

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

HELD ON THE THIRTEENTH DAY OF MARCH, 2018

On the thirteenth day of March, 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: J.D. Douglass, City Manager; Rick Landers, Utility Manager; Marcia Witt, Jeff Winders, , Doug Shaw, Ron Friday, Erin Miller, of the Utility Staff, Andy Knott

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 Bob Smith to accept the agenda. The motion was seconded by Alan Keenan. A roll call vote was held as follows, Keenan, Menz, Smith "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 13, 2018. A motion was made by Bob Smith and seconded by Alan Keenan. 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 January, 2018. Witt reviewed and discussed the Electric System Wholesale and Retail Pro Forma reports. The

Electric Retail System had a net income of \$547,347. Total kWh sales were up 14% over last year. Electric Wholesale showed a net income of \$965,338. Water Department had a net loss of \$59,341. The Sewer Department had a net income of \$5,567. The Sewer Lagoon had a net income of \$19,078 for a department net income of \$24,646.

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 two outages on February 25 and March 4.

Winders reported max water usage for the month. His report also included a Contingency Plan to be used if usage exceeds normal production. Discussed the repairs being done to the vac truck.

Winders reported on the water test drilling. A test drilling along Highway 61 south should start as soon as weather permits.

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

He reported the water department will be doing the city-wide water system flush on March 21 & 22.

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

Rick Landers presented the report from the Sikeston Power Station for January, 2018. There was one unplanned derate for the month. The unit was derated to 205 mw to make fan and pump repairs. The unit was derated for 2.33 hours.

Landers reported the plant is having some Feedwater flow problems. The problem is causing the unit to run at 231 mw instead of 235. The problem will be repaired during the upcoming outage.

Landers reviewed the coal stockpile estimates and daily coal usage. One train is running at this time.

SPS staff is finalizing outage work and scheduling contractors.

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

Wholesale Plant Budgets

Marcia Witt presented the proposed 2019 Budget for the Sikeston Power Station. This budget is for the Fiscal Year June 1, 2018 – May 31, 2019. Witt reviewed the various areas of the budget and answered Board members’ questions on the budget.

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

Net Metering Ordinance

Rick Landers reviewed a draft of the Netmetering Ordinance and an Interconnect Application. Landers reported on his meeting with City Code Enforcement regarding the ordinance. Minor changes to the ordinance and application were made after the Code Enforcement meeting.

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

General Manager’s Report

Landers briefed the Board on status of current projects.

Insurance bids are due March 21, 2018. BMU Staff will have a recommendation for the Board at the next meeting.

BMU is looking at the amount of street lighting in the area of Center Street where a shooting incident took place recently. Board and staff discussed what type of lighting would be the best option for the area.

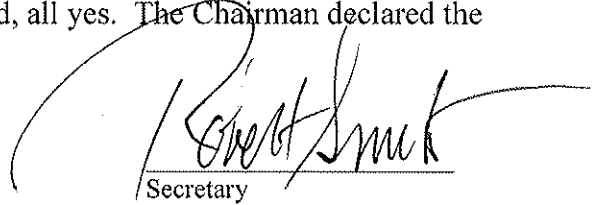
Landers reported on an annexation proposal that is before the City Council. Mr. Colin Kelly is planning a development project in the area to be annexed. BMU Staff and Board discussed the possibility of extending BMU sewer to the proposed area and also the electric needs of the area. Board suggested a meeting with City officials to look at the proposed annexation and examine the different utility options for the annexed area.

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. No business was transacted. Bob Smith made a motion to adjourn Executive Session. Alan Keenan seconded. Roll call vote, all yes.

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