

ROCHESTER PUBLIC UTILITIES
BOARD MEETING MINUTES
November 9, 2010

Members Present: Mr. Williams, Mr. Reichert, Mr. Stahl, and Mr. Landwehr
Absent: Mr. Hanson
Also Present: Mr. Adkins, City Attorney

Board President Williams called the meeting to order at 4:00 PM.

1. Mr. Landwehr moved to approve the minutes of the October 26, 2010 meeting, seconded by Mr. Stahl.

All voting "AYE"

2. Mr. Williams opened the meeting for comments from the public. No one wished to be heard.
3. The proposed 2011 RPU electric and water capital and operating budgets were discussed with the Board. Mr. Koshire informed the Board that RPU employees made personal sacrifices and used furlough time to help control expenses and that staff continues to look for cost savings. He also said that this is the second year of no rate increases. The projected electric budget reflects approximately a \$3.1 million negative net income which is based on conservative retail and wholesale sales. The budget will be managed to reduce that amount at year-end. Mr. Williams said that the budgets speak highly to RPU as an organization, to the hard work of RPU staff, and that the community will benefit from these efforts.

Mr. Landwehr moved to approve the RPU 2011 budgets, seconded by Mr. Reichert.

All voting "AYE"

BE IT RESOLVED by the Public Utility Board of the City of Rochester, Minnesota, that the Common Council of the said City is requested to approve the 2011 electric and water capital and operating budgets.

4. The General Manager provided the following report to the Board:

The November 30 Board meeting will be held at 4:00 p.m. at the Cascade Meadow Wetlands & Environmental Science Center, 1710 Industrial Drive NW, Rochester, MN 55901. A tour of the hydro pillar facility located at 3975 50th Avenue NW will be conducted at 3:00 p.m. A quorum of the Board may be present for the tour. Both the meeting and tour are open to the public.

5. Mr. Stahl moved to adjourn the meeting, seconded by Mr. Reichert.

All voting "AYE"

The meeting adjourned at 4:10 p.m.

Submitted by:

Kathleen Wilson
Secretary

Approved by the Board:

Gray Wilkins
Board President

11/30/10
Date