

**UTILITY BOARD OF TRUSTEES
CITY HALL COUNCIL CHAMBERS
July 10th, 2019**

Present: Jan Kahler, Aaron Eltrich, and , Megan Andresen,
Absent: Andrea Jones and Todd Seifert

Chairperson Kahler called the meeting to order at 4:28 p.m.

Motion by Eltrich and seconded by Andresen to approve the agenda. All Ayes

Motion by Eltrich and seconded by Andresen to approve the minutes. All Ayes

Jenessa Garman, David Meade, and Michelle Meade of Miner, Gilroy, & Meade presented the results of the 2018 Audit. David Meade expressed that it is their opinion the financial statements are presented fairly with no major misrepresentations. Mr. Meade said in comparing 2018 to 2019, revenues remained about the same, while expenditures were down \$1.5 million; much of the difference was the Allen Street Substation project was completed in late 2017.

Audience member, Mary McAllister, did have a question for the auditors – she asked if there is a standard or recommendation from professional accounting organizations on which accounting method should be used in regards to cash vs accrual accounting. The auditors expressed there is not a set standard or recommendation, and it is up to the individual entity on which method they want to use. Chairperson Kahler expressed while there are several advantages to accrual accounting that could be beneficial to MMEU, and there are some major hurdles (such as the cost to change methods and City being on cash accounting), that currently prevents MMEU to make such a change at this time.

Discussion was held on updating the Interconnection Agreement for Distributed Generation. The policy will be updated to have all new interconnected systems on an avoided cost basis, which will be determined annually by WPPI. The Net Metering Policy will be closed to new customers and existing customers will be grandfather in until December 31, 2033. The policy will also be updated to change the current application fees and require increased liability insurance requirement for larger systems.

Motion by Eltrich and seconded by Andresen to Close Net Metering Policy to new customers & grandfather existing Net Metering customers through December 31, 2033. All Ayes by Roll Call.

Motion by Eltrich and seconded by Andresen to Adopt Updated Interconnection Guidelines, Application and Agreement for Parallel Installation and Operation for Distribution Generation Facilities & Rate Policy for Customer-Owned Distribution Generation Facilities. All Ayes by Roll Call.

Motion by Eltrich and seconded by Andresen to approve the claims as presented.

All Ayes by Roll Call.

Manager's Reports --Chris Krogman – With the windstorm that occurred on Sunday, June 30th, some individual services lost power due to tree damage, and everyone was back on by 11 pm. Manager Krogman informed the board that at the next board meeting on August 14th, Mike Peters, CEO of WPPI will give a “Power of Great Places” presentation, and Nicole Guld, WPPI rate analyst will give a rate changes presentation.

Motion by Eltrich and seconded by Andersen to adjourn the meeting at 5:55 p.m.

Jan Kahler, Chairperson

ATTEST:

Aaron Eltrich, Vice Chairperson