

MINUTES OF THE MEETING
OF THE
BOARD OF MUNICIPAL UTILITIES
OF THE
CITY OF SIKESTON, MISSOURI

HELD ON THE FOURTEENTH DAY OF NOVEMBER, 2017

On the fourteenth day of November, 2017 the Board of Municipal Utilities met in Regular Session at 4:00 P.M. in the Board Room at the Utility office. The following members of the body were present:

Messrs: Brian Menz, Tim Merideth, Bob Smith, Alan Keenan

Absent:

Also Present: Steven Burch, Mayor; Gerald Settles, City Council Member; Joe Blanton, Board Attorney; Rick Landers, Utility Manager; Marcia Witt, Jeff Winders, Don Miller, Doug Shaw, Ron Priday, Erin Miller of the Utility Staff

There being a quorum present, the following business was transacted:

Action on Agenda

There was no action on the agenda

A motion was made by Tim Merideth to accept the agenda. The motion was seconded by Bob Smith. A roll call vote was held as follows, Smith, Menz, Merideth, Keenan "Yes" The Agenda was approved.

Action on Monthly Agenda Items

The Chairman asked for a motion to approve the minutes of the Special Meeting of October 17, 2017. A motion was made by Tim Merideth and seconded by Bob Smith. A roll call vote was held as follows. Menz, Smith, Keenan, Merideth "Yes". The minutes were approved as presented. The Chairman asked for a motion to approve the minutes of the Workshop Meeting of October 30, 2017. A motion was made by Tim Merideth and seconded by Bob Smith. A roll call vote was held as follows. Keenan, Menz, Smith, Merideth "Yes". The minutes were approved as presented. The Chairman asked for a motion to approve the minutes of the Special Meeting of November 01, 2017. A motion was made by Tim Merideth and seconded by Bob Smith. A roll call vote was held as follows. Keenan, Menz, Smith, Merideth "Yes". The minutes were approved as presented. The Chairman asked for a motion to approve the minutes of the Closed Meeting of November 03, 2017. A motion was made by Tim Merideth and seconded by Bob Smith. A roll call vote was held as follows. Keenan, Menz, Smith, Merideth "Yes". The minutes were approved as presented.

Financial

Finance Manager Marcia Witt presented the Financial Report for September, 2017. Witt reviewed and discussed the Electric System Wholesale and Retail Pro Forma reports. Witt reported that September spot electric sales were good. She noted that we expect more Sikeston Power Station outage expenses to come in in the next month.

The Electric Retail System had a net income of \$480,595. Electric Wholesale showed a net income of \$588,522. Water Department had a net income of \$58,491. The Sewer Department had a net loss of \$13,359. The Sewer Lagoon had a net income of \$10,205.

A motion to approve the report was made by Tim Merideth and was seconded by Bob Smith. The following roll call vote was held. Merideth, Smith, Menz, Keenan "Yes". The report of the Financial Department was approved.

Retail Operations

Operations Manager Jeff Winders presented the retail operations report.

Electric line crew is helping City of Sikeston on projects in the Recreation Complex.

Substation crews are collecting yearly oil samples and doing maintenance work at NW and NE substations. Winders gave a transformer status update for NE and NW substations.

Winders reported we have engaged the law firm of Stinson Leonard Street, LLP along with the Blanton Law Firm to assist Waters Engineering and Geosyntec in our response to the Missouri DNR discharge permit. A meeting with DNR is scheduled for November. We recently met with state legislators Holly Rehder and Wayne Wallingford to discuss our DNR permit issues.

Winders reported on the water test drilling. Layne Arkansas completed drilling at the Illinois Avenue site. Results were not as good as we had hoped they would be. Alternate test drilling sites are currently being considered.

Winders reported on the current status of the pole inspection project and the GIS mapping project. He briefed Board on efforts to restore the street light at Ingram and Highway HH.

A motion was made by Alan Keenan to approve the Retail Operations Report. The motion was seconded by Bob Smith and the following roll call vote was held, Smith, Keenan, Merideth, Menz "Yes". The Retail Operations Department Report was approved.

Sikeston Power Station

Don Miller presented the report from the Sikeston Power Station for September, 2017. There were no outages or derates for the month.

Miller reported that work has been completed on the fall mill outage. He reported the plant is running very well. The contract with Headwaters ends December 31, 2017. We are starting new contract talks with them.

Miller reviewed the coal stockpile estimates and daily coal usage. Both trains are still running. We plan to run both trains to build up the stockpile to around 180,000 tons.

Miller reported on the current power pricing.

A motion was made by Alan Keenan to approve the SPS Report. The motion was seconded by Tim Merideth and the following roll call vote was held, Merideth, Menz, Smith, Keenan "Yes". The Report for the Sikeston Power Station was approved.

Western Fuels Delegate Resolution

The Board was presented a Resolution stating who will be the authorized delegate to the Special Meeting of The Western Fuels Association on December 07, 2017. The Resolution names Rick Landers and the delegate.

A motion was made by Bob Smith to approve the Resolution. The motion was seconded by Tim Merideth and the following roll call vote was held, Smith, Keenan, Merideth, Menz "Yes". The Resolution was approved.

General Manager's Report

Steel Mill – Ameren is still working on the proposal. Landers briefed Board on details to date.

Magnitude 7 – Has reached an agreement with AECI and will begin operation in ninety days.

Ameren – BMU has an agreement with Ameren to serve a small group of Ameren electric customers along the east side of Highway 61 north of Sikeston. The agreement needs updating and the rate revised. Staff will begin discussion with Ameren.

DNR Meeting – Landers reported on the recent meeting in Jefferson City with representatives of the Missouri Department of Natural Resources. Also in attendance were reps from Waters Engineering and Geosyntec.

Unilever Wastewater Issue – Landers reported on the recently concluded study by Burns & McDonnell regarding the wastewater discharge from the Unilever plant in the Industrial Park. A meeting will be held soon to discuss the study.

Netmetering – Rick Landers reported he has a draft of a new Netmetering Ordinance.

Broadband – The project is ongoing. Landers briefed the Board on some right of way and easement issues and questions that have come up.

Rates – Landers asked the Board to consider dates for a Workshop to discuss the results of the Rate Study by Utility Financial Solutions.

Landers reported that an information sheet will be included with the November bills giving information on Budget Billing.

Executive Session

The Chairman cited a need to enter Executive Session. Bob Smith made a motion to enter Executive Session. The motion was seconded by Tim Merideth and the following roll call vote was held, Merideth, Smith, Menz, Keenan "Yes". The Board entered Executive Session. No business was transacted. Tim Merideth made a motion to adjourn Executive Session. Bob Smith seconded. Roll call vote, all yes.

Adjournment

There being no further business Tim Merideth moved to adjourn the meeting. The motion was seconded by Bob Smith and a roll call vote was held, all yes. The Chairman declared the meeting adjourned.



Secretary