

HURRICANE CITY POWER
526 W 600 N
HURRICANE, UTAH 84737

The Hurricane City Power Board met on July 25, 2017, at 3:00 p.m. at the Clifton Wilson Substation at 526 W 600 N. In attendance were; Chairman Mac Hall, Dean McNeil, Terry Winter, Charles Reeve, Jerry Brisk, Dave Imlay, Brian Anderson, Don Behunin, and April Hill.

Mac Hall welcomed everyone to the meeting; Dean McNeil led the Pledge of Allegiance, and Mac Hall offered the prayer. Dean McNeil made the motion to approve the minutes from May, and Terry Winter second the motion. All in favor, the motion passed.

Don Behunin: Reported that the generators have been running for the summer. The regulator program that operates the voltage regulators while the gas generators are running malfunctioned last year. The substation crew has been working on repairing the communication program. Don explained in detail how amps and voltage affect how the generators run.

Brian Anderson: The Southfield Line is close to completion and is energized to Mulberry Estates. The line crew has been inspecting the system using infrared cameras to find transformers that are too hot. Brian discussed in detail the progress of the line heading along 3000 S.

Review/update of Transmission Loop Study: ICPE is updating the department's transmission loop study. ICPE will then take the data they collected from the transmission loop study, and use it for an updated impact fee study.

Discussion of Transmission Loop SR-9 Crossing: Dave Imlay reported in detail where the switch would be placed. The department is considering using steel poles for the crossing. The cost for steel poles will delay the progress of the crossing.

Presentation of Lighthouse Foods Expansion: The new Lighthouse Food expansion will add four more 2000-amp panels and is estimated to add 5.7 megawatts of new load. Dave Imlay reported in detail the pros and cons of each possible route to supply the service. Dave has requested for Rocky Mountain Power to allow the department to under build on their line that is currently serving in that area. Dave feels that there is a chance RMP may approve the request.

Analog Meter Resolution: The Power Department received a request from a customer asking to be allowed to change out their current meter for an analog meter. The change was requested by the customer for health reasons. The City Council agreed to allow customers to change their current meter to analog meters for a \$10.00 monthly fee. The Power Board discussed that they feel \$15.00 a month for the use of an analog meter is more in line with the costs associated with manually reading analogs meters. Jerry Brisk made the motion to raise the fee to \$15.00 monthly, Charles Reeve second the motion, all in favor the motion passed.

RMP- Gateway/Sky Ranch Contract: Dave explained the history and workings of a contract between Hurricane City and Rocky Mountain Power that allows Rocky Mountain Power to sell Hurricane City energy at Gateway and for Hurricane City to sell energy to Rocky Mountain Power at Sky Ranch. The current contract expires at the end of August. Dave is working with Rocky Mountain Power to renew the contract with a better price for Hurricane.

Muddy Creek: Dave described in detail the progress of the Muddy Creek Waste Heat program. Dean McNeil stated that he would like to see a document clarifying the total cost of the waste heat program. Dave presented to the board the pros and cons of the program and listed out the items that UAMPS have declared to be fatal flaws. Dave did state that the Power Department can terminate or lower its participation at any time and only be obligated to pay the prorated share of the projects' research costs. If the research leads to an actual project, we can look at it again and decide if it is a project in which we want to participate. Dean McNeil made a motion to approve the signing of the Muddy Creek Study Project if the Power Board request for an estimated total cost is met. Jerry Brisk second the motion, all in favor the motion passed.

Hurricane Power Department Losses: Dave Imlay presented a graph showing the Departments annual system losses. This report is generated by calculating the difference between the Power Departments metered load and customer sales. The losses for 2016 are 5.25%, the industry standard is around 6%.

West Facing Solar Panel Incentive: Dave Imlay reported that he would like the Power Board to consider incentivizing customers who install west facing solar panels. West facing solar panels provide energy during the peak hours. The Power Board stated that they are interested in the incentive program. Dave Imlay will research the cost and benefits of west facing solar panels, and report the data to the Power Board.

Hunter: UAMPS and others have filed a stay to challenge the FIP. The EPA wants those who filed the stay to prove that the stay is not just an attempt to TRUMP the EPA.

IPP: The dairy lawsuit will be settled out of court. The coal pile continues to grow because of the low capacity factor. Some of the coal contracts expire this coming fall which will reduce the delivery of coal and allow for the coal pile to stop growing and even start to lower.

San Juan: Agreements will be executed in Jan 2018. California will be completely out of the plant. The plant is running well.

Central to St. George: The Project Management Committee (PMC) has agreed to a cost allocation of the Purgatory Flats Substation surrounding infrastructure. The cost allocation was determined by a study

completed by ICPE on who will use the facilities the most. The allocation will be an amendment to the current contract and will require City Council action. Dave will bring the amended contract before the Board for approval and recommendation to take to Council. Actual billing allocation will be by kWh hour usage of the project year to year.

The Power Board adjourned at 5:30 p.m. The next Power Board Meeting is scheduled for August 29, 2017, at 3:00 p.m.