

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 APRIL 18, 2013

The meeting was called to order at 4:00 P.M. by Chairman Miller with the following members in attendance: Mr. Kramer, Mr. O'Connell and Mr. Hanson. Mr. Kober absent and excused. Superintendent Miller and Director of Public Works Lange also present.

APPROVE MINUTES OF THE FEBRUARY 21, 2013 MEETING

Moved by Mr. O'Connell, second by Mr. Hanson to approve the minutes of the February 21, 2013 meeting.
All voting in favor.

DISCUSSION AND ACTION ON RATE INCREASE APPLICATION TO WI PSC

Superintendent Miller requested permission from the Commission to submit a Simplified Rate Case application to the WI Public Service Commission. This action was based on a recommendation from the Utility auditor. While the Commission is still working on a long term capital/rate plan the auditors feel it is important to maintain current cash flow levels.

The Superintendent explained that at this time the WIPSC is granting a 3% rate increase for all SRC applications and the rates would go into effect 45 days from the time the public notice is published. Based on publication dates and the utility billing dates the earliest the new rates would go into effect would be July 1, 2013.

Moved by Mr. Kramer, second by Mr. O'Connell to direct the Superintendent to submit the rate increase application.
All Voting in favor.

CONTINUED DISCUSSION ON RATES AND CAPITAL FUNDING

Superintendent Miller asked the Commission for some direction as far as additional information needed to make a decision on water rates and capital funding over the next 5 years. The Superintendent was directed to get the following information:

- Pros and Cons of a series of rate increases spread over 4 years vs. one large increase.
- Maximum increase PSC would allow.
- Rates and cash flow needed to fund a 5 year capital plan with main replacements each year

SUPERINTENDENT UPDATES

Superintendent Miller gave a quick overview of operations including main breaks to date and water usage trends. There was also discussion of sewer bypasses in the area and the impact on the water treatment plant.

ADJOURNMENT

There being no further business, it was moved by Mr. Hanson, second by Mr. Kramer to adjourn.
All voting in favor (4:28 PM)

Ken Kramer, Secretary

Attest: Bill Miller