

OSAGE MUNICIPAL UTILITIES BOARD OF TRUSTEES MEETING

Regular Meeting
May 19, 2016 8:30 a.m.
OMU Board Room

1) Call Meeting To Order, Roll Call, Recognize Guests

Meeting called to order at 8:32 a.m. by Chairman Tack.

Present: Royce Tack, Jen Frein, Tom Kenny, Nan Jakobson, Kelvin Palsic, Josh Byrnes, Laura Kuennen and Jane Michels. Absent: None. Guests: Duane Krones, Dennis Fannin, Andy Thielen (KJWW Engineering Consultants), John Amundson (All Energy Solar), Jim Pullen (Eagle Point Solar), Russell Novak (Perry Novak Electric), Norman Atwood (Atwood Electric), Robert Dix (Site Gen Solar), Derek Sadler (Current Renewable Efficiencies) and Brian Whitney (Current Renewable Efficiencies).

2) Public forum

None.

3) Communications

None.

4) Consent agenda

a) Approve agenda

A motion (Kenny, Frein) was made and unanimously passed to approve the May 19, 2016 agenda.

b) Approve minutes of previous meeting – April 22, 2016 and May 9, 2016

c) Approve trade accounts

d) Approve cash flow projections, financial statements, and energy reports

A motion (Palsic, Jakobson) was made and unanimously passed to approve the minutes of the April 22, 2016 and May 9, 2016 meetings, trade accounts, cash flow projections, financial statements, and energy reports.

5) Departmental reports

Departmental reports for the general manager/office, plant, line, gas and telecommunications were given.

6) Business items

a) Chairman Tack opened the Public Hearing on Proposed Plans, Specifications, Form of Contract and Estimated Cost for the OMU Solar Photovoltaic Array Project. No written or oral public comments were received. Public hearing was closed.

i) Secretary Kuennen opened and announced the six sealed bids received from the following contractors: Site Gen Solar, Eagle Point Solar, Current Renewable Efficiencies, Atwood Electric, All Energy Solar and Perry Novak Electric. Site Gen Solar was the apparent low bidder with a total bid price of \$1,391,500. OMU will work with KJWW Engineering Consultants to evaluate the bids for the purpose of awarding a bid at a date and time to be determined.

b) Secretary Kuennen opened and announced the five sealed bids received for the purchase of two 30,000 gallon LP gas tanks and approximately 47,000 gallons of LP gas from the following organizations: Osage Cooperative Elevator, Stacyville LP Gas, Dale's Petroleum Service, Inc., Agvantage FS and Johnson Oil and LP Co.

i) A motion (Kenny, Frein) was made and unanimously passed to award the two 30,000 gallon LP gas tanks to Dale's Petroleum Service, Inc. at a price of \$62,500 per tank (\$125,000 total), 10,000 gallons of LP gas to Osage Cooperative Elevator at a price of \$0.51 per gallon and the approximate 37,000 gallon remaining balance of LP gas to Stacyville LP Gas at a price of \$0.455 per gallon.

- c) A motion (Palsic, Jakobson) was made and unanimously passed to dissolve the Interim General Manager and Assistant General Manager positions and associated compensation at the close of the pay period ending May 20, 2016.
- d) A motion (Kenny, Frein) was made and unanimously passed to approve Arc Flash Hazard Work Rules for the OMU Electric Line Department.
- e) A motion (Tack, Jakobson) was made and unanimously passed to table Board consideration to enter into a letter of commitment to participate in Phase II of the Iowa Fiber Alliance Project until more information on potential cost savings and project financing options can be obtained.

7) Other business

- a) The Board discussed the sidewalk, cement and vault repair project at the Municipal Building location. At the April 22, 2016 Regular Board Meeting, the Board had discussed obtaining competitive quotes for this project. Due to the size and complexity of the project, the Board plans for OMU to work with D. Randall Construction, LLC and the City of Osage to complete the necessary repairs.
- b) Trustee Frein shared the CRC's April 2016 Profit and Loss Comparison statement with the Board.

8) Date of next meeting

The next regular meeting is scheduled for June 23, 2016 at 8:30 a.m.

9) Adjournment

Chairman Tack declared the meeting adjourned at 11:32 p.m.