

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

JANUARY 26, 2012

The Board of Trustees of Coon Rapids Municipal Utilities met at 7:00 A.M., January 26, 2012 as per posted notice and rules of the Board at the Conference Room – “NOC” Network Operations Center, Coon Rapids, Iowa. Trustees present were Mike Deeth, Dierk Halverson and Ron Brower.

Motion by Deeth, Second by Halverson with all voting “Aye” to approve the agenda.

Motion by Brower, Second by Deeth with all voting “Aye” to approve the consent items: 12/22/11 Board Minutes, Abstract of Claims #2012-1 in the amount of \$368,444.21, Quarterly Reports, Financials.

The Board entertained oral requests and communications from the audience.

Manager’s Report: Retransmission Consent 2012-2014 - HBO GO & MAX GO - BTN-2-Go - Telecom Network Planning - Internet Bandwidth - EPA MACT Rule - EPA CSAPR/CAIR Rules - EPA RICE/NESHAP Rule - NIMECA/Power Supply Issues - Legislative Issues - Disconnect Statistics.

The Board discussed CRMU’s health insurance renewal options. The Board also instructed the Manager to review the original health plan participation levels and develop recommendations for employee payments into CRMU’s Health Plan Account.

Motion by Deeth, Second by Halverson with all voting “Aye” to approve the Updated 2012 Wage & Benefit Program and the General Manager Employment Agreement.

Motion by Halverson, Second by Brower with all voting “Aye” approving the FY 2013 Budgets and annual reviews of CRMU’s: Health Plan Account, Investment Policy, Depository Limits, Economic Reserve and Equipment Replacement Accounts.

Staff presented detailed cash flow information to the Board for electric capital improvements associated with Neal 4 Power Plant Emissions Control Equipment, Railway Power Plant Emissions Control Equipment and local distribution system improvements. Staff reviewed potential financing options to fund the upcoming improvements.

Motion by Halverson, Second by Deeth to approve Resolution #2012-1 “A Resolution Declaring An Official Intent Under Treasury Regulation 1.150-2 To Issue Debt To Reimburse The Coon Rapids Municipal Electric Utility For Certain Original Expenditures Paid In Connection With Specified Projects.” Deeth “Aye,” Halverson “Aye,” Brower “Aye.”

Motion by Brower, Second by Deeth with all voting “Aye” approving CRMU’s direct cash payment in lieu of property tax to the City of Coon Rapids in the following amounts: Electric \$15,000, Natural Gas \$15,000 and Communications \$5,000.

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