

MINUTES OF A MEETING OF THE WATER UTILITY COMMISSION OF THE CITY OF CUDAHY, WISCONSIN HELD AT CITY HALL 5050 S. LAKE DRIVE ON THURSDAY DECEMBER 10, 2015

The meeting was called to order at 4:33 P.M. by Chairman Miller with the following members in attendance: Mr. O'Connell, Mr. Kober. Superintendent Miller and Director of PW Lange also present. Mr. Hanson and Mr. Kramer absent and excused.

APPROVE MINUTES OF THE NOVEMBER 12, 2015 MEETING

Moved by Mr. Kober, second by Mr. O'Connell to approve the minutes of the November 12, 2015 meeting.
All voting in favor.

2016 OPERATING BUDGET

Superintendent Miller presented the Commission with 2016 Operating Budget. There was discussion on the budget and projected revenues.

Budget Notes:

2016 Utility Budget Notes:

Following are some notes to explain certain budget items

1. The City has passed a 2% raise for all employees
2. Health insurance costs are up 7%, the city/utility will not fund the Health Savings Account in 2016
3. This anticipates a rate increase effective 1-1-2016. The projected revenue assumes the utility will see of the increased revenue in 2016 due to the time it takes to implement the rate change.
4. Account 301.9200.923.401 is up significantly due to Cross Connection Inspection requirements and some engineering work that needs to be done in the treatment plant per WIDNR
5. We have 1 retiree on the City Health Insurance in 2016
6. We will be making significant meter purchases over the next few years. Our 1.5 and 2 inch meters are failing tests and must be replaced. We cannot rebuild the existing meters due to new laws on lead fixtures.
7. Packard Ave north of Plankinton is scheduled to repaved in 2017, so the mains will be replaced in 2016.

Moved by Mr. Kober, second by Mr. O'Connell to pass the 2016 Operating Budget as written.
All voting in favor.

2016 CAPITAL BUDGET

Superintendent Miller presented the Commission with 2016 Capital Budget.

Capital Improvement Plan

	Budget
Packard Ave Watermain Replacement	300,000
TOTAL:	<hr/> 300,000

Additional Capital Items

	Budget
Pump Station VFD and Pump Replacement	50,000
Valve Replacements and restoration	30,000
Meters 1.5" and 2"	30,000
Exterior Brick work at treatment plant.	30,000
Hydrant Replacements and restoration	20,000
Replace Plant security/fire alarm system	10,000
Meter and radios (5/8" and 3/4")	10,000
Filter Valve Operators	8,000
Hach Spectrophoto Meter	6,500
Plant Garage Door (last of 3 doors)	5,500
Construction Equipment	4,000
SUB TOTAL:	204,000
TOTAL CAPITAL	504,000

There was discussion regarding pump issues at the raw water pump station and the concern that an additional pump may require replacement in 2016.

Moved by Mr. Kober, second by Mr. O'Connell to amend the proposed budget with the addition of \$25,000 for a raw water pump replacement.

All voting in favor.

Moved by Mr. Kober, second by Mr. O'Connell to approve the 2016 Capital Budget as amended.

All voting in favor.

ADJOURNMENT

There being no further business, it was moved by Mr. Kober, second by Mr. O'Connell to adjourn.

All voting in favor (5:23 PM)

Pat Kober – Acting Secretary,

Attest: Bill Miller