

**OFFICIAL PROCEEDINGS OF THE
BOARD OF WATER, ELECTRIC,
AND COMMUNICATIONS TRUSTEES
OF THE CITY OF MUSCATINE, IOWA
SEPTEMBER 25, 2018 – 5:30 P.M.**

The Board of Trustees met in regular session at Muscatine Power and Water's Administration/Operations Building, 3205 Cedar Street, Muscatine, Iowa, on Tuesday, September 25, 2018, at 5:30 p.m.

Chairperson Keith Porter called the meeting to order. Members of the Board were present as follows: Trustees Susan Eversmeyer, Steven Bradford, Keith Porter and Doyle Tubandt. Trustee Tracy McGinnis was present by phone due to previously scheduled plans.

Also present were Sal LoBianco, General Manager of Muscatine Power and Water; Jerry Gowey, Board Secretary; Charles Potter, Muscatine Journal; Erika Cox, Gage Huston, Brandy Olson, Tim Reed, and Brenda Christensen of Muscatine Power and Water (MP&W).

Chairperson Porter asked if there was anyone in attendance who wished to make any public comments. There were no public comments.

The August 28, 2018, public hearing and regular meeting minutes were presented as previously submitted to all Board members in written form. Trustee Bradford moved, seconded by Trustee Eversmeyer, that the minutes from August 28, 2018, public hearing and regular meeting be approved as submitted. All Trustees voted aye. Motion carried.

The list of expenditures and transactions for August 2018 were presented as previously submitted to all Board members in written form. Trustee Eversmeyer moved, seconded by Trustee Tubandt to ratify payment of \$10,157,512.54 for the Electric Utility, \$820,553.74 for the Water Utility, and \$1,421,718.14 for the Communications Utility, for a cumulative total of \$12,399,784.42. All Trustees voted aye. Motion carried.

The next agenda item was the recommendation to approve the Unit 9 2018 Turbine/Generator Overhaul Project. Mr. LoBianco stated that the project has an estimated cost of \$1,976,000 to complete a major inspection and overhaul of the Unit 9 Turbine, Generator, Main Stop Valve, and Intercept Valves, beginning in October 2018. He continued that the Unit 9 Turbine has experienced a notable performance degradation since its last major overhaul in the spring of 2017 and that due to the negative trend in performance, it is recommended to disassemble the unit to determine and correct the source of the degradation. In addition to the turbine overhaul, this project also includes major inspection and overhaul of the Generator and turbine valves, which were scheduled to be completed in 2019 but has been moved forward because combining the projects together provides some significant cost savings. He continued by explaining what had gone into the investigation of the issues causing the decision to move forward with the project immediately, even though the project was not budgeted. Trustee Tubandt moved,

seconded by Trustee Bradford, to approve the Unit 9 2018 Turbine/Generator Overhaul Project at an estimated cost of \$1,976,000. All Trustees voted aye. Motion carried.

There were no items to review in the General Managers Report.

The August 2018 Financial Operating Statements and Balance Sheets were presented as previously submitted to all Board members. After review and discussion, Trustee McGinnis moved, seconded by Trustee Bradford, to receive and place on file the August 2018 Financial Operating Statements and Balance Sheets for the Water, Electric, and Communications Utilities. All Trustees present aye. Motion carried.

The Competitive Quotes for Public Improvements Report was presented as previously submitted to all Board members. There were no items for approval. The report was received and placed on file.

The August 2018 Departmental Reports were presented as previously submitted to all Board members. Trustee Tubandt moved, seconded by Trustee Eversmeyer, to receive and place on file the August 2018 Departmental Reports. All Trustees voted aye. Motion carried.

The meeting of the Board of Trustees was adjourned at 5:55 p.m.

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A handwritten signature in black ink, appearing to read "Jerry Gowey". The signature is written in a cursive, flowing style.

Jerry Gowey
Board Secretary

