:</b> | Adele McAfee |
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| <b>In Attendance:</b> |  |
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**Committee Members:** , Casey Roats, Ray Auerbach, Frank Turek James Gattey

**Absent with prior notice:** Andy High, Nancy Loveland

**COB Staff:** Tom Hickmann, Jeff England, and Adele McAfee

### **Meeting Summary**

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| <b>Agenda item:</b> | <b>Update on Surface Water Improvement Project – Hydro power</b> | <b>Presenter:</b> | <b>Tom Hickmann</b> |
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| <b>Discussion:</b> | <p>Tom Hickmann PE presented an update on the Surface Water Improvement Project. Council will be considering approving a resolution directing staff to proceed with the construction of a hydroelectric facility as part of the Surface Water Improvement Project.</p> <p>Tom stated there are three considerations for council: least cost solution; economical feasibility, and rate impacts. The base assumptions are that the plant will be fully operational in 2014, power production limited by the beneficial use of water, water used is within the permitted use, and the power would be sold to Pacificorp. Tom explained even though the analysis took very pessimistic view it always showed a positive cash flow.</p> <p>During the discussion regarding the project's impact on rates, Jim Gattey asked how were future water sales rates considered. Tom said that raised a very interesting point and he would find out if this was considered in the analysis.</p> <p>A discussion ensued about the City of Medford's improvement projects and how they were able to keep rates down with nominal annual increases and designating those funds for improvements.</p> <p>The committee adjourned from the meeting room and continued on their tour of the water facilities.</p> |
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