

MINUTES OF THE MEETING
OF THE
BOARD OF MUNICIPAL UTILITIES
OF THE
CITY OF SIKESTON, MISSOURI
HELD ON THE FOURTEENTH DAY OF JANUARY, 2019

On the fourteenth day of January, 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, John Gilmore, Alan Keenan

Absent:

Also Present: J.D. Douglass, City Manager; Gerald Settles, City Council; Rick Landers, Utility Manager; Marcia Witt, Jeff Winders, Mark McGill, Doug Shaw, Ron Priday, Erin Miller, Shane Davis, Lora Foust of the Utility Staff

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

Introduction

Business Manager Doug Shaw introduced Lora Foust. Lora has been hired as Customer Service Manager. She will work with Shaw for the next few months and will assume his duties when he retires.

Action on Agenda

No action on the Agenda.

A motion to approve the agenda was made by Tim Merideth and was seconded by John Gilmore. The following roll call vote was held. Gilmore, Merideth, Menz, Keenan "Yes". The Agenda was approved as presented.

Action on Monthly Agenda Items

The Chairman asked for a motion to approve the minutes of the Regular Meeting of December 10, 2019. A motion was made by Tim Merideth and seconded by Jon Gilmore. A roll call vote was held as follows. Keenan, Menz, Merideth, Gilmore "Yes". The minutes were

approved as presented.

The Chairman asked for a motion to approve the minutes of the Special Meeting of December 24, 2019. A motion was made by Tim Merideth and seconded by Jon Gilmore. A roll call vote was held as follows. Keenan, Menz, Merideth, Gilmore "Yes". The minutes were approved as presented.

The Chairman asked for a motion to approve the minutes of the Special Meeting of January 09, 2020. A motion was made by Tim Merideth and seconded by Jon Gilmore. A roll call vote was held as follows. Keenan, Menz, Merideth, Gilmore "Yes". The minutes were approved as presented.

The Chairman asked for a motion to approve the minutes of the NERC Committee's Regular Meeting of December 16, 2019. A motion was made by Tim Merideth and seconded by Jon Gilmore. A roll call vote was held as follows. Keenan, Menz, Merideth, Gilmore "Yes". The minutes were approved as presented.

Financial

Finance Manager Marcia Witt presented the financials for November 2019. The electric retail department had net income of \$279,670. Electric Wholesale had net income of \$244,748. The Water Department had a net loss of \$41,264. The Sewer Department had a net loss of \$3,498. The sewer lagoon had a net income of \$2,055. Witt reviewed significant expenses for each department.

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

Retail Operations

Operations Manager Jeff Winders presented the retail operations report.

Electrical crews worked on normal maintenance and pole replacements. Winders reported outages are scheduled to replace 161kV breaker at SW Substation.

Winders reported maximum water usage for the month at 2.673 MGD. The pipe replacement project at the North Wastewater Treatment Plant is ongoing. The blowers for the project should be delivered in February.

A pre-bid conference is scheduled for January 21, 2020 for the Phase 1 piping project for the new Water Treatment Plant #4. Bids are due February 10, 2020.

Winders also updated the Board on the status of various DNR issues and permits. Water and sewer crews are doing maintenance on leaks and fire hydrants.

Waters Engineering is working on the design and scope of work for the new water plant. Weekly design meetings with Waters are being held. Design work is progressing well.

Update on GIS, AMI and NE Substation rebuild projects. The painting contractor on the recent Center Street water tank painting project submitted our project in the Tank of the Year

competition by Tnemec Co. Our tank did not win but a photo of our Center Street water tank was included in Tnemec's 2020 calendar.

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

Sikeston Power Station

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

McGill reported one derate for pulverizer inspection. There was also an outage to repair a tube leak. The net capacity factor for the month was 87%.

McGill reported both trains are currently running. He reviewed the coal stockpile estimates and daily coal usage. We currently have 132,000 tons on the ground which is a 40-day supply.

McGill reported the status of current projects, tests and outage preparations. In response to a question from Tim Merideth, McGill, Winders and Landers discussed cybersecurity measures we have in place to protect the Sikeston Power Station from cyber attacks.

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

Semi-annual Charge Offs

Business Manager Doug Shaw presented the accounts to be charged off. Shaw reviewed the list and our collection efforts on the accounts.

A motion was made by Alan Keenan to approve the Charge Offs. The motion was seconded by Tim Merideth and the following roll call vote was held, Menz, Keenan, Merideth, Gilmore "Yes". The list of accounts presented for charge-off was approved.

Sewer Extension

Jeff Winders presented estimates to provide sewer access to a business on School Street. The business is planning use by employees of a currently unused building. The building currently has no restrooms. To provide restrooms in the building the owner's options are to install a septic tank or seek a sewer main extension to allow connection to his new facility. It is currently over 150 feet from the nearest sewer main. Board and staff discussed the two sewer main extension options.

Alan Keenan moved to table the matter for further discussion at a future meeting. The motion was seconded by Jon Gilmore and the following roll call vote was held, Menz, Keenan, Merideth, Gilmore "Yes". The matter was tabled for future discussion.

Truck Bid

Jeff Winders presented bids to replace a 2001 Dodge truck in the Water Distribution department. Bids were received from Ford Groves, Morlan Dodge and Martindale Chevrolet. Winders recommended accepting the low bid of \$48,040.00 submitted by Morlan Dodge of Sikeston, MO.

A motion was made by Jon Gilmore to accept the bid of Morlan Dodge. The motion was seconded by Alan Keenan and the following roll call vote was held, Menz, Keenan, Merideth, Gilmore "Yes". The bid of Morlan Dodge was accepted.

General Manager's Report

Current Topics

Bid requests are out for financing for the Phase 1 piping project for the new water treatment plant. Bids are due to be submitted to BMU January 24, 2020.

EV Charging Station - The State of Missouri will issue an RFP soon for bidders interested in establishing an Electric Vehicle Charging Station. Landers has been in contact with owners of possible sites for the station.

City Council – Economic Development electric rate and Rental Light rate had a second reading at the last City Council meeting. The Economic Development electric rate was approved. The Rental Light rate was tabled for further discussion.

Customer Solar – Commented on status of our current policy.

Fiber Optic – Preparing "make ready" RFP

AMI – Progress update. Collector sites are installed. A few meters are installed and communicating. Working on messaging and scheduling a meeting with C&I customers. Meter delivery is the current bottleneck.

CCR Rule – New language on impoundment.

Fitch - Review scheduled next week

Safety Audit – Update

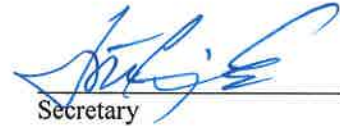
Project America – Project update

Spot Sales – Update on current market.

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

Adjournment

Chairman Menz cited no need to enter Executive Session. Alan Keenan made a motion to adjourn. The motion was seconded by Jon Gilmore and the following roll call vote was held. Keenan, Merideth, Gilmore, Menz "yes". The Chairman declared the meeting adjourned.



Secretary