

Pursuant to due call and notice thereof, a special meeting of the Kenyon Municipal Utility Commission was duly held in the City Hall conference room at 6:00 p.m. on the 20th day of January 2010. The meeting was called to order by Operations Superintendent Randy Eggert. The following members were present: Commissioners Scott Swenhaugen, Richard Nielsen and Michael Engel. Also present was Bookkeeper Sue Dodds.

AGENDA

Motion by Nielsen, second by Swenhaugen to adopt agenda as presented. Approved 3-0-0.

CONSENT AGENDA

Motion by Swenhaugen, second by Nielsen to adopt consent agenda with the approval of checks #35284 - 35353 noting that gaps in check sequence were for payroll or voided checks. Also, ACH checks #937-938 and 1214-1235. Approved 3-0-0.

PRESENTATIONS/PUBLIC HEARINGS

Recognition of new Board member

Newly appointed board member, Michael Engel was introduced.

Appointment of Board Chair

Motion by Nielsen, second by Engel to appoint Scott Swenhaugen as chairman. Approved 3-0-0.

FINANCIAL REPORTS

2009 Financial Reports

Year end unaudited financial reports were reviewed.

2010 Budget

Motion by Engel, second by Nielsen to approve 2010 budget as presented. Approved 3-0-0.

Electric rate increase for street lights

Dodds noted that street lights were not specifically discussed at the past meeting and suggested that they be increased to include the ECA. Motion by Nielsen, second by Engel to increase electric KWh rate for street lights to \$.13. Approved 3-0-0.

OLD BUSINESS

Generation Operating Report

Eggert reported that testing had been completed on the generators.

Safety Report

Refresher course on past training was completed.

CMPMA updates

The RFP completed by CMPMA resulted in a fixed price from Xcel Energy with a high range of \$.6675 per KWh. They hope to have the agreement locked in by the end of February.

The Agency agreement will be discussed at the special council/KMU board meeting on February 5. A change to the agreement allows KMU to withdraw from the agreement with less notice than five years if KMU were no longer in business. The penalty would be a charge of five times the annual dues.

Long range studies for energy continue to be conducted, including three 1000 MW hydro plants proposed in Canada.

Attorney Fees

Dodds updated the board on attorney fees related to transmission and CMMPA issues from December 2008 through November 2009 totaling \$19973.

Water tower and ground storage inspection

Eggert reported that the ground storage has been inspected using divers. They will return later to inspect the water tower. He explained that using divers is less expensive and the tower does not need to be drained.

NEW BUSINESS

Joint meeting the City Council on February 5

There will be a joint meeting at 9 a.m. on February 5 to discuss and finalize the CMMPA agreements.

OTHER

Eggert noted that he and John Lee will be attending a three-day water school.

There being no further business, Swenhaugen adjourned the meeting at 7:15 p.m.

Sue Dodds, Bookkeeper

Scott Swenhaugen, Chairman

Randy Eggert, Operations Superintendent