

MINUTES OF THE MEETING
OF THE
BOARD OF MUNICIPAL UTILITIES
OF THE
CITY OF SIKESTON, MISSOURI
HELD ON THE TENTH DAY OF JULY, 2018

On the tenth day of July, 2018 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, Bob Smith, Alan Keenan

Absent: Tim Merideth

Also Present: Gerald Settles, City Council; Joe Blanton, Board Attorney; Rick Landers, Utility Manager; Marcia Witt, Jeff Winders, Don Miller, Doug Shaw, Ron Priday, Erin Miller, Shane Davis 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 Alan Keenan to accept the agenda. The motion was seconded by Bob Smith. A roll call vote was held as follows, Keenan, Smith, Menz “Yes” The Agenda was approved.

Action on Monthly Agenda Items

The Chairman asked for a motion to approve the minutes of the Regular Meeting of June 12, 2018. A motion was made by Alan Keenan and seconded by Bob Smith. A roll call vote was held as follows. Menz, Keenan, Smith “Yes”. The minutes were approved as presented.

A motion was made to approve the minutes of the Special Meeting of June 22, 2018. A motion was made by Alan Keenan and seconded by Bob Smith. A roll call vote was held as follows. Menz, Keenan, Smith “Yes”. The minutes were approved as presented.

Financial

Finance Manager Marcia Witt presented the Financial Report for Fiscal Year Ending May 31, 2018. Witt reviewed and discussed the net income/loss for the four departments. She reported the annual audit is complete. There were no issues in the audit and we should receive the final report in September. Wholesale spot sales for the year were good. This year saw more

low-cost hydro power available for purchase. Witt and GM Rick Landers commented further on other factors that influenced the financial year.

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

Retail Operations

Operations Manager Jeff Winders presented the retail operations report.

Winders reported on storm damage and outages in early June. Winders briefed the Board on damage, areas affected and repair efforts. He also reported on ongoing efforts to install animal guards on our steel poles to reduce animal-related outages.

Winders reported max water usage for the month. We have met with Burns & McDonnell on the draft final of their report. We should have the report by the August Board meeting.

Winders reported on the water test drilling. Layne continues their work on the property along Highway 61 south.

Winders reported on the current status of the pole inspection project and the GIS mapping project.

Winders updated the Board on the recent request to extend sewer services to the recently annexed area on Highway 61 north.

Recent earth tremors have caused numerous leaks in the water distribution system. Crews are working to repair the leaks.

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, Keenan, Menz, Smith "Yes". The Retail Operations Department Report was approved.

Sikeston Power Station

Don Miller presented the report from the Sikeston Power Station for May, 2018. He reported the outage has been completed and the plant went online May 03, 2018. The plant was limited on load for two days due to silica in the boiler. There was one forced outage on May 5 due to high furnace pressure. The unit was down for 15.22 hours. The plant is currently running 235 MW on peak and 200 MW off peak.

Miller reviewed the coal stockpile estimates and daily coal usage. One train is running at this time. He anticipates starting the second train in early August. Miller discussed the new dust suppression agent being applied to the loaded cars at the mine.

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

Semi-Annual Charge Offs

Business Manager Doug Shaw presented the list of accounts to be charged off. These are closed accounts that remain uncollected after being turned over to Credit Bureau Services, our collection agent. Customer Service Supervisor Shane Davis was in attendance and answered questions from the Board regarding the list of accounts.

A motion was made by Bob Smith to approve the proposed Charge-Offs. The motion was seconded by Alan Keenan and the following roll call vote was held, Keenan, Menz, Smith “Yes”. The Charge-Off list was approved.

Truck Bids

Jeff Winders presented the bids received for replacing Truck 14 and Truck 16. After reviewing the bids Winders recommended accepting the bid of TAG for Truck 14 and the bid from Ford Groves for Truck 16.

A motion was made by Alan Keenan to approve the truck bids. The motion was seconded by Bob Smith and the following roll call vote was held, Keenan, Menz, Smith “Yes”. The truck bids were approved.

Net Metering Report

Missouri Statutes on Net Metering require an annual report on net metering activity in a utility’s service area be given to the governing body of the utility. General Manager Rick Landers reported on the required items in the statute.

A motion was made by Bob Smith to approve the Net Metering report. The motion was seconded by Alan Keenan and the following roll call vote was held, Keenan, Menz, Smith “Yes”. The Net Metering report was approved.

General Manager’s Report

WiFi project - Equipment has been installed at the Rodeo Grounds.

SPA Substation - Landers reviewed the project to construct a flood-control levee around the Southwest Power Administration substation. Bid are due in July.

Unilever - Updated the Board on status of the recent study and wastewater agreement renewal with Unilever. A six-month extension to the current agreement was signed.

Volkswagen Settlement – Landers reported on Sikeston’s interest and involvement.

Rates – Webinars are being scheduled with Utility Financial Solutions for BMU Board, City Council and selected citizens.

Solar – Representatives from WESTAR will be here July 11 to brief BMU staff on developments in Community Solar and related topics.

Spot Sales – June prices.

Fitch – Annual review is scheduled for July 11.

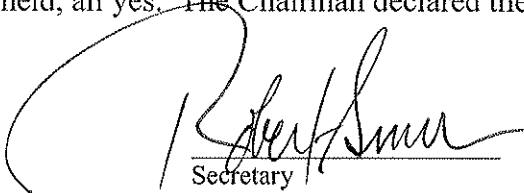
A motion was made by Alan Keenan to approve the General Manager's report. The motion was seconded by Bob Smith and the following roll call vote was held, Keenan, Menz, Smith "Yes". The report was approved.

Executive Session

The Chairman cited a need to enter Executive Session. Alan Keenan made a motion to enter Executive Session. The motion was seconded by Bob Smith and the following roll call vote was held, Smith, Keenan, Menz "Yes". The Board entered Executive Session

Adjournment

There being no further business Alan Keenan 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