

Kaukauna, WI  
June 11, 2014

The regular meeting of Kaukauna Utilities Commission was called to order at 4:00 p.m. by President Lee Meyerthofer. Commission Members present were Bill Vanderloop, Gene Rosin, Tom McGinnis, Lee Meyerthofer, John Moore, Cindy Fallona and Tom Driessen. Also present were Jeff Feldt, Mike Kawula, Denise Vanderloop, Kevin Obiala, Don Krause, Eric Miller, Randy Vercauteren and Amy Brick from KU, Attorney Kevin Davidson, Karen Brooks, Jenny Brinker, Peggy Jesion and Mike Peters from WPPI and Brian Roebke.

It was moved by Tom McGinnis, seconded by Cindy Fallona to approve the minutes of the May 21, 2014 regular Commission meeting as written.

All members voted aye. Motion Carried.

There was no public comment.

Manager of Electric Distribution Eric Miller discussed the NERC Compliance Agreement with WPPI. He informed the Commission that KU has an agreement with WPPI regarding compliance with North American Electric Reliability (NERC) standards. WPPI has reviewed the agreement and has asked their membership to update the agreement accordingly.

It was moved by Tom McGinnis, seconded by Gene Rosin to authorize the General Manager to execute the "First Amendment to Amended and Restated Agreement Concerning Responsibility for Compliance with Mandatory Reliability Standards" from WPPI.

All members voted aye. Motion Carried.

The Commission reviewed the monthly reports.

Staff reports:

Manager of Electric Distribution Eric Miller informed the Commission that the linecrew has been working on Hwy GG installing conductor and working on Electric City Blvd. in preparation for PolyFlex. Eric stated the linecrew has been working with WE Energies and the developer at John Street Hydro to relocate the feeder to the hydro. Eric also stated there is a planned outage on the 34.5kV line on July 3 in Little Chute to do work on the "OO" Substation. Eric stated he has been working with WPPI regarding NERC compliance.

General Manager Jeff Feldt reported for Manager of Generation and Operations Mike Pedersen in his absence. Jeff stated that due to the bearing failure on Unit #2 at the Badger Plant, crews have removed the speed increaser and sent the lower bearing to Voith in Appleton to be disassembled. The lower bearing will then be sent to Fox Valley Tool & Die to be verified. Jeff informed the Commission that Badger may be back in service next week.

Water Superintendent Kevin Obiala informed the Commission that crews are repairing the hydrants that were broke during the spring flushing. He stated that crews have started listening for leaks and found two leaks on Island Street that have been repaired and an additional leak on CTH "OO". Kevin also informed the Commission that crews have been completing meter change outs, keeping current on cross connection surveys and working on any maintenance issues that arise.

Manager of Information Technology Don Krause informed the Commission that he is completing an audit of the two-way radio system. Don also stated that he is upgrading to a new server for SCADA.

Manager of Finance & Administration Mike Kawula stated the accounting department has updated timesheet formats. He also stated that the billing department has been updating billing reports due to using a new report writer in the billing system. Mike stated that two summer employees have started and they have been catching up on grass cutting.

Manager of Human Resources Denise Vanderloop informed the Commission that harassment training will be held in July. She also stated that she has received quotes from dental providers and will start reviewing that information. Denise also stated that in 2015, the State will be offering a high deductible health insurance plan; however KU will only be able to offer one option to employees. Denise informed the Commission that she completed external and internal interviews for the Distribution Superintendent position.

Mike Peters from WPPI discussed the proposed Environmental Protection Agency rule to reduce carbon dioxide (CO<sub>2</sub>) emissions by existing power plants.

General Manager Jeff Feldt discussed the WPS Fox Energy Center Station Power Dispute. Jeff stated that both KU and Wisconsin Public Service have filed briefs with the Public Service Commission with reply briefs due June 9. The Public Service Commission should make their decision by August. Jeff reminded the Commission about the WPPI Regional Power Dinner June 26 in Green Bay. Jeff also informed the Commission that a preconstruction meeting regarding Hydro Park was held and construction should commence next week. Jeff stated that KU received the 2013 MEUW Safety Award.

The Commission adjourned 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 Tom McGinnis, seconded by Bill Vanderloop to return to open session at 5:20 p.m.

It was moved by John Moore, seconded by Cindy Fallona to approve the accounts receivable write-offs.

Roll Call Vote:

Lee Meyerhofer	aye
Tom Driessen	aye
Cindy Fallona	aye
Gene Rosin	aye
Bill Vanderloop	aye
Tom McGinnis	aye
John Moore	aye

Motion Carried

It was moved by John Moore, seconded by Tom McGinnis, that check numbers 36 and 37 and checks numbered 56700 through 56961 in the amount of \$2,089,818.74 be approved for payment.

Roll Call Vote:

Cindy Fallona	aye
John Moore	aye
Tom McGinnis	aye
Tom Driessen	aye
Lee Meyerhofer	aye
Gene Rosin	aye
Tom Driessen	aye

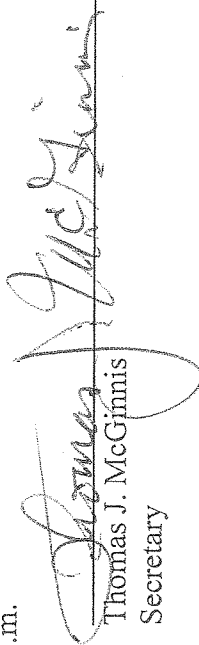
Motion Carried

It was moved by Tom McGinnis, seconded by Tom Driessen to adjourn.

All members voted aye.

Motion Carried

The meeting ended at 5:23 p.m.

  
Thomas J. McGinnis  
Secretary