

CITY OF COON RAPIDS, IOWA
MUNICIPAL UTILITY BOARD OF TRUSTEES

JANUARY 31, 2019

The Board of Trustees of Coon Rapids Municipal Utilities met at 7:00 A.M., January 31, 2019 as per posted notice and rules of the Board at the Conference Room – “NOC” Network Operations Center, Coon Rapids, Iowa. Trustees present were Mary Schwaller, Harry Siegler, Doris Bass and Lee Boeke. Absent: Terry Garnes.

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

Motion by Bass, Second by Schwaller with all voting “Aye” to approve the consent items: 12/20/18 Board Minutes, Abstract of Claims #2019-1 in the amount of \$381,982.⁸³, Financials.

The Board entertained oral requests and communications from the audience.

General Manager’s Report: NIMECA Update, SPP, Basin, Etc. - Northern Natural Gas Company Potential Rate Increase - Non-Pay Notices/Statistics.

The General Manager gave an update on the state of electric vehicle (EV) adoption in Iowa along with details on the types of charges and impact on a utility’s load profile. The General Manager also presented the recommendations from the IDOT to the Iowa Legislature for alternative funding mechanisms for the Road Use Tax Fund to mitigate any estimated decrease in future revenues related to increased usage of electric, hybrid and other high-efficiency motor vehicles.

The General Manager gave an update on the status of PEFA, Inc.’s natural gas prepay transaction. The General Manager reported that Goldman Sachs is hoping to sell the bonds in late February which would put initial gas deliveries associated with the prepay starting on Aug. 1, 2019. The current projected issuance at this time is around \$750,000,000 with a daily volume of approximately 29,000 MMBtu.

The General Manager gave a brief update on CRMU’s NPDES permit received from the IDNR. The General Manager explained that the permit contains new effluent limitations for E.coli which CRMU may not be able to meet without adding a “disinfection” step into the wastewater treatment process.

The General Manager updated the Board on various items: Redundant 10G Transport Route, Cell Tower Internet Backhaul, Channel 4 Replacement Options, Digital Millennium Copyright Act (DMCA), SHAKEN/STIR Protocol, Upcoming Network Programming Renewals.

Motion by Schwaller, Second by Siegler with all voting “Aye” to renew the NBC Universal contract.

Motion by Siegler, Second by Boeke with all voting “Aye” to approve the updates to the Employee Handbook.

Motion by Siegler, Second by Bass with all voting “Aye” to approve Resolution #2019-1 “Resolution Naming Depositories for Coon Rapids Municipal Utilities.”

The Board and staff performed their annual detailed review of the following financial information: FY 2020 Budgets, Investment and Deposit Policy Compliance, Economic Reserve Funds, PILOT payments to the City of Coon Rapids, Investment Policy and Equipment Replacement Schedules.

Motion by Boeke, Second by Siegler with all voting “Aye” to approve FY 2020 Budgets.

Motion by Schwaller, Second by Bass with all voting “Aye” approving the annual review of the Investment and Deposit Policy, Economic Reserve Funds, PILOT Payments to City of Coon Rapids, Investment Policy and Equipment Replacement Schedules.

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

Chairman, Board of Trustees

Secretary, Board of Trustees