The regular meeting of the Water and Light Commission was called to order in the Worthington Public Utilities Conference Room at 3:00 P.M. by President Gary Hoffmann with the following members present: Michael Harmon, Kathy Hayenga and Chad Nixon. Absent was Deb Weg (excused).

Staff members present were Scott Hain, General Manager; Deb Scheidt, Secretary to the Commission

Others present: Leah Ward, Daily Globe

AGENDA ADDITIONS/CLOSURE

A motion was made by Commissioner Harmon, seconded by Commissioner Hayenga and unanimously carried to close the agenda as presented.

CONSENT AGENDA APPROVED

A motion was made by Commissioner Hayenga, seconded by Commissioner Harmon and unanimously carried to approve the consent agenda as follows:

- Water and Light Commission minutes of the regular meeting held on March 18, 2019
- Staff reports for March 2019
- Utility bills payable totaling $320,393.18 for March 22, March 29, April 5 and April 12, 2019

FINANCIAL STATEMENTS AND SALES REPORTS

A motion was made by Commissioner Harmon, seconded by Commissioner Nixon and unanimously carried to accept the financial statements and sales reports for March 2019.

AWARD BID FOR 2019 CLARY STREET AND McMILLAN STREET WATER RECONSTRUCTION PROJECT

Scott Hain, General Manager, presented the single bid received for the 2019 Clary Street and McMillan Street water reconstruction project. Duininck, Inc. submitted the bid in the amount of $1,125,098.50. The engineer’s construction estimate for project was $1,049,209.95. The 2019 Water Department budget includes $1,457,750 to complete the project. Staff indicated that even though the bid received came in over estimate, it is expected that the total project will come in right at the budgeted amount and recommended awarding the bid to Duininck, Inc. in the amount of $1,125,098.50.
A motion was made by Commissioner Harmon, seconded by Commissioner Hayenga and unanimously carried to award the bid for the 2019 Clary Street and McMillan Street water reconstruction project to Duininck, Inc. in the amount of $1,125,098.50.

WATER AND LIGHT COMMISSION APPOINTMENTS

With Commissioner Ten Haken’s departure from the Water and Light Commission effective April 1, 2019, the following appointments for his replacement on each of the following committees were made:

<table>
<thead>
<tr>
<th>Committee</th>
<th>Commissioner</th>
<th>Date</th>
<th>Term</th>
</tr>
</thead>
<tbody>
<tr>
<td>Lewis &amp; Clark Joint Powers Board (Delegate)</td>
<td>Harmon</td>
<td>04/15/19</td>
<td>12/31/20</td>
</tr>
<tr>
<td>Lewis &amp; Clark Joint Powers Board (Alternate)</td>
<td>Weg</td>
<td>04/15/19</td>
<td>12/31/20</td>
</tr>
<tr>
<td>Compensation Committee</td>
<td>Hayenga</td>
<td>04/15/19</td>
<td>No Limit</td>
</tr>
<tr>
<td>Housing Committee</td>
<td>Nixon</td>
<td>04/15/19</td>
<td>No Limit</td>
</tr>
</tbody>
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OWATONNA PUBLIC UTILITIES ELECTRIC & WATER RATE COMPARISON STUDY

Scott Hain, General Manager, presented the results of the Owatonna Public Utilities electric and water rate comparison study for the period of January 2018 through December 2018. Based on the information included in the survey, Worthington ranked second lowest in cost in the residential and commercial electric cost comparisons and the lowest in the industrial class cost comparisons. Fourteen electric utilities were surveyed including eleven municipal utilities, two rural electric cooperatives and one investor-owned utility.

In the water cost comparisons, Worthington ranked fifth lowest in the residential class and directly in the middle in the commercial and industrial classes when compared with twelve other water utilities.

2018 POWER SUPPLY MIX

Scott Hain, General Manager, presented Worthington’s power supply mix for 2018 (33% coal, 10% natural gas, 27% hydro, 18% wind, 12% nuclear and less than 1% solar). Approximately 45% of Worthington’s power supply mix in 2018 consisted of renewables (hydro, wind and solar) while approximately 57% was carbon-free (hydro, wind, solar and nuclear). Mr. Hain reported that hydro is our most reliable renewable resource while wind is available approximately 35% of the time and solar approximately 20% of the time.

STORM UPDATE

Scott Hain, General Manager, provided the Commission with information on the activities relating to the ice and snow event on April 11-12, 2019, in the Worthington area. The event resulted in overhead transmission line failures into Worthington due to ice accumulation and
high winds. Transmission service was down for approximately 42 ½ hours (4:30 a.m. on April 11 until 11:00 p.m. on April 12) and WPU’s diesel generation facility supplied power to the community utilizing rolling blackouts during that time.

MISSOURI RIVER ENERGY SERVICES 54th ANNUAL MEETING

Discussion was held on attending the 54th Missouri River Energy Services annual meeting on May 8-9, 2019, at the Sioux Falls Convention Center. Commission members were asked to contact Deb Scheidt, Administrative Secretary, regarding their attendance prior to the April 26 registration deadline.

LARAMIE RIVER STATION AND DRY FORK MINE TOUR

Missouri River Energy Services has scheduled a tour of the Laramie River Station (LRS) Power Plant in Wheatland, Wyoming, on August 27-28, 2019. A tour of the Dry Fork Coal Mine located at Gillette, Wyoming, will also be included.

Space is limited and will be on a first come, first served basis. Commission members were asked to contact Deb Scheidt, Administrative Secretary, regarding participation in the tour prior to the June 21, 2019, registration deadline.

COMMISSION COMMITTEE REPORTS

Commissioner Nixon stated he spend about 1 ½ hours with Mr. Hain on April 2 for orientation and is excited to be joining the Water and Light Commission.

Commissioner Harmon reported that updates on current projects within the City of Worthington will be provided at a special City Council meeting being held on Wednesday, April 17, 2019.

Commissioner Hoffmann gave an update on the housing committee meeting held on March 21, 2019, and the E.O. Olson Trust Fund meeting held on April 10, 2019.

GENERAL MANAGER REPORT

Scott Hain, General Manager, reported that work is progressing on the liquor store remodeling project.

ADJOURNMENT

A motion was made by Commissioner Nixon, seconded by Commissioner Harmon and unanimously carried to adjourn the meeting at 4:17 P.M. President Hoffmann declared the meeting adjourned.

Deb A. Scheidt
Secretary to the Commission