

Commission Members Present: Dave Kavanagh, David Schneider, Gary Hausman (Chair), Larry Roos, John Butler, Randy Williams

Commission Members Absent: Dan Herlihey, Gene Packer, Sean Cronin, Stephanie Fancher-English

Council Liaison Absent: Steve Olson

City Staff Members Present: Alan Krcmarik, Allison Bohling, Bill Thomas, Bob Miller, Brian Gandy, Brieana Reed-Harmel, Chris Geisting, Coreen Callahan, Courtney Whittet, Daniel Daneshka, Derek Turner, Frank Lindauer, Jim Lees, Joe Bernosky, John Beckstrom, Larry Howard, Michael McCrary, Michelle Erickson, Nathan Alburn, Roger Berg, Ryan Van Pelt

Guest Attendance: Jason Mumm, Andy Baker, Gail Burnhart, Bill Wagnold, Aaron Heaton, Laura Pilato

CALL TO ORDER: Gary Hausman called the meeting to order at 4:00 pm.

APPROVAL OF MINUTES: Hausman asked for a motion to approve the minutes of the May 16, 2018 meeting.

Motion: Dave Schneider made the motion.

Second: John Butler seconded the motion. The minutes were approved unanimously.

Item 5: Water/Wastewater Cost of Service Update – Jim Lees

(Moved to the beginning of the meeting to allow consultants to leave after presentation)

The purpose of this item is to get direction from the Loveland Utilities Commission (LUC) on a preferred 10-year rate track and borrowing scenario for both the Water and Wastewater Utilities to bring back to the July, 2018 LUC meeting to get a formal recommendation in conjunction with the cost-of-service results for 2019.

Staff Report only. No action required.

Comments: Larry Roos in favor of Scenario 3 for the Water Rate, the other 5 commission members present were happy with the recommendation of the consultant and city Staff for Scenario 2. Roos also expressed that he feels that he cannot freely express opinions contrary to management decisions and recommendations. Gary Hausman stated that he did not feel that this was the case and that Roos should be able to express his opinion freely. Roos reiterated that this was not how he feels and is hesitant to speak up during meetings.

INFORMATIONAL ITEMS

Item 1: Financial Report Update – Jim Lees

This item summarizes the monthly and year-to date Preliminary financials for May 2018.

Informational Item only. No action required.

Item 2: Big Thompson Canyon Construction (Circuit 911) Update– Frank Lindauer

This item is intended to provide an update on the construction progress and associated costs of the Big Thompson Canyon power line project.

Informational Item only. No action required.

REGULAR AGENDA

Item 3: C-BT Water Market Recognition – Ryan Van Pelt

This item evaluates our existing cash in lieu price charged to satisfy water rights required for development.

Recommendation: Approve Resolution R-01-2018U, setting the City's recognized current C-BT market value at \$28,292/unit. This will result in a revised Cash-in-Lieu price of \$29,710/AF after adding the required 5%.

Motion: Randy Williams made the motion.

Second: Dave Schneider seconded the motion. The motion was approved unanimously.

STAFF REPORTS

Item 4: Brewery Best Management Practices – Joe Bernosky

A brief verbal presentation of the best management practices developed by Industrial Pretreatment Coordinator, Bill Thomas, for the reduction and treatment of waste from alcohol beverage manufacturers.

Staff Report only. No action required.

Item 6: Broadband Update – Brieana Reed-Harmel

A brief verbal update on the status of Broadband including: Design, Loveland Communications Advisory Board, Bonding & Finance, and Education & Outreach.

Staff Report only. No action required.

COMMISSION/COUNCIL REPORTS

Item 6: Commission/Council Reports

Discuss events that the Loveland Utility Commission Board members attended, special topics and any City Council items related to the Water and Power Department from the past month.

Dan Herlihey:

Dave Kavanagh:

Dave Schneider: EPA and Army Corp of Engineers announced they are seeking to revise and re-codify the definition of "Waters of the United States", will possibly expedite creating new reservoirs for water storage.

Gene Packer:

Gary Hausman: Neighbors up in the Canyon are appreciative that the planned power outages have been shorter than projected by half

John Butler:

Larry Roos:

Randy Williams: Fort Collins is starting on asset management and they are struggling with a 126 year replacement schedule. Also looking for update on Legislation that has been signed by Governor.

Stephanie Fancher-English:

DIRECTOR'S REPORT

Item 7: Director's Report – Joe Bernosky

ADJOURN The meeting was adjourned at 6:06pm. The next LUC Meeting will be July 18, 2018 at 4:00 pm.

Respectfully submitted,
Courtney Whittet
Recording Secretary
Loveland Utilities Commission
/s/ Gary Hausman, LUC Chairman