

HURRICANE CITY POWER  
526 W 600 N  
HURRICANE, UTAH 84737

The Hurricane City Power Board met on April 26, 2016, at 3:00 p.m. at the Clifton Wilson Substation at 526 W 600 N. In attendance were; Chairman Mac Hall, Dean Mc Neill, Pam Humphries, Terry Winter, Charles Reeve, Dave Imlay, Don Behunin, Brian Anderson, and April Hill.

Mac Hall welcomed everyone to the meeting; Pam Humphries led the Pledge of Allegiance, and Charles Reeve offered the prayer. Dean McNeil made the motion to approve the February minutes with the necessary changes made and Pam Humphries seconded the motion. All in favor, motion passed. Pam Humphries made the motion to approve the minutes from March with the necessary changes made and Charles Reeve seconded the motion. All in favor, motion passed.

**Don;** Discussed the recommendations from the re-closure setting study. They made all of the necessary changes recommended by the study. The re-closures they changed are mostly on overhead line, with the exception of one underground circuit coming from the Anticline substation. They have completed the swamp cooler maintenance for the generators and made some improvements to the conference room below. Scott Hughes has been working primarily on SCADA. Scott's work is being recognized by Survalent Technology tech support, and they are asking to have access to his work. Dave stated we may try to negotiate a lower cost for our tech support services.

**Brian;** The line on 600 North is now energized, and they are installing a temporary line to feed the Fox Hollow subdivision while we do some work on the line down to 1150 north. They can use this line to support some of the excess summer load. Brian stated they are working on moving the overhead line that runs from 3400 West to 3700 West to an underground line. Interstate Rock is doing all of the digging for this project, and Hurricane Power is installing the conduit. Lions Club is building a park near the fire station, and the overhead line needs to be moved underground. Lions Club is paying for this project.

**IPP Renewal Offer;** Dave stated that IPP renewal offer was approved by the City Council. The resolutions for the IPP project have all been signed; we have not delivered the documents yet. The Excess Power Sales contract is not yet signed because we are waiting for further instructions. The size of this project has been shrinking substantially. The size of the plant may end up only being 600 Megawatts.

**Commercial Solar Policy Discussion;** Dave discussed in detail how commercial solar affects the power industry. There are few benefits for Hurricane Power to incentivize commercial solar. Brian and Dave recommended that Hurricane Power creates a policy that has no size limit on 3 phase commercial installations, does not compensate for any power that is pushed onto the grid, and limits the total solar on the system to 5% of the peak. The recommendation also included using the existing residential solar policy for the 1 phase commercial customers. The Board feels confident with these recommendations. Dave and Brian will begin to work on an official policy.

**Capital Expenditure Update;** Dave updated the Board on the year to date capital expenditures. The Power Department ordered the new Bucket Truck, and the cost will be allocated to the 2015-2016 budget year.

**Purgatory Flats Substation Discussion;** Dave stated that the Purgatory Flats Substation is substantially beneficial for Hurricane City Power. However, the Central to St. George group may not want to participate due to the cost of this project. Without the Central to St. George group involved in this project, the costs could go up for the other participants. There is a kick-off meeting coming up on May 2, 2016, which will include all the Stake holders. Hurricane will rely on UAMPS Staff to attend this meeting, protect Hurricane/UAMPS interests and make recommendations to the CSG Project group on how to move forward.

**Budget;** Dave discussed our average yearly price. The months of February and March have had a higher than usual average price due to the fact that we had fewer Kilowatt hours to spread the fixed costs over. Dave made a presentation on our historical losses comparing metered loads and customer's sales. He also discussed the rate increase that we recently adopted and updated the board on the first four months of the increase.

**UAMPS;** Hurricane Power refinanced the Central to St. George project phase 3 of the bonds. Originally we were 7.4% of the project, but we were over using our allotment. Phase 3 brought our entitlement closer to our usage of the Project. The new contract puts us in at 11% of the project, and our interest rate has dropped from 5.00% to 2.39%. Hurricane is 21% of the Phase 3 financing and will bring a savings of around \$24,000/yr. to Hurricane.

**San Juan;** The money is continuing to come in on our new coal contract.

**Other;** Pam Humphries stated that the UAMPS meeting held in St. George was very beneficial. UAMPS presented the history of their organization.

The Power Board adjourned at 5:10 p.m. The next Power Board Meeting will be held on May 31, 2016, at 3:00 p.m.