

**CITY OF COON RAPIDS, IOWA  
MUNICIPAL UTILITY BOARD OF TRUSTEES**

MAY 16, 2013

The Board of Trustees of Coon Rapids Municipal Utilities met at 7:00 A.M., May 16, 2013 as per posted notice and rules of the Board at the Conference Room – “NOC” Network Operations Center, Coon Rapids, Iowa. Trustees present were Ron Brower, Dierk Halverson and Doris Bass.

Motion by Brower, Second by Bass with all voting “Aye” to approve the agenda.

Motion by Bass, Second by Halverson with all voting “Aye” to approve the consent items: 4/18/13 Board Minutes, Abstract of Claims #2013-5 in the amount of \$692,420.<sup>76</sup>, Financials, Quarterly Reports.

The Board entertained oral requests and communications from the audience.

Manager’s Report: Work Plan for 2014-2016 - HMGP Project Update - Long Lines Softswitch - ZCorum - H.S. Baseball Scoreboard - Disconnect Statistics.

The Chairman announced that this was the time set pursuant to Resolution of the governing body and public notice given as required by law for the meeting and hearing upon the proposition of approving and consenting to the Amended and Restated Lehigh-Webster Transmission and Webster Terminals Facilities and Operating Agreement, as further amended, between and among Corn Belt Power Cooperative and MidAmerican Energy Company, the Coon Rapids Municipal Electric Utility, Coon Rapids, Iowa, and certain other electric utilities. The Chairman then asked the Secretary whether any petitions or objections to the proposed action or to the form of the Amended and Restated Lehigh-Webster Transmission and Webster Terminals Facilities and Operating Agreement, as further amended, or with respect to any matter related thereto had been filed. The Secretary reported that objections or petitions opposed to said matters had been filed by zero persons.

The Chairman then asked for oral objections to the proposed Amended and Restated Lehigh-Webster Transmission and Webster Terminals Facilities and Operating Agreement, as further amended, or matters pertaining thereto and oral objections were offered by zero persons.

Thereafter, discussion ensued concerning the proposed Amended and Restated Lehigh-Webster Transmission and Webster Terminals Facilities and Operating Agreement, as further amended, and form thereof as well as to the consequences to be expected therefrom.

Motion by Bass, Second by Brower approving Resolution #2013-3 “RESOLUTION FINALLY ADOPTING, APPROVING AND CONSENTING TO THE AMENDED AND RESTATED LEHIGH-WEBSTER TRANSMISSION AND WEBSTER TERMINALS FACILITIES AND OPERATING AGREEMENT, AS FURTHER AMENDED, BETWEEN AND AMONG CORN BELT POWER COOPERATIVE AND MIDAMERICAN ENERGY COOPERATIVE, THE COON RAPIDS MUNICIPAL ELECTRIC UTILITY, COON RAPIDS, IOWA AND CERTAIN OTHER ELECTRIC UTILITIES.” Brower “Aye,” Halverson “Aye,” Bass “Aye.”

Motion by Brower, Second by Halverson with all voting “Aye” authorizing staff to directly purchase materials in the amount of \$52,293.<sup>00</sup> for each of CRMU’s three diesel generating units from Ziegler CAT required for compliance with EPA’s RICE NESHAP rule.

Motion by Bass, Second by Halverson with all voting “Aye” approving labor proposal from Ziegler CAT in the amount of \$48,650.<sup>00</sup> to assist CRMU staff with the installation of the diesel oxidation catalysts.

The Board discussed upcoming disruptive challenges associated with the electric industry due to recent technological and economic changes. The General Manager updated the Board on the variety of distributed energy resources and the potential effects on the industry. The General Manager reviewed some proactive steps that could be taken now to start preparing for this challenge. The General Manager also updated the Board on recent announcements by some very large companies and how the electric utility business model of the past 50 years is drastically changing.

This notice is given at the direction of the Chairman pursuant to Chapter 28A, Code of Iowa and local rules of said governmental body.

**SEAL**

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Chairman, Board of Trustees

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Secretary, Board of Trustees