

**MINUTES OF THE MEETING
OF THE
BOARD OF MUNICIPAL UTILITIES
OF THE
CITY OF SIKESTON, MISSOURI
HELD ON THE TWELFTH DAY OF MARCH, 2019**

On the twelfth day of March, 2019 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: Gerald Settles, City Council; Joe Blanton, Board Attorney; Rick Landers, Utility Manager; Marcia Witt, Jeff Winders, Mark McGill, Doug Shaw, Ron Priday 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 Alan Keenan. A roll call vote was held as follows, Merideth, Keenan, 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 February 12, 2019. A motion was made by Alan Keenan and seconded by Tim Merideth. A roll call vote was held as follows. Menz, Merideth, Keenan, Smith "Yes". The minutes were approved as presented.

The Chairman asked for a motion to approve the minutes of the Special Meeting of February 14, 2019. A motion was made by Tim Merideth and seconded by Alan Keenan. A roll call vote was held as follows. Menz, Merideth, Smith, Keenan, "Yes". The minutes were

approved as presented.

The Chairman asked for a motion to approve the minutes of the NERC Executive Oversight Committee of February 28, 2019. A motion was made by Tim Merideth and seconded by Alan Keenan. A roll call vote was held as follows. Menz, Merideth, Smith, Keenan, "Yes". The minutes were approved as presented.

Financial

Finance Manager Marcia Witt presented the Financial Report for January 2019. The electric retail department had net income of \$355,822. Electric Wholesale had net income of \$83,445. The Water Department had a net loss of \$77,442. The Sewer Department had a net loss of \$51,170. The sewer lagoon had a net income of \$10,518. Witt reviewed several items in the electric system pro forma for January.

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

Retail Operations

Operations Manager Jeff Winders presented the retail operations report.

Electrical crews have been working outage calls and performing maintenance. Winders reported on an outage on February 7 that affected the Airport Feeder. High winds broke a pole causing the outage. Power was out for approximately 127 minutes and affected approximately 670 customers.

Winders reported maximum water usage for the month at 3.646 MGD. He also updated the Board on the status of various DNR issues and permits.

The Pole Inspection project has been completed. Osmose is finalizing their report.

Winders updated the Board on upcoming upgrades at the various substations. He spoke briefly on a possible plan to rebuild the Northeast Substation in phases and keep the station in operation while the improvements are being done.

Winders reported on the recent required walk through for contractors interested in bidding on the Industrial Park and Center Street water tank painting projects.

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

Sikeston Power Station

Mark McGill presented the report from the Sikeston Power Station for January, 2019.

McGill reported one derate and one short outage for the month of January. The net capacity factor for December was 94.00% for the month. McGill also reported on an outage due to a tube leak on February 10, 2019. Crews are preparing for the Spring outage. McGill reviewed some of the projects to be done during the outage and estimated cost.

Work on the FYE 2020 budget has been completed.

McGill reviewed the coal stockpile estimates and daily coal usage. He also noted the upcoming retirement of Jim Birdwell from the Engineering Department and Jay Kruger from the Electrical Department.

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

Water Plant Land Purchase

General Manager Rick Landers reviewed the draft contract for purchase of a property found to be a suitable location for construction of a new water production plant. Landers pointed out that the property provides access to the desired Wilcox Aquifer. He reviewed the main points of the purchase agreement. Landers noted that agreement must also go before the Sikeston City Council for approval.

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

Sikeston Power Station Budget

Finance Manager Marcia Witt presented the proposed Sikeston Power Station Budget for FYE2020. She reviewed the main items and their increase or decrease from previous budgets.

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

AMI Update

Rick Landers reviewed progress to date on the Automated Metering Infrastructure (AMI) project. We have narrowed the bids down to the top three and are finalizing our review. He described a rough outline of the timetable. We should be ready to present a recommendation to the Board at the April, 2019 Board Meeting.

General Manager's Report

Should have review of coal prices in April from Western Fuels Association

Will have a Resolution regarding financing for water improvements at the April meeting

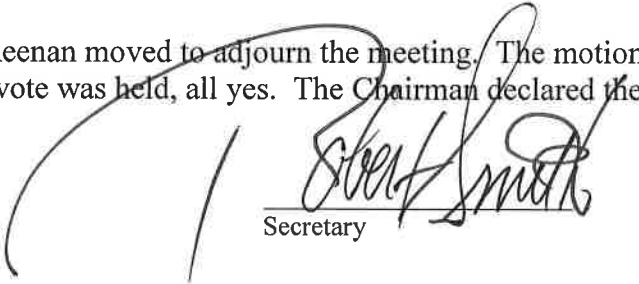
Update on line maintenance along the north transmission line

Update on the Unilever decision to either rebuild or replace the fans in the Industrial Park Wastewater Treatment Plant improvement project

Spot sales update.

Adjournment

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



Secretary