

MINUTES OF THE MANITOWOC PUBLIC UTILITIES COMMISSION MEETING MONDAY, APRIL 11, 2016

The scheduled meeting of the Manitowoc Public Utilities Commission was called to order by President Diedrich at 4:00 p.m. on Monday, April 11, 2016. In attendance were Commissioners Allie, Hennessey, Hornung, Luckow, Nickels and Seidl. Also present were Nilaksh Kothari – General Manager, Cindy Carter – Business Services Manager, Mark Leonhard, Tom Karman - Schenck, and Attorney Andrew Steimle – Steimle Birschbach, LLC.

2015 AUDIT REPORT: The highlights of the 2015 Audit Report were presented by Tom Karman from Schenck. The audit report presented had no qualifiers and hence a clean audit report. A discussion on new pension requirements in the report; outstanding debt; and related issues ensued.

MOTION: A Motion was made by Commissioner Hornung and seconded by Commissioner Seidl to accept the 2015 Audit Report. Motion carried unanimously.

Tom Karman and Cindy Carter left the meeting at 4:30 p.m.

2015 PERFORMANCE INDICATORS: The 2015 key performance indicators of MPU were presented and compared to 2013 and 2014. These Performance Indicators are a representation of items supporting MPU's Strategic Plan. A brief discussion followed on reliability; safety; and water treatment cost.

MOTION: A Motion was made by Commissioner Hennessey and seconded by Commissioner Allie to approve the 2015 Performance Indicators. Motion carried unanimously.

APPA STRATEGIC PLAN: The APPA's Strategic Plan was reviewed as presented by Sue Kelly, APPA's President and CEO. The Plan has six external initiatives: Communicate the Value of Public Power; Public Power Forward; Address Increased Federal Regulations; Cyber and Physical Preparedness; Research and Development; and Workforce Planning.

EPA REGION 5 – 114 REQUEST UPDATE: EPA's comments on the draft Fugitive Dust Plan submitted by MPU in December 2015 were received on March 23, 2016. The comments in general requested clarifications and asked for additional details. The most significant comment was requesting a wind screen east of the pet coke pile. A response was due to EPA by April 5, 2016. An extension to respond to those comments by April 15 was approved by EPA. MPU's draft response is being developed and will be provided to Commission at the next meeting.

GENERAL MANAGER'S REPORT: N. Kothari updated the Commission on the following: The Under-Frequency Load Shed relays at Revere Substation are out of service. ATC approved MPU request to defer functional replacement to the relay upgrade project scheduled for spring of 2017. APPA honored MPU with a Certificate of Excellence for "significantly outperforming electric industry national average" reliability performance as reported by the U.S. Energy Information Administration's data set for SAIDI. A press release is being developed. The Viebahn Street watermain was flushed at the 1100 and 1500 block while running "C" Collector. While flushing, MPU received a complaint from Liz Neuser that there were no signs up and it that it was a hazard. Ms. Neuser contacted PSCW, who stated they have no jurisdiction in this

matter. MPU has attempted to contact Ms. Neuser with no success. Curb stops were repaired at various locations; most were damaged by snow plows and contractors. This should be considered billable work as MPU does not own the curb boxes. A recommendation will be made at a future meeting. A report of a leaking fire hydrant at South 14th Street and Dueno Court was investigated and confirmed. It was learned that City DPW had used it for their lift station cleaning. City DPW was advised that the hydrant connection policy does not permit this type of use. Corrosion Control – increased the polyphosphate to achieve 0.50 ppm residual in the distribution system. A hydrant connection on North Rapids Road by Vinton Construction was denied. The have requested a meeting to discuss obtaining water to the cement batch plant on their property that is outside the city limits.

MINUTES: The Minutes from the Regular Session Meetings on March 14, 2016 were presented for approval.

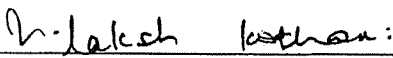
APPROVAL OF CLAIMS: Claims List dated March 29, 2016; Claims List dated April 12, 2016; and Wire Transfers dated through April 6, 2016 were presented for approval.

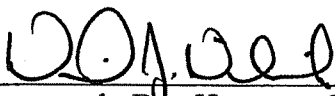
QUOTATIONS/BIDS: STH 42 Watermain Installation- \$71,774.00 – Kip Gulseth Construction.

MOTION: A Motion was made by Commissioner Nickels and seconded by Commissioner Hennessey to approve the Regular Session Minutes from March 14, 2016; the Claims List dated March 29, 2016 check nos. 77710 through 77827 totaling \$1,698,917.93; Claims List dated April 12, 2016 check nos. 77828 through 77931 totaling \$360,704.70; Wire Transfers dated through April 6, 2016 totaling \$3,810,069.17; and to approve the presented quotations/bids. Motion carried unanimously.

NEXT MEETING: April 25, 2016 at 4:00 p.m.

ADJOURN: A Motion was made to adjourn the meeting by Commissioner Hennessey and seconded by Commissioner Seidl. Meeting adjourned at 5:17 p.m.


Approved: Nilaksh Kothari, General Manager


Approved: Dan Hornung, Secretary