

CITY OF COON RAPIDS, IOWA
MUNICIPAL UTILITY BOARD OF TRUSTEES

OCTOBER 20, 2016

The Board of Trustees of Coon Rapids Municipal Utilities met at 7:00 A.M., October 20, 2016 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, Terry Garnes, Doris Bass and Mary Schwaller. Absent: Harry Siegler.

Motion by Schwaller, Second by Garnes with all voting “Aye” to approve the agenda.

Chairman Brower declared that this was the time and place fixed for a public hearing on the matter of the adoption of the Plans, Specifications, Form of Contract and Estimate of Cost of Construction for the 2017 FTTH Project – Materials. Chairman Brower called for any oral objections – no oral objections were offered. Chairman Brower inquired to the Board Secretary if any written objections were filed – no written objections were filed. After consideration of all oral and written objections on this matter, Chairman Brower declared the public hearing closed.

Motion by Brower, Second by Garnes approving Resolution #2016-7: “Resolution Adopting Plans, Specifications, Form of Contract and Estimate of Costs for 2017 FTTH Project - Materials.” Brower “Aye,” Garnes “Aye,” Bass “Aye,” Siegler “Absent” Schwaller “Aye.”

Motion by Brower, Second by Schwaller with all voting “Aye” to approve the consent items: 9/15/16 Board Minutes, Abstract of Claims #2016-10 in the amount of \$374,871.⁸², Financials.

The Board entertained oral requests and communications from the audience. Ryan Bass addressed the Board concerning the GS1 Electric Rates.

General Manager’s Report: NIMECA Update, SPP, Basin, Etc. - FERC Reduces MISO ROE by 2% - Diesel Plant Dispatched 9/19 - SD Meyers Transformer Testing - Canada’s Nationwide Carbon Tax - Natural Gas Forward Position - Bulk Propane Tank - FCC Set-Top Box Rule Vote - ACRE Broadband - AT&T AirGig - Strategic Planning Process - Notices/Statistics.

Motion by Bass, Second by Schwaller with all voting “Aye” to approve a Revolving Loan Fund (RLF) application from Peace Lutheran Church in Glidden Iowa at the following terms: \$100,000 @ 3.00% A.P.R. for 10 years (with 1.00% going to CRMU for administration), shared first lien position with all three entities and a corporate guarantee from RVEC, a onetime administration fee of \$250, and ACH payment required.

Motion by Garnes, Second by Brower with all voting “Aye” authorizing staff to replace the DC battery bank at the Railway Power Plant at the quoted price of approximately \$16,450.

The Board discussed CRMU’s renewable energy portfolio in detail and strategies moving forward as existing wind contracts are set to expire in 2022. The General Manager discussed potential wind projects being pursued by NIMECA and the effects on wholesale pricing due to the upcoming expiration of the production tax credits, implementation of the Federal Clean Power Plan and market operations inside of SPP. The General Manager stated that Basin Electric’s Power Marketing department will be doing some analysis for NIMECA on a wind PPA price vs. the day ahead and real time market prices while also looking at our load zone pricing vs. windy days/times and non-windy days/times. The Board instructed the General Manager to analyze the amount of energy needed to become 100% renewable and proceed with obtaining renewable energy pricing for the Board to evaluate in the future.

The General Manager updated the Board on communication issues: Oak Hill Consulting FTTH Design - Calix/Adtran - FTTH Project Divisions and Timeline - Public Financial Management.

Motion by Garnes, Second by Schwaller approving Resolution #2016-8: “Resolution Ordering Construction of the 2017 FTTH Project – Construction, and Fixing a Date for Hearing Thereon and Taking of Bids Therefor.” Brower “Aye,” Garnes “Aye,” Bass “Aye,” Siegler “Absent” Schwaller “Aye.”

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