

Kaukauna WI
March 21, 2007

The regular meeting of Kaukauna Utilities Commission was called to order at 4:00 p.m. by President, Lee Meyerhofer. Commission members present were Gene Rosin, Bill Vanderloop, Tom Driessen, Lee Meyerhofer, Joe Verhagen, Tom McGinnis and Brian Paschen. Also present were Paul Van Berkel, City Attorney, Jeff Feldt, Bruce Gomm, Mike Pedersen, Mike Kawula, Ron Roberts, Eric Miller and Don Krause from KU. Diane Baumgart from the Times Villager and Karen Brooks were also present.

It was moved by Tom McGinnis, seconded by Gene Rosin to approve the minutes of the February 21, 2007 regular Commission meeting as written.

All members voted aye

Motion Carried

It was moved by Tom McGinnis, seconded by Gene Rosin to approve the minutes of the February 28, 2007 Special Commission meeting as written.

All members voted aye

Motion Carried

There was no public comment.

Bruce Gomm discussed the proposal from Lean Flame, a gas turbine combustion technology company. Lean Flame approached KU to use the Elm Street gas turbine as a test site for this new technology. KU operates this unit under an agreement with WPPI so WPPI will be involved in any approval of Lean Flame's proposal.

Jeff Feldt consulted with the commission about the possibility of KU owning the proposed wind turbines which were discussed last month. KU has qualified staff to maintain and operate the wind turbines. A purchase power agreement with WPPI would create a source of revenue. Another option would be for WPPI to make an upfront payment and purchase the energy output at less cost per kilowatt hour. There would be definite marketing advantages if KU owned the units.

It was moved by Joe Verhagen seconded by Tom Driessen to direct the General Manager to develop a cost/benefit analysis of KU owning the wind turbines vs. the developer owning them.

All members voted aye

Motion Carried

Manager Feldt advised the Commission in August of 2006 staff was authorized to purchase a 2007 International bucket truck chassis without associated bucket accessories due to pending environmental regulations. Two bids were received to outfit the truck with a boom, bucket and accessories.

It was moved by Tom Driessen seconded by Brian Paschen to authorize the purchase of a Telelect 5TCX bucket, boom and associated accessories along with installation from DUECO in the amount of \$90, 757.

Roll call Vote:	Gene Rosin	aye
	Lee Meyerhofer	aye
	Tom McGinnis	aye
	Brian Paschen	aye
	Joe Verhagen	aye
	Bill Vanderloop	aye
	Tom Driessen	aye

Motion Carried

It was moved by Bill Vanderloop, seconded by Tom McGinnis to approve the accounts receivable write offs.

Roll Call Vote:	Gene Rosin	aye
	Bill Vanderloop	aye
	Joe Verhagen	aye
	Tom Driessen	aye
	Lee Meyerhofer	aye
	Tom McGinnis	aye
	Brian Paschen	aye

It was moved by Tom McGinnis, seconded by Gene Rosin, that checks numbered 33410 to 33642 in the amount of \$3,935,354.61 be approved.

Roll Call Vote:	Brian Paschen	aye
	Bill Vanderloop	aye
	Gene Rosin	aye
	Joe Verhagen	aye
	Tom McGinnis	aye
	Tom Driessen	aye
	Lee Meyerhofer	aye

Motion Carried

The commission reviewed the monthly reports.

Bruce Gomm advised the commission the DNR was at the KU Water Department to do a water sanitary survey. The report was very good with the DNR being impressed with KU's aggressive maintenance program. The DNR representative did recommend an increase in water sampling points on the KU system from 10 to 15.

Manager Feldt told the commission that Shaw Environmental has met the second milestone with the remediation at John Street in conjunction with the Shield Agreement. Milestone #2 required DNR approval of a Remedial Action Plan for the site. KU's portion of the milestone #2 payment is \$112,500.

Mike Pedersen discussed progress on maintenance issues at the Island Street Peaking Plant. KU crews have completed the two-week spring maintenance outage. Some of the repairs that were recommended by a consulting engineer have been made. KU has not received a final report on the explosion issue. WPPI hired a third party consultant from Sergeant & Lundy to analyze the events of the explosion.

Bruce Gomm talked about the Central Substation transformer which was replaced last week. Everything went smoothly and the sub station was back in service on March 20th. KU took advantage of that outage to upgrade the relay control house. The entire substation was rewired with KU electricians doing 98% of the work.

General Manager Jeff Feldt, Mayor Gene Rosin and Commissioners Lee Meyerhofer and Tom McGinnis attended the APPA Legislative Rally in Washington D.C. last week. WI had good representation at the rally.

The employees have had MEUW safety training which included a Department of Commerce inspection response session. KU is looking at bringing the DOC in to do a mock inspection. KU is also preparing for a FERC Part 12 Hydro inspection and an Emergency Action Plan exercise.

It was moved by Bill Vanderloop, seconded by Tom McGinnis to adjourn.

The meeting ended at 4:45 p.m.

Thomas J. McGinnis
Secretary