

Kaukauna, WI
October 18, 2017

The regular meeting of Kaukauna Utilities Commission was called to order at 8:00 a.m. by President Lee Meyerhofer. Commission Members present were Tom McGinnis, Greg Lenz, John Moore, Lee Meyerhofer, Sue Hennes, Tom Driessen, and Gene Rosin. Also present were Jeff Feldt, Denise Vanderloop, Mike Pedersen, Don Krause, Eric Miller, Kevin Obiala, Clara Pickett, Dave Pahl, Lonnie Pichler, Randy Vercauteren, Jim Roberts, Amanda Abel, and Amy Brick from KU, Steve Engebos from WPPI Energy, Attorney Kevin Davidson, and Diana Driessen.

It was moved by Gene Rosin, seconded by John Moore to approve the minutes of the September 20, 2017 Commission meetings as written.

All members voted aye.

Motion Carried

There was no public comment.

General Manager Jeff Feldt discussed the request from the Village of Little Chute to conduct a managed deer bow hunt on "Electric Island" from December 4, 2017 through December 17, 2017. This will be the eighth year for a managed deer hunt on the property.

It was moved by Tom McGinnis, seconded by John Moore to authorize the Village of Little Chute to conduct a managed deer bow hunt on the Kaukauna Utilities property known as "Electric Island" located in the Village of Little Chute for the period of December 4, 2017 through December 17, 2017.

All members voted aye.

Motion Carried

Manager of Finance and Administration Clara Pickett presented the 2018 Proposed Operating Budget and General Manager Jeff Feldt presented the Five Year Capital Budget to the Commission. The final 2018 budget will be presented for adoption next month at the November Commission Meeting.

Manager of Finance and Administration Clara Pickett discussed the amended 2017 Electric Rate Study. Clara informed the Commission that since the electric rate case filing on July 24, 2017, Appleton Coated filed for receivership and was subsequently sold to Industrial Assets, resulting in significant changes to the rate study assumptions. Clara stated staff has been working with WPPI on an amended rate study that accounts for the loss of Appleton Coated load as well as the recovery of the approximately \$2.2 million write-off associated with the receivership filing, amortized over a 10 yr. period. Clara informed the Commission that the impact of the amended rate study results in an estimated overall rate increase of 9.51% which includes the original rate study estimated overall increase of 1.96%. Clara stated the amended rate study will provide KU with an estimated additional \$3,736,589 annually which is the amount required to offset both the original proposed declining rate of return and the potential loss of Appleton Coated.

It was moved by John Moore, seconded by Gene Rosin to authorize the submittal of the 2017 Amended Electric Rate Study to the Public Service Commission, and authorize staff to amend as needed as additional information related to Appleton Coated is obtained.

The Behind the Meter Hydroelectric Resources and Energy Storage Employee Committee gave a presentation regarding their findings and recommendations to the Commission.

It was moved by Gene Rosin, seconded by Tom McGinnis to suspend the rules and proceed to Agenda Item # 12, Accounts Receivable Write-Offs.

All members voted aye.

Motion Carried

The Commission chose not to adjourn to closed session pursuant to Wis. State Statute 19.85(f) for review of data Kaukauna Utilities is prohibited from making public under Wis. Stat. 196.37, including Kaukauna Utilities Write Off Journal details, Check Register details and Customer Usage and Billing.

It was moved by Gene Rosin, seconded by Tom McGinnis to approve the accounts receivable write-offs.

Roll Call Vote:

Tom McGinnis	aye
Gene Rosin	aye

Lee Meyerhofer aye
Tom Driessen aye
John Moore aye
Sue Hennes aye
Greg Lenz aye

Motion Carried

It was moved by John Moore, seconded by Tom Driessen that check number 170, 171, 172, 173, 174, 175, 176, 177, and checks numbered 66033 through 66230 in the amount of \$6,395,687.85 be approved for payment.

Roll Call Vote:

John Moore aye
Gene Rosin aye
Greg Lenz aye
Tom McGinnis aye
Tom Driessen aye
Sue Hennes aye
Lee Meyerhofer aye

Motion Carried

It was moved by John Moore, seconded by Tom Driessen to adjourn to Closed Session pursuant to Wis. State Statute 19.85(1)(g) conferring with legal counsel for the governmental body who is rendering oral or written advice concerning strategy to be adopted by the body with regard to litigation in which it is likely to become involved at 9:16 a.m.

All members voted aye.

Motion Carried

It was moved by Gene Rosin, seconded by Tom McGinnis to return to open session at 9:24 a.m.

All members voted aye.

Motion Carried

It was moved by John Moore, seconded by Tom McGinnis to suspend the rules and take up Agenda Item #8 and #9 at the November Commission meeting.

All members voted aye.

Motion Carried

It was moved by Gene Rosin, seconded by John Moore to adjourn.

All members voted aye.

Motion Carried

The meeting ended at 9:26 a.m.


Thomas J. McGinnis
Secretary

Minutes taken by Amy Brick