BOARD OF TRUSTEE MINUTES
REGULAR SESSION – NOVEMBER 24, 2014

The Board of Trustees met in regular session at 5:30 p.m. on November 24, 2014 in the City Hall Council Chambers. Chairperson Eric Vander Linden called the meeting to order and on roll call the following members were present: Heather Hulen, Grant Johnson, Pat Reding, Eric Vander Linden and Deb White.

The consent agenda consisting of the following was approved on a motion by Reding and seconded by Hulen. Question was called for and on voice vote the Chairperson declared the motion carried unanimously.

November 17, 2014 claims

November 10, 2014 minutes

The Board discussed the Highway 92 Distribution Relocation Project. The IDOT has revised its plans and specifications for this project which increases the amount of utility relocation at “Y” Street. The latest estimate is a 20-40% overall increase to the current $565,631.45 contract. Al Powers, P&E Engineering, presented the following estimate of cost allocation and the impact on IMU:

- The cost to negotiate a buy-out of the current contract and re-bid the project would involve material, labor and lost profit. Any increases to these components would be reimbursed 100% by the IDOT
- Any increased costs related to the delay of the project would be reimbursed 100% by IDOT.
- Any increased costs related to work at “Y” Street and west of “Y” Street would be reimbursed by the IDOT
- Any increased costs related to work east of “Y” Street would be 100% IMU’s

A recommendation from staff and the engineer will be brought back to the December 8 or December 22, 2014 Trustee meeting.

Mike Metcalf presented the third quarter safety report.

A motion was made by Hulen and seconded by Johnson to approve the October 2014 Treasurer’s Report and budget variance reports. Question was called for and on voice vote the Chairperson declared the motion carried unanimously.

General Manager Todd Kielkopf presented the working draft of the IMU Strategic Plan. Additions include:

- Item #1 – Action Plan primarily clarifies and provides more details about the activities and strategies to be deployed
- Item #2 – Action Plan specifies that IMU will develop a policy to implement the goal of extending the fiber network and completing in-fill neighborhoods
- Item #3 – Response to discussion held with the Mayor, two council members, City Manager, General Manager and two trustee members – Underground utility preference is both an IMU goal and a City Council ordinance – there is now a better understanding of the competing needs for the same, limited, rate-revenue funds

General Manager Todd Kielkopf and Electric Superintendent Bob Miller discussed how much of the system remains overhead and will need to be replaced. They also discussed how much of the system remains 4kV versus the preferred higher voltage of 13.2kV.

Todd Kielkopf, General Manager, reviewed the status of the fiber network in terms of immediate opportunities to cost-effectively extend services. Staff will be evaluating where to spend limited funds based on some criteria, which will soon formulate a policy to include:

- Predicting a minimum take rate for the project area based on pre-service signups
- Prioritizing areas with the lowest expected cost per likely premises resulting in customers
- Requesting commitments for Contributions in Aid of Construction from each household
- Working with MCG for them to provide multi-year contract to collect commitments
- Possibly obtaining a connection fee for fiber connection

A motion was made by White and seconded by Hulen to approve the certificate of completion for the Ann Parkway Water Main Project. Question was called for and on voice vote the Chairperson declared the motion carried unanimously.

General Manager Todd Kielkopf stated the following reasons for the amended agenda which added the Resolution Authorizing Review Of Disclosure Activities and Participation in the Municipalities Continuing Disclosure Cooperative Initiative:

- This item has just come to the Utilities attention
- This item is an urgent matter with a December 1, 2014 deadline
- With a short week this week due to the holiday and the importance of the matter, it is considered an emergency item and has been added to the agenda for this reason

The Board recessed for five minutes.

The following resolution entitled, "RESOLUTION AUTHORIZING REVIEW OF DISCLOSURE ACTIVITIES AND PARTICIPATION IN THE MUNICIPALITIES CONTINUING DISCLOSURE COOPERATIVE INITIATIVE" was approved on a motion by Johnson and seconded by Hulen subject to the Board ratifying the resolution and all action taken with respect to Municipalities Continuing Disclosure Cooperative Initiative at the next Board meeting. On roll call the vote was, AYES: White, Hulen, Vander Linden, Reding and Johnson. NAYS: None. Whereupon the Chairperson declared the motion carried unanimously and the following resolution duly adopted.

RESOLUTION AUTHORIZING REVIEW OF DISCLOSURE ACTIVITIES AND PARTICIPATION IN THE MUNICIPALITIES CONTINUING DISCLOSURE COOPERATIVE INITIATIVE

(The complete resolution may be viewed at the City Clerk's Office)

Meeting adjourned on a motion by Johnson and seconded by Reding.

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Eric Vander Linden, Chairperson Diana Bowlin, City Clerk