



Mayor
John Bramall

City Manager
Clark R. Fawcett

City of Hurricane

Power Board
Mac J. Hall, Chair
Jerry Brisk
Dean McNeil
Charles Reeve
Kelly Carlson
Pam Humphries

The Hurricane City Power Board met on January 29, 2018, at 3:00 p.m. at the Clifton Wilson Substation on 526 W 600 N. In attendance were; Chairman Mac Hall, Dean McNeil, Jerry Brisk, Charles Reeve, Kelly Carlson, Dave Imlay, Brian Anderson, and Don Behunin.

Mac Hall welcomed everyone to the meeting; Kelly Carlson led the Pledge of Allegiance, and Jerry Brisk offered the prayer. Dean McNeill made the motion to approve the minutes from the previous meeting with the necessary changes and Charles Reeve second the motion. All in favor, the motion passed.

Don Behunin: The substation crew is working on the annual generator repair and maintenance. The generators are fully inspected and repaired each year in preparation for the summer generation schedule. Scott Hughes is continuously updating the SCADA program and app programs. Don also reported that the 69KV breaker is now in service.

Brian Anderson: Brian stated that removing the Christmas lights and the new Christmas tree was a smooth process. Dave Imlay showed the Power Board a time lapsed video of the crew disassembling the tree. Main Street Café requested an upgrade to their electric service. Many of the service poles in that area of Main Street are located on the back of properties. The Power Department installed an underground service to feed the properties in that area. Brian reported that the line crew participated in the apprentice applicant interviews. There were several qualified applicants and the line crew's feedback was beneficial in making the final decision. The line crew has been spending most of the month installing conduit in Sand Hollow RV. The Power Department has been working on the Sand Hollow RV project for six years. Each year, the line crew installs conduit in the areas that do not have homes. The area's that have electric services directly buried will be updated as needed.

Generation Cost Analysis: The Power Board went over Dean McNeil's generation cost report that was previously provided to the member. Dean McNeil asked for clarification on the growth rate information Hurricane City collects each year. Clark Fawcett reported that the growth rate is calculated using the count of building permits issued each year. Dave Imlay stated that he would provide the Power Board with the updated meter count each quarter. The meter count is a reliable indicator of growth within Hurricane City. Dave Imlay presented the bond payment schedule worksheet. The Power department has paid \$12,246,606 in bond repayments since 2005. The high amount of debt has hindered the department causing the department to work with less manpower than is needed. Dave Imlay does think a new generator is important and will be beneficial to the department, he would like to gather more power cost information during this summer before committing to the addition of generator #9

DAQ Permit Update: Don Behunin submitted the application, DAQ can take up to one hundred eighty days to respond to the application. If there is additional information requested, it could be another six months before the submission is reviewed. When the permit is approved the new generator must be installed and operation within eighteen months.

Operation #1 Replacement (Central/St. George Cost Sharing): Participants in the Central to St. George project have rejected several cost allocation scenarios. UAMPS hired a professional analysis firm to provide a cost study that included each scenario for all of the participants. Hurricane Power Department

cost in the project was reported to be between thirteen and fourteen percent. Dave reported that the other project participants agree with the new cost allocation report. The Project Management Committee is the deciding body. Dave Imlay will update the Power Board with the final draft before the Project Management Committee approves the cost allocations.

Connection Fee Follow-up: Dave Imlay reported the City Council approved the updated connection fee schedule.

Power Fund Report by Clark Fawcett: Clark Fawcett met with the Power Board members to discuss the financial status of the power department at the close of 2018. The power department depreciation fund has increased to \$8,425,876.00 The rainy-day reserve is \$1,819,979.71. Clark showed how he keeps track of revenues from power sales each month and compares revenues month to month. Clark stated that the power fund is the highest it has ever been.

Prior Year Report: Dave provided the Power Board with a printout listing the department's major accomplishments in 2018.

Budget: Dave Imlay discussed the difference in the cost of power from Nebo power plant and market power between in 2017 and 2018. In December 2017 power from Nebo Power Plant was \$33.73 per MGW and the cost of market power was \$35.00 per MGW. In December 2018 power from Nebo Power Plant was \$56.47 per MGW and the cost of market power was \$40.46 per MWh. Dave Imlay reported that he does not anticipate the cost of power to decrease. Overall cost per MWh hour for December was \$62.05. Cost of sales is 7.49% over budget, kWh revenue is 1.21% over budget, and overall revenue is 1.31% ahead of budget.

UAMPS: UAMPS energy load growth report shows that Hurricane Power Department was six percent of UAMPS overall growth in 2017.

Other: Charles Reeve received UAMPS 2018 Appointed Official of the Year Award

The Power Board adjourned at 4:40 p.m. The next Power Board Meeting is scheduled for February 26, 2019, at 3:00 PM.