



Rochester Public Utilities

Board Meeting Packet

February 25, 2014

ROCHESTER PUBLIC UTILITIES BOARD

MEETING AGENDA –February 25, 2014

RPU SERVICE CENTER
4000 EAST RIVER ROAD NE
ROCHESTER, MN 55906

4:00 PM

1. Service Recognition
2. Approval of Minutes of January 28, 2014 Meeting
3. Approval of Accounts Payable

NEW BUSINESS

4. Open Comment Period
(This agenda section is for the purpose of allowing citizens to address the Utility Board. Comments are limited to 4 minutes, total comment period limited to 15 minutes. Any speakers not having the opportunity to be heard will be the first to present at the next Board meeting.)
5. Opower Change Order
6. MCR- Economic Analysis
7. Cost of Service Study Update
8. General Manager Search Update
9. General Manager's Report
10. Management Reports
11. Other Business
12. Adjourn

The agenda and board packet for Utility Board meetings are available on-line at www.rpu.org and <http://rochestercitymn.iqm2.com/Citizens/Default.aspx>

ROCHESTER PUBLIC UTILITIES
BOARD MEETING MINUTES
January 28, 2014

Members Present: Mr. Williams, Mr. Stahl, Mr. Reichert, Mr. Wojcik and Mr. Browning
Absent: None
Also Present: Terry Adkins, City Attorney

Board President Williams called the meeting to order at 4:00 PM.

1. a. Mr. Stahl moved to nominate Mr. Jerry Williams as Board President for the upcoming year. No further nominations were made.

Mr. Stahl moved to close the nominations, seconded by Mr. Wojcik
All voting "AYE"

Mr. Reichert seconded the motion to nominate Mr. Williams as President.
All voting "AYE" (Mr. Williams abstained)

- b. Mr. Williams appointed Lisa Stellmaker as Board Secretary.

- c. Mr. Williams made the following Board assignments:

- Legal and Policy- Mr. Stahl
- Strategic Planning and Communications- Mr. Browning
- Finance, Accounting and Audit- Mr. Reichert
- Operations and Administration- Mr. Williams
- Council Liaison- Mr. Wojcik

2. Mr. Stahl moved to approve the minutes of the January 14, 2014 meeting, seconded by Mr. Wojcik.

All voting "AYE"

3. Mr. Reichert moved to approve the Accounts Payable, seconded by Mr. Stahl

All voting "AYE"

4. Mr. Williams opened the meeting for comments from the public.
No one from the public came forward to speak.

- 5a. Mr. Wojcik moved to approve the following Resolution to enter into a contract with Wright Tree Service Inc. in the amount of \$378,027.24 for Lump Sum Line Clearance Tree Trimming, and authorized the Mayor and the City Clerk to execute the agreement, seconded by Mr. Browning.

All voting "AYE"

BE IT RESOLVED by the Public Utility Board of the City of Rochester, Minnesota, to approve a contract with Wright Tree Service, Inc. and to request the Mayor and the City Clerk to execute the agreement for:

Lump Sum Line Clearance Tree Trimming

The amount of the contract to be THREE HUNDRED SEVENTY EIGHT THOUSAND TWENTY SEVEN AND 24/100 DOLLARS (\$378,027.24).

Passed by the Public Utility Board of the City of Rochester, Minnesota, this 28th day of January, 2014.

5b. Mr. Wojcik moved to approve the following Resolution to enter into a purchase agreement with Altec Industries, Inc., in the amount of \$275,746.00, plus applicable taxes, for the purchase of two Aerial Device and Utility Bodies, seconded by Mr. Stahl.

All voting "AYE"

BE IT RESOLVED by the Public Utility Board of the City of Rochester, Minnesota, to approve a purchase order with Altec Industries, Inc. for:

Two Aerial Device and Utility Bodies

The amount of the purchase order agreement to be TWO HUNDRED SEVENTY FIVE THOUSAND SEVEN HUNDRED FORTY SIX AND 00/100 DOLLARS (\$275,746.00) plus applicable taxes.

Passed by the Public Utility Board of the City of Rochester, Minnesota, this 28th day of January, 2014.

5c. Mr. Wojcik moved to approve a Resolution to enter into a purchase agreement with I-State Truck Center, in the amount of \$186,958.10, for the purchase of two Freightliner Chassis, seconded by Mr. Reichert

All voting "AYE"

BE IT RESOLVED by the Public Utility Board of the City of Rochester, Minnesota, to approve a purchase order with I-State Truck Center for:

Two Freightliner Truck Chassis'

The amount of the purchase order agreement to be ONE HUNDRED EIGHTY SIX THOUSAND NINE HUNDRED FIFTY EIGHT AND 10/100 DOLLARS \$186,958.10.) plus applicable taxes.

Passed by the Public Utility Board of the City of Rochester, Minnesota, this 28th day of January, 2014.

6. Mr. Wojcik moved to approve the Resolution pertaining to Governmental Accounting Standards Board (GASB) Statement 65 implementation, to treat bond issuance costs as a regulatory asset and include the recovery of them in its ratemaking processes, seconded by Mr. Stahl.

All voting "AYE"

WHEREAS, Rochester Public Utilities' (RPU's) financial statements are prepared in accordance with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board ("GASB"); and

WHEREAS, GASB issued Statement No. 65, *Items Previously Reported as Assets and Liabilities*, on April 2, 2012 ("GASB No. 65"), which became applicable to RPU for the fiscal year beginning January 1, 2013; and

WHEREAS, GASB No. 65 would otherwise require RPU's debt issuance costs be expensed in the current financial period; and

WHEREAS, RPU is also subject to existing GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, that was issued by GASB on December 30, 2010 ("GASB No. 62"), which outlines regulatory accounting for entities or operations that are rate regulated, and allows RPU to record costs related to debt issuances as a regulatory asset and amortize these costs over the life of the related debt; and

WHEREAS, based on the applicability of GASB No. 65, RPU recommends that such debt issuance costs be recorded as a regulatory asset and then be amortized over the life of the related debt, as allowed by GASB No. 62; and

WHEREAS, as of January 1, 2013, RPU's outstanding debt issuance costs totaled \$534,142.19; and

WHEREAS, RPU recommends that the Board of Directors approve the creation of a regulatory asset for RPU's outstanding debt issuance costs as of January 1, 2013, which totaled \$534,142.19, as well as any additional debt issuance costs incurred on and after January 1, 2013 to be recovered over the life of the related debt; then

BE IT RESOLVED by the Public Utility Board of the City of Rochester, Minnesota, that a regulatory asset be established for RPU's outstanding debt issuance costs as of January 1, 2013, which totaled \$534,142.19, as well as any additional debt issuance costs incurred on and after January 1, 2013 to be recovered over the life of the related debt.

Passed by the Public Utility Board of the City of Rochester, Minnesota, this 28th day of January, 2014.

7. Mr. Reichert moved to approve the new wording in the Rochester Public Utilities (RPU) Rate Tariff for the Residential, General Service, and Medium General Service High Efficiency HVAC Rates, seconded by Mr. Browning.

All voting "AYE"

8. Mr. Wojcik moved to approve the Resolution approving a proposal from Barr Engineering, in the amount of \$123,100 for the Municipal Water Supply Sustainability Evaluation, seconded by Mr. Stahl.

All voting "AYE"

BE IT RESOLVED by the Public Utility Board of the City of Rochester, Minnesota, to approve an agreement with Barr Engineering Co. for:

Municipal Water Supply Source Sustainability Evaluation

The amount of the agreement to be ONE HUNDRED TWENTY THREE THOUSAND ONE HUNDRED 00/100 DOLLARS (\$123,100).

Passed by the Public Utility Board of the City of Rochester, Minnesota, this 28th day of January, 2014.

Todd Osweiler gave the board an update on the process. A presentation and update will be given to the Board from Barr and Staff in June or July.

9. Mr. Reichert moved to approve the Resolution to enter into the Restated Interchange and Interconnection Agreement between Olmsted County, the City of Rochester, and Southern Minnesota Municipal Power Agency for desired changes to the agreement, seconded by Mr. Stahl.

All voting "AYE"

BE IT RESOLVED by the Public Utility Board of the City of Rochester, Minnesota, to approve a resolution to enter into the Restated Interchange and Interconnection Agreement between Olmsted County, Minnesota, The City of Rochester, Minnesota, and Southern Minnesota Municipal Power Agency and authorize the Mayor and City Clerk to execute the agreement subject to review by the City Attorney of any final non-substantive revisions.

Passed by the Public Utility Board of the City of Rochester, Minnesota, this 28th day of January, 2014.

10. Mr. Browning moved to approve the Resolution & contract agreement with Franklin Heating Station and requests that the Common Council authorize the Mayor and the City Clerk to execute the agreement for steam sales, a ten year agreement to become effective January 1, 2015, with variable volumes and pricing established by contract terms, seconded by Mr. Stahl.

All voting "AYE"

WHEREAS, the City of Rochester is the owner and operator of Silver Lake Plant (SLP), a steam producing facility; and

WHEREAS, Mayo requires steam for various purposes on their Rochester Minnesota campus; and

WHEREAS, the parties desire to enter into an agreement for the purchase by Mayo from the City, and the sale by the City to Mayo, of steam from the SLP;

BE IT RESOLVED by the Public Utility Board of the City of Rochester, Minnesota, that the Common Council of the said City is requested to approve a contract agreement with Franklin Heating Station and that the Common Council authorize the Mayor and the City Clerk to execute the agreement for steam sales, a ten year agreement to become effective January 1, 2015, with variable volumes and pricing established by contract terms.

Passed and adopted by the Public Utility Board of the City of Rochester, Minnesota, this 28th day of January, 2014.

11. Mr. Williams moved to approve the Resolution to revise the General Manager Job description as presented, with authority to Human Resources to revise as regulation or duties change, seconded by Mr. Wojcik.

All voting "AYE"

BE IT RESOLVED by the Public Utility Board of the City of Rochester, Minnesota, to approve the revised General Manager Job description with authority to revise as regulation or duties change delegated to the City Human Resources Department.

Passed by the Public Utility Board of the City of Rochester, Minnesota, this 28th day of January, 2014.

12. Jerry Williams, RPU Board President, provided an update on the process for recruiting, interviewing and hiring for the General Manager position.

- Mr. Williams extended a thank you to all RPU Staff for their cooperation and input.
- Linda Hillenbrand, Human Resources Director gave an update on the upcoming process. The approved GM Job description will be put into the electronic system and a scoring plan will be set up. Decisions will be made as to where to post the job (APPA, MMUA). Interview questions and process will be determined. City HR will lead this process with the Boards input.

13. Tony Dzubay, Manager of Power Resources, presented to the Board an informational presentation on the Silver Lake Plant Asbestos Remediation Project.

- 14. Jeremy Sutton, Manager of Portfolio Optimization, gave an update on the Balance of Load and Resources and the future through 2025.
- 15. Larry Koshire, RPU General Manager updated the Board on the Interim Service rights status.
- 16. Management Reports were presented:
 - Sue: End of year financials ended with a positive. Final numbers will change slightly.
- 17. Other Business:
 - DMCC Board Meeting on Thurs.
 - ERP Equipment Update- Wally
 - Smart Grid Update- Mark
 - The Board would like a final landscaping update on the St Mary’s Reservoir when available.
 - Study Session immediately following today’s Board Meeting in the Mille Lacs conference room.
- 18. Mr. Browning moved to adjourn the meeting at 5:20 PM, seconded by Mr. Wojcik.

All voting “AYE”

Submitted by:

Secretary

Approved by the Board:

Board President

Date

ROCHESTER PUBLIC UTILITIES

A/P Board Listing By Dollar Range

For 01/15/2014 To 02/13/2014

Consolidated & Summarized Below 1,000

<u>Greater than 50,000 :</u>		
1		
2		
3	SOUTHERN MN MUNICIPAL POWER A	Monthly Billig 7,581,350.04
4	MN DEPT OF REVENUE	Dec Sales and Use Tax 455,289.91
5	BROWN C O INS AGENCY INC	Commercial Property, 12/31/2013 - 12/31/ 451,561.18
6	BROWN C O INS AGENCY INC	Excess Liability Insurance, 12/31/13-12/ 253,038.07
7	WILSON OIL COMPANY	Fuel Oil, for Gas Turbine #2 B5 139,074.64
8	OSI-OPEN SYSTEMS INTERNATIONA	SCADA Replacement 126,197.24
9	LEAGUE OF MN CITIES INS TRUST	LMCIT Municipality Gen Liab Ins - 2014 117,353.00
10	NORTH STAR INTL TRUCKS INC	V508 2014 Cab and Chassis 104,932.22
11	ENVENTIS TELECOM INC	2014 Cisco SmartNet Main & Support 76,357.87
12	HARTLAND FUEL PRODUCTS	Fuel Oil, for Gas Turbine #2 ULS Dyed 73,198.04
13	MN MUNICIPAL UTILITIES ASSN C	2014 Electric Utility Member Dues 68,185.00
14	FRANKLIN ENERGY SERVICES LLC	DSM / CIP Services 2014 60,400.00
15	WILSON OIL COMPANY	Fuel Oil, for Gas Turbine #1 53,478.56
16	A B B INC	161kV Circuit Breaker 51,850.41
17	MN DEPT OF NATURAL RESOURCES	Water use fees for the main water system 51,796.64
18	PEOPLES ENERGY COOPERATIVE (P	Services Compensable, Jan 2014 51,448.46
19		
20		Price Range Total: 9,715,511.28
21		
22	<u>5,000 to 50,000 :</u>	
23		
24	UTILITY TOOL & TRAILER INC	Trailer 3-Reel Unit 41,645.23
25	BILLTRUST dba	Credit Card/Billing/Mailing/IVR Services 40,464.32
26	BLUESPIRE STRATEGIC MARKETING	2014 RPU Plugged In Contract 38,448.00
27	DAKOTA SUPPLY GROUP	AMR Badger M-25 Integral 29,184.00
28	WESCO DISTRIBUTION INC	Trans, PM, 3ph, 225kVA, 13.8/8, 208/120 28,805.37
29	WESCO DISTRIBUTION INC	Trans, PM, 3ph, 500kVA, 13.8/8, 208/120 27,479.87
30	E H RENNER & SONS INC	Drilling of Well #41 26,070.00
31	WRIGHT TREE SERVICE INC	2014 Hourly Tree Contract 25,602.42
32	AXON SOLUTIONS INC	2013 Support Agreement 19,713.00
33	BARR ENGINEERING COMPANY	Water Sustainability Study Services 19,416.50
34	WESCO DISTRIBUTION INC	Luminaire, Commercial LED 18,596.25
35	CDW GOVERNMENT INC	2014 Cisco Cloud Web security 17,380.44
36	S L CONTRACTING INC	Water main break repair - Oakcliff /1248 16,386.00
37	DAKOTA SUPPLY GROUP	AMR Badger M-25 Integral 15,595.20
38	VISION COMPANIES LLC (P)	Organizational Strategy 13,500.00
39	CENTURYLINK	2014 Monthly Telecommunications 12,680.61
40	CDW GOVERNMENT INC	2014 CommVault Software Premier Maint 12,316.27
41	GLOBAL TRAINING EDGE INC	Trainer fees for 7 Safety Habits 12,000.00
42	PEOPLES ENERGY COOPERATIVE (P	Service Terr, PEC Hdqtrs, compensation p 11,964.75
43	ARNOLDS SUPPLY & KLEENIT CO (2013-2014 Monthly Cleaning Services 11,775.48
44	CITY OF ROCHESTER	Workers Comp 11,657.34
45	U S ALLIANCE GROUP	Credit Card Processing Fees Jan 11,597.17
46	CASCADE MEADOW WETLANDS &	2014 Annual Lease at Cascade Meadows 11,000.00
47	WESCO DISTRIBUTION INC	Trans, PM, 1ph, 15kVA, 13.8/8, 240/120 10,463.60
48	THE ENERGY AUTHORITY INC	TEA Resource Fee-Jan 10,112.84
49	DAKOTA SUPPLY GROUP	Meter, 5/8x1/2" Badger Disk Bottom 9,927.50
50	BURNS & MCDONNELL INC	Professional eng services for Dec 2013 8,855.95
51	UTILITY TOOL & TRAILER INC	Options B-J 8,843.75
52	CUSTOM TRUCK BODY & EQ CO INC	V503 - 2013 Ford Utility Step Van 8,443.12
53	UTILITY TOOL & TRAILER INC	Change Order 8,173.80

ROCHESTER PUBLIC UTILITIES

A/P Board Listing By Dollar Range

For 01/15/2014 To 02/13/2014

Consolidated & Summarized Below 1,000

54	MN DEPT OF REVENUE	Dec Sales and Use Tax	8,148.17
55	DATA CONNECT ENTERPRISE	Modem, RM16M Bell 202T 1200BPS	8,079.75
56	SUCCESSFACTORS INC	2014 SAP Cloud Services Subscription	8,000.00
57	PEOPLES ENERGY COOPERATIVE (P	Service Terr, PEC Hdqtrs, acquisition of	7,604.75
58	WELLS FARGO BANK ACCT ANALYSI	2014 Banking Services	7,386.45
59	CRW ARCHITECTURE + DESIGN GRO	Design Services for Wellhouse #41	6,870.00
60	ENVENTIS TELECOM INC	PLAT SNS INFRASTRUCTURE ACCEL KIT FOR 8	6,568.06
61	LICENSE CENTER ROCHESTER INC	Tabs for V508	6,420.80
62	MARION SE LLC	*CIP - Cooling Equipment	6,075.00
63	ROCH GOLF & COUNTRY CLUB	Commercial Customer and Trade Ally Meeti	5,816.35
64	AAA FENCE CO dba	Balance of Fence Repair	5,815.34
65	SUNSTONE HOTEL PROPERTIES-MAR	*CIP - Lighting	5,752.36
66	ARISE INC	Jurisdictional Boiler/Pressure Vessel li	5,525.00
67	SUNSTONE - KAHLER INN	*CIP - Lighting	5,522.04
68	INNOVATIVE OFFICE SOLUTIONS L	Hon Chairs for Board Room	5,320.77
69	MILLERBERND MANUFACTURING CO	SL Pole, 30' w/ Twin 6' Arms, Galv	5,275.00
70	CITY OF ROCHESTER	Workers Comp Reinsurance WCRA 1st Instal	5,176.66
71	DAKOTA SUPPLY GROUP	Meter, 5/8x3/4" Badger Disc Bottom	5,130.00
72			
73		Price Range Total:	652,585.28
74			
75	<u>1,000 to 5,000 :</u>		
76			
77	HAWK & SON'S INC	Install Communication Brackets	4,850.00
78	ROCH GOLF & COUNTRY CLUB	2013 Environmental Achievement Awards Di	4,726.98
79	STEVE BENNING ELECTRIC	Hydro Water tower 50 th ave NW	4,683.19
80	BROADWAY RESIDENCE & SUITES	CIP Conserve & Save Rebates	4,607.40
81	PITNEY BOWES PURCHASE POWER	Postage meter refill for 12/27 & credits	4,525.58
82	BORDER STATES ELECTRIC SUPPLY	Wire, Copper, 600V, 4/0 Str, XLP	4,468.44
83	CUSTOM TRUCK BODY & EQ CO INC	Vehicle Upgrades (V158)	4,456.30
84	K & K HAULING	SA Water service repair	4,418.50
85	FAIRWAY OUTDOOR FUNDING LLC	2014 Digital Billboard Contract	4,400.00
86	STUART C IRBY CO INC	Meter, FM9S CL20 MRV Elite	4,360.50
87	EXPRESS SERVICES INC	2014 Fred Rahn - Field Svcs	4,337.84
88	MN DEPT OF NATURAL RESOURCES	MN DNR Contract 64964 stream gauging	4,300.00
89	DAKOTA SUPPLY GROUP	Meter, 5/8x3/4" Badger Disc Bottom	4,275.00
90	MINNESOTA ENERGY RESOURCES CO	Monthly SC billing	4,227.12
91	VISION COMPANIES LLC (P)	Customer mapping and process work	3,900.00
92	GREENWAY COOP SERVICE CO INC	LP Gas	3,811.62
93	LICENSE CENTER ROCHESTER INC	Tabs for T517	3,608.04
94	WESCO DISTRIBUTION INC	Luminaire, 250W HPS, PC, 120-480V	3,567.49
95	TAPS-TRANS ACCESS POLICY STUD	TAPS 2014 Dues	3,500.00
96	D P C INDUSTRIES INC	2013 Hydrofluorosilicic Acid - Delivered	3,498.16
97	PAYMENT REMITTANCE CENTER	Travel, Paragon-Inspire Reg, Boldt, Dona	3,450.00
98	ARNOLDS SUPPLY & KLEENIT CO (2013-2014 Alternates	3,216.94
99	LEAGUE OF MN CITIES INS TRUST	Claim, Rich Evenson	3,184.31
100	NALCO COMPANY	2014 DI Vessels & Rel. Rental	3,150.00
101	WABASHA COUNTY ADMIN/TREASURE	1/3 of the cost of Code Red for Wabasha	3,150.00
102	BIF	Insert Venturi Tube Well #27	3,049.00
103	BIF	Insert Venturi Tube Well #22	3,049.00
104	CRESCENT ELECTRIC SUPPLY CO	Wire, ACSR, 1/0, 6/1, XLP, Almond	3,037.40
105	SUNSTONE -MARRIOTT	CIP Conserve & Save Rebates	3,028.08
106	THE FENCE PROS LLC (P)	Hydro Pillar Interior Fence (50 Ave)	3,000.00

ROCHESTER PUBLIC UTILITIES

A/P Board Listing By Dollar Range

For 01/15/2014 To 02/13/2014

Consolidated & Summarized Below 1,000

107	BAIER GERALD	2014 Snow Removal Services (J,F,M)	2,966.66
108	K X L T TELEVISION INC	8 spots for Dec 2013	2,950.00
109	DELL MARKETING LP	OptiPlex 9020	2,932.14
110	AMRA NADIR	CIP Conserve & Save Rebates	2,740.00
111	DATA CONNECT ENTERPRISE	Fast poll modem, RM16M 9.6KBPS	2,725.31
112	VERIZON WIRELESS	2014 Cell & Ipad Monthly Service	2,691.84
113	FIRST PRESBYTERIAN CHURCH	CIP Conserve & Save Rebates	2,663.61
114	MADSEN BRIAN	2013-2014 Printer Maintenance contract	2,663.32
115	BORDER STATES ELECTRIC SUPPLY	Elbow, 15kV, 200A, LB,1/0 Sol,175-220Mil	2,570.34
116	SPIDER STAGING CORPORATION	Spider Inspection	2,554.14
117	CHARTER MEDIA	TV Commercials	2,520.00
118	ADVANTAGE DIST LLC (P)	Diesel exhaust fluid	2,468.09
119	DATA CONNECT ENTERPRISE	Chassis, UDS series RM16M	2,429.27
120	CUSTOM TRUCK BODY & EQ CO INC	Body Shelving switch over from V503	2,426.93
121	ST JOHNS CATHOLIC CHURCH	CIP Conserve & Save Rebates	2,419.20
122	SOMA CONSTRUCTION INC	Crushed concrete used for water main bre	2,376.41
123	ENVENTIS TELECOM INC	RNWL PROD SNS VSPHERE 5 ENTERPRISE	2,366.53
124	WENCK ASSOCIATES, INC	Air Quality Consulting Services	2,280.00
125	STUART C IRBY CO INC	Huskie compression tool	2,271.09
126	CLEAR CHANNEL BROADCASTING IN	Broadcasting jan 1Jan 13-Jan 26 2014	2,259.00
127	K & K HAULING	1827 Century Valley Rd, Water SA service	2,250.00
128	D P C INDUSTRIES INC	2013 Carus 8500 Aqua Mag Kjell F35	2,204.60
129	MN DEPT OF COMMERCE	Legislative Energy Commission Assessment	2,111.65
130	ADVANCED DISPOSAL SVC SOLID W	2014 Waste Removal Services - SLP	2,071.25
131	ENVENTIS TELECOM INC	2014 Monthly Data Services	2,040.06
132	McGRANN SHEA CARNIVAL STRAUGH	Service Territory	2,017.83
133	ENVIRONMENTAL SYSTEMS RESEARC	2014 GeoEvent Tracking Server Maint.	2,000.00
134	RONCO ENGINEERING SALES INC	PUMP	1,998.90
135	ENVENTIS	2014 Monthly Data Services	1,993.61
136	CHARTER MEDIA	Advertising spots 12/30 through 1/26 201	1,988.00
137	VISION COMPANIES LLC (P)	IT Controls Testing	1,950.00
138	EVOQUA WATER TECHNOLOGIES LLC	DI Vessels, Anion, CC	1,923.75
139	METRO SALES INC	Maintenance per Copy Costs	1,909.95
140	DELL MARKETING LP	Monitor 27" 3 yr warranty	1,867.44
141	LICENSE CENTER ROCHESTER INC	2014 Vehicle Tab Renewals	1,848.50
142	ADVANCED DISPOSAL SVC SOLID W	2014 Waste Removal Services - SC	1,830.93
143	STUART C IRBY CO INC	Hasting telescopic hotstick	1,816.88
144	DAKOTA SUPPLY GROUP	Meter, FM2S CL320 240V AMR	1,667.25
145	STUART C IRBY CO INC	Pedestal Cover, Box Style, FG	1,667.25
146	CUSTOM COMMUNICATIONS INC	DR Site Monitoring	1,663.00
147	SMYTH COMPANIES INC	2014 Elec efficiency rebate application	1,610.00
148	NETWORKFLEET INC	2014 Monthly Charge - GPS Fleet tracking	1,608.90
149	ROCH AREA CHAMBER OF COMMERCE	STEM Summit 2014 Sponsorship	1,600.00
150	THOMAS TOOL & SUPPLY INC	* Customer Refund - CCS 3000003000005161	1,563.18
151	STUART C IRBY CO INC	SpeedSystem 200am bushing tools	1,549.69
152	UNITED RENTALS INC	Boom - telescopic 55 ST NW	1,547.53
153	AFFILIATED CREDIT SERVICES IN	2014 Third Party Collections	1,524.98
154	MASTEC INC	Installation of 216 Strand Fiber	1,497.10
155	VIKING AUTOMATIC SPRINKLER IN	Fire Sprinkler Head Replacement	1,485.00
156	METROPOLITAN MARKET PLACE	CIP Conserve & Save Rebates	1,425.00
157	SUNSTONE - MARRIOTT	CIP Conserve & Save Rebates	1,406.16
158	TENSION ENVELOPE CORPORATION	Envelope, # 9 Remittance	1,354.88
159	MN PIPE & EQUIPMENT	WB67 Breakoff Flange Kit, K528	1,350.00
160	GALAXY COMPUTERS INC	2014 Server Maintenance	1,311.02

ROCHESTER PUBLIC UTILITIES

A/P Board Listing By Dollar Range

For 01/15/2014 To 02/13/2014

Consolidated & Summarized Below 1,000

161	ROTO ROOTER INC	WA / service thaw /420 12 Ave NE	1,296.71
162	DOUBLE TREE HOTEL	CIP Conserve & Save Rebates	1,296.00
163	WESCO DISTRIBUTION INC	Conn, Fire-On Stirrup, 336.4, ACSR	1,282.50
164	MINNESOTA ENERGY RESOURCES CO	Monthly SLP billing	1,271.50
165	HUDSON WORKWEAR CO INC	Face Mask, FR	1,242.00
166	ENVENTIS TELECOM INC	RNWL PROD SNS VSPHERE 5 ENTERPRISE	1,183.26
167	NATL JOINT APP & TRAINING COM	Rob A, Mitch D & Colton K	1,164.00
168	CRESCENT ELECTRIC SUPPLY CO	Tagging, Urd Cable	1,161.96
169	CRESCENT ELECTRIC SUPPLY CO	Tape, Plastic, .750" x 66', 3M Super +33	1,158.36
170	ENVENTIS TELECOM INC	Phone System Support 3 Yrs (Monthly Bill	1,135.00
171	WESCO DISTRIBUTION INC	Bracket, Equip Mtg, 3ph, 48", 6 Mtgs -PO 1	1,134.10
172	WESCO DISTRIBUTION INC	Bracket, Equip Mtg, 3ph, 48", 6 Mtgs -PO 2	1,134.10
173	VENKATESH SUDHAKAR	CIP Conserve & Save Rebates	1,120.00
174	GRAINGER INC	Cap, Beanie Style Stocking Cap, FR	1,097.31
175	BAIER GERALD	2014 Garage Sweep Jan-December	1,068.75
176	VISION COMPANIES LLC (P)	Backup Data Center Facility Training/Doc	1,050.00
177	OMNI ENVIRONMENTAL INC	CCCT Diesel Samples	1,050.00
178	STUART C IRBY CO INC	Wire, Copper, #2 Str, Bare	1,047.38
179	ROCHESTER ARMORED CAR CO INC	2013/14 Pick Up Services May-April	1,041.89
180	DELL MARKETING LP	Intel Solid State Drive	1,036.98
181	SPINLAB UTILITY INSTRUMENTATI	2014 Calibrate Bird Dog Plus 6000 (Est)	1,022.08
182	NELSON CALEB	CIP Conserve & Save Rebates	1,020.00
183	MISSISSIPPI WELDERS SUPPLY CO	Body Harness	1,013.31
184	CHARTER MEDIA	TV Commercials 12/30/13 through 1/26/201	1,005.00
185	COLAKOVIC PAULA	Well Sealing Cost Share Program	1,000.00
186			
187		Price Range Total:	254,797.25
188			
189	<u>0 to 1,000 :</u>		
190			
191	REBATES	Summarized transactions: 364	62,240.53
192	EXPRESS SERVICES INC	Summarized transactions: 38	20,140.30
193	BORDER STATES ELECTRIC SUPPLY	Summarized transactions: 36	10,341.03
194	STUART C IRBY CO INC	Summarized transactions: 33	6,690.85
195	PAYMENT REMITTANCE CENTER	Summarized transactions: 59	6,210.74
196	Customer Refunds (CIS)	Summarized transactions: 46	5,268.69
197	G & K SERVICES	Summarized transactions: 117	4,829.89
198	NAPA AUTO PARTS (P)	Summarized transactions: 79	4,096.71
199	MN PIPE & EQUIPMENT	Summarized transactions: 18	4,050.48
200	INNOVATIVE OFFICE SOLUTIONS L	Summarized transactions: 46	3,869.59
201	WESCO DISTRIBUTION INC	Summarized transactions: 17	3,612.49
202	LAWSON PRODUCTS INC (P)	Summarized transactions: 26	3,305.93
203	ROTO ROOTER INC	Summarized transactions: 4	2,724.00
204	DAKOTA SUPPLY GROUP	Summarized transactions: 13	2,304.52
205	REBATES	Summarized transactions: 41	2,175.00
206	VIKING ELECTRIC SUPPLY INC	Summarized transactions: 23	2,074.62
207	GRAINGER INC	Summarized transactions: 27	2,059.71
208	ZEE MEDICAL SERVICE INC (P)	Summarized transactions: 7	1,817.89
209	CLEAR CHANNEL BROADCASTING IN	Summarized transactions: 2	1,757.00
210	JOHNSON PRINTING CO INC	Summarized transactions: 15	1,702.00
211	ROCH AREA CHAMBER OF COMMERCE	Summarized transactions: 6	1,700.00
212	MCMASTER CARR SUPPLY COMPANY	Summarized transactions: 26	1,690.48
213	MN MUNICIPAL UTILITIES ASSN C	Summarized transactions: 3	1,665.00

ROCHESTER PUBLIC UTILITIES

A/P Board Listing By Dollar Range

For 01/15/2014 To 02/13/2014

Consolidated & Summarized Below 1,000

214	MISSISSIPPI WELDERS SUPPLY CO	Summarized transactions: 20	1,632.63
215	CITY OF ROCHESTER	Summarized transactions: 8	1,577.15
216	NALCO COMPANY	Summarized transactions: 12	1,564.04
217	RESCO	Summarized transactions: 6	1,541.90
218	ARNOLDS SUPPLY & KLEENIT CO (Summarized transactions: 8	1,491.44
219	RONCO ENGINEERING SALES INC	Summarized transactions: 10	1,456.70
220	MIDWEST MACHINE TOOL SUPPLY	Summarized transactions: 8	1,442.99
221	EVOQUA WATER TECHNOLOGIES LLC	Summarized transactions: 4	1,418.29
222	GUTHRIE SCOTT	Summarized transactions: 8	1,375.28
223	CRESCENT ELECTRIC SUPPLY CO	Summarized transactions: 33	1,373.72
224	METRO SALES INC	Summarized transactions: 4	1,350.92
225	ZIEBELLS HIAWATHA FOODS INC	Summarized transactions: 4	1,284.26
226	CLAREY'S SAFETY EQUIPMENT dba	Summarized transactions: 5	1,203.94
227	CHARTER MEDIA	Summarized transactions: 3	1,195.00
228	HUDSON WORKWEAR CO INC	Summarized transactions: 21	1,190.29
229	CDW GOVERNMENT INC	Summarized transactions: 6	1,171.71
230	CLEMENTS GM PARTS	Summarized transactions: 6	1,118.40
231	DATA CONNECT ENTERPRISE	Summarized transactions: 3	1,017.78
232	DELL MARKETING LP	Summarized transactions: 5	1,010.43
233	ROCH SAND & GRAVEL INC	Summarized transactions: 2	999.74
234	OLSEN CHAIN & CABLE CO INC	Summarized transactions: 6	971.97
235	ENVENTIS TELECOM INC	Summarized transactions: 2	948.46
236	MAJERUS WILLIAM	Summarized transactions: 12	943.60
237	U S BANK	Summarized transactions: 1	929.35
238	JOHN HENRY FOSTER MN INC	Summarized transactions: 7	927.35
239	CHARTER COMMUNICATIONS HOLDIN	Summarized transactions: 1	926.70
240	UNITED RENTALS INC	Summarized transactions: 6	917.81
241	SCHWAB VOLLHABER LUBRATT CORP	Summarized transactions: 1	908.44
242	MN SUPPLY COMPANY INC	Summarized transactions: 4	906.94
243	WRIGHTS SMALL ENGINE SERVICE	Summarized transactions: 6	900.57
244	USIC LOCATING SERVICES INC	Summarized transactions: 1	890.00
245	SAF-T-FLO INDUSTRIES INC (P)	Summarized transactions: 6	872.58
246	MN DEPT OF NATURAL RESOURCES	Summarized transactions: 5	852.81
247	G & K SERVICES	Summarized transactions: 7	848.54
248	FASTENAL COMPANY	Summarized transactions: 23	836.30
249	MN POLLUTION CONTROL AGENCY	Summarized transactions: 1	826.96
250	MN DEPT OF PUBLIC SAFETY	Summarized transactions: 1	800.00
251	OPEN ACCESS TECHNOLOGY	Summarized transactions: 1	788.06
252	INSTY PRINTS ROCHESTER (P)	Summarized transactions: 2	783.81
253	BENTLEY SYSTEMS INC	Summarized transactions: 1	780.00
254	WARNING LITES OF MN INC dba	Summarized transactions: 3	772.04
255	RONCO ENGINEERING SALES INC	Summarized transactions: 4	745.20
256	SMYTH COMPANIES INC	Summarized transactions: 5	730.56
257	SCHIFFLER B D INC - TANI DIVI	Summarized transactions: 2	712.86
258	ROCH PLUMBING & HEATING CO IN	Summarized transactions: 2	708.87
259	NETWORKFLEET INC	Summarized transactions: 2	708.73
260	VIKING AUTOMATIC SPRINKLER IN	Summarized transactions: 1	700.00
261	SUPERIOR COMPANIES OF MINNESO	Summarized transactions: 2	689.00
262	CUSTOM TRUCK BODY & EQ CO INC	Summarized transactions: 5	673.09
263	STEVE BENNING ELECTRIC	Summarized transactions: 2	668.00
264	CENTURYLINK	Summarized transactions: 2	640.90
265	MN DEPT OF REVENUE	Summarized transactions: 3	633.29
266	COOK WILLIAM	Summarized transactions: 3	626.22
267	INTERSTATE MOTOR TRUCKS INC	Summarized transactions: 3	625.13

ROCHESTER PUBLIC UTILITIES

A/P Board Listing By Dollar Range

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268	WERNER ELECTRIC SUPPLY	Summarized transactions: 3	597.85
269	U S A SAFETY SUPPLY	Summarized transactions: 7	595.95
270	HIGH FOREST BOBCAT SERVICE LL	Summarized transactions: 3	591.75
271	AUTHORIZE.NET	Summarized transactions: 1	581.95
272	DAVIES PRINTING COMPANY INC	Summarized transactions: 1	576.22
273	ALTEC INDUSTRIES INC	Summarized transactions: 2	559.03
274	POMPS TIRE SERVICE INC	Summarized transactions: 1	552.07
275	ONLINE INFORMATION SERVICES I	Summarized transactions: 1	540.90
276	MN VALLEY TESTING LABS INC	Summarized transactions: 1	540.05
277	MN DEPT OF REVENUE	Summarized transactions: 1	536.48
278	ENVIRONMENTAL SYSTEMS RESEARC	Summarized transactions: 1	534.38
279	FRONTIER	Summarized transactions: 2	531.84
280	ROCH FORD TOYOTA	Summarized transactions: 2	517.47
281	SHERWIN WILLIAMS CO	Summarized transactions: 7	514.48
282	GRAYBAR ELECTRIC COMPANY INC	Summarized transactions: 4	505.21
283	POWERMATION DIVISON	Summarized transactions: 6	501.02
284	SOLARWINDS INC	Summarized transactions: 2	500.79
285	ROCH AREA ECONOMIC DEVELOPMEN	Summarized transactions: 1	500.00
286	ROCH REGIONAL SCIENCE FAIR	Summarized transactions: 1	500.00
287	PITNEY BOWES INC	Summarized transactions: 1	489.57
288	BOWMANS SAFE & LOCK SHOP LTD	Summarized transactions: 2	475.78
289	CITY OF ROCHESTER	Summarized transactions: 1	468.26
290	HUBBELL POWER SYSTEMS INC	Summarized transactions: 2	458.24
291	HAWKINS INC	Summarized transactions: 3	452.22
292	SNAP ON INDUSTRIAL	Summarized transactions: 3	446.03
293	MR ROOTER PLUMBING INC	Summarized transactions: 1	442.48
294	T E C INDUSTRIAL INC	Summarized transactions: 7	439.89
295	MENARDS ROCHESTER NORTH	Summarized transactions: 8	437.24
296	HUSKIE TOOLS INC	Summarized transactions: 3	424.15
297	AFFILIATED GROUP INC	Summarized transactions: 1	423.90
298	VIKING ELECTRIC SUPPLY INC	Summarized transactions: 4	423.79
299	NORTHERN / BLUETARP FINANCIAL	Summarized transactions: 4	408.25
300	CORPORATE WEB SERVICES INC	Summarized transactions: 4	405.00
301	MINNESOTA ENERGY RESOURCES CO	Summarized transactions: 1	392.04
302	TRUCKIN' AMERICA	Summarized transactions: 1	384.75
303	THOMAS TOOL & SUPPLY INC	Summarized transactions: 4	382.54
304	WOODRUFF COMPANY	Summarized transactions: 12	382.08
305	MERIT CONTRACTING INC (P)	Summarized transactions: 1	376.86
306	DALCO CORPORATION	Summarized transactions: 8	375.67
307	AUTOMATIONDIRECT.COM	Summarized transactions: 1	373.00
308	MILLERBERND MANUFACTURING CO	Summarized transactions: 1	362.66
309	MISSISSIPPI WELDERS SUPPLY CO	Summarized transactions: 3	357.07
310	STURM DANNY K	Summarized transactions: 1	347.00
311	SCHEEL LAWRENCE	Summarized transactions: 1	347.00
312	FLEETPRIDE INC	Summarized transactions: 1	340.96
313	CENTURYLINK	Summarized transactions: 1	325.95
314	PAYMENT REMITTANCE CENTER	Summarized transactions: 2	322.87
315	GREAT RIVER ENERGY	Summarized transactions: 1	318.24
316	CROWN LIFT TRUCKS	Summarized transactions: 1	316.76
317	BENSON ANTHONY	Summarized transactions: 2	308.00
318	NU-TELECOM dba	Summarized transactions: 2	303.98
319	MECHANICAL SYSTEMS INC (P)	Summarized transactions: 3	301.05
320	UPPER MIDWEST METERING ASSOCI	Summarized transactions: 3	300.00
321	FEDEX	Summarized transactions: 9	298.74

ROCHESTER PUBLIC UTILITIES

A/P Board Listing By Dollar Range

For 01/15/2014 To 02/13/2014

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322	CANADIAN HONKER RESTAURANT &	Summarized transactions: 5	298.19
323	HACH COMPANY	Summarized transactions: 6	289.44
324	EAGLE EYE POWER SOLUTIONS LLC	Summarized transactions: 3	285.78
325	A T & T	Summarized transactions: 1	282.16
326	ARROW ACE HARDWARE-ST PETER	Summarized transactions: 4	280.97
327	RYCOM INSTRUMENT	Summarized transactions: 3	279.99
328	SIREK HYDRAULIC SERVICE INC	Summarized transactions: 2	276.07
329	BOB GANDER PLUMBING & HEATING	Summarized transactions: 1	268.75
330	ZIEGLER INC	Summarized transactions: 3	268.04
331	ALL SYSTEMS INSTALLATION INC	Summarized transactions: 1	250.84
332	ADVANCED BUSINESS SYSTEMS INC	Summarized transactions: 1	250.00
333	ALS LABORATORY GROUP TRIBOLOG	Summarized transactions: 1	246.00
334	BLUESPIRE STRATEGIC MARKETING	Summarized transactions: 1	241.37
335	ALLIED INSURANCE	Summarized transactions: 1	225.00
336	CISCO WEBEX LLC	Summarized transactions: 1	209.48
337	MN DEPT OF LABOR & INDUSTRY	Summarized transactions: 1	206.80
338	ASSOC OF ENERGY SERV PROFESSI	Summarized transactions: 5	200.00
339	DEX MEDIA EAST INC	Summarized transactions: 1	199.58
340	INTERSTATE ALL BATTERY CENTER	Summarized transactions: 1	196.54
341	FIRST CLASS PLUMBING & HEATIN	Summarized transactions: 1	190.18
342	PAPER & GRAPHICS INC	Summarized transactions: 1	186.15
343	THOMAS TOOL & SUPPLY INC	Summarized transactions: 6	184.30
344	ACCUVANT INC	Summarized transactions: 1	182.91
345	AFFILIATED CREDIT SERVICES IN	Summarized transactions: 1	180.40
346	TIP PLUS CORPORATION	Summarized transactions: 4	173.03
347	SEMA	Summarized transactions: 2	172.18
348	ABILITY BUILDING CENTER INC	Summarized transactions: 1	171.00
349	FEDEX FREIGHT INC	Summarized transactions: 1	162.65
350	FIEK STEVEN	Summarized transactions: 2	161.68
351	BENNETT PETER	Summarized transactions: 2	161.68
352	VANCO SERVICES LLC	Summarized transactions: 1	158.40
353	FCX PERFORMANCE INC	Summarized transactions: 3	154.56
354	GOPHER STATE ONE CALL	Summarized transactions: 2	150.78
355	GOPHER STATE ONE CALL	Summarized transactions: 2	150.77
356	JETTER CLEAN INC	Summarized transactions: 1	150.00
357	R D O - POWERPLAN OIB	Summarized transactions: 2	148.18
358	DZUBAY TONY	Summarized transactions: 2	148.10
359	COLLINS FEED & SEED CENTER	Summarized transactions: 1	144.28
360	NORTHERN / BLUETARP FINANCIAL	Summarized transactions: 5	143.82
361	KANO LABORATORIES INC (P)	Summarized transactions: 1	142.62
362	SPIDER STAGING CORPORATION	Summarized transactions: 1	138.94
363	U S PLASTIC CORP	Summarized transactions: 4	134.87
364	CLAREY'S SAFETY EQUIPMENT dba	Summarized transactions: 1	133.75
365	OLM COUNTY PROPERTY RECORDS	Summarized transactions: 4	133.00
366	ON SITE SANITATION INC	Summarized transactions: 2	124.55
367	C EMERY NELSON INC	Summarized transactions: 2	120.05
368	LOGANS TREE SERVICE & RECYCLI	Summarized transactions: 2	120.00
369	HUDSON WORKWEAR CO INC	Summarized transactions: 3	119.99
370	GEXPRO	Summarized transactions: 2	117.47
371	CUSTOM COMMUNICATIONS INC	Summarized transactions: 1	112.06
372	MENARDS ROCHESTER NORTH	Summarized transactions: 4	110.93
373	SWAGELOK MN INC (P)	Summarized transactions: 2	104.53
374	ADVANTAGE DIST LLC (P)	Summarized transactions: 2	101.63
375	MENARDS ROCHESTER SOUTH	Summarized transactions: 2	101.46

ROCHESTER PUBLIC UTILITIES

A/P Board Listing By Dollar Range

For 01/15/2014 To 02/13/2014

Consolidated & Summarized Below 1,000

376	ARIN	Summarized transactions: 1	100.00
377	ROCH AREA BUILDERS INC	Summarized transactions: 1	100.00
378	STAMP STEVE	Summarized transactions: 1	88.00
379	GLOBAL TRAINING EDGE INC	Summarized transactions: 1	86.57
380	QUEST ENGINEERING INC	Summarized transactions: 2	83.06
381	HACH COMPANY	Summarized transactions: 2	80.97
382	CAT-PERSONAL SAFETY TRAINING	Summarized transactions: 3	74.55
383	ULTEIG ENGINEERS INC	Summarized transactions: 1	74.50
384	HARTLAND FUEL PRODUCTS	Summarized transactions: 3	62.46
385	ARROW ACE HARDWARE-ST PETER	Summarized transactions: 5	61.27
386	MCMASTER CARR SUPPLY COMPANY	Summarized transactions: 3	59.30
387	ASPEN EQUIPMENT CO	Summarized transactions: 3	57.07
388	ROCH RESTAURANT SUPPLY	Summarized transactions: 1	51.51
389	K T T C TV INC	Summarized transactions: 1	50.00
390	SETON IDENTIFICATION PRODUCTS	Summarized transactions: 1	49.59
391	PAAPE ENERGY SERVICE INC	Summarized transactions: 1	48.95
392	VIKING OLDSMOBILE NISSAN INC	Summarized transactions: 1	46.77
393	ROAD EQUIPMENT PARTS CENTER	Summarized transactions: 1	45.37
394	TOMPKINS MARY	Summarized transactions: 1	44.28
395	DAVE SYVERSON TRUCK CENTER IN	Summarized transactions: 1	42.14
396	FC ORGANIZATIONAL PRODUCTS	Summarized transactions: 3	41.63
397	GRAINGER INC	Summarized transactions: 1	36.25
398	COOK STEVEN J	Summarized transactions: 1	32.26
399	REINDERS INC	Summarized transactions: 1	30.75
400	DOUBLETREE HOTEL - BGDS HOTEL	Summarized transactions: 1	30.00
401	MENARDS ROCHESTER SOUTH	Summarized transactions: 1	29.75
402	OLM COUNTY CENTRAL FINANCE	Summarized transactions: 1	28.80
403	AUTOMATED ENERGY INC	Summarized transactions: 1	28.00
404	BATTERIES PLUS	Summarized transactions: 1	25.52
405	NATL JOINT APP & TRAINING COM	Summarized transactions: 1	23.48
406	MINNESOTA ENERGY RESOURCES CO	Summarized transactions: 1	23.47
407	FASTENAL COMPANY	Summarized transactions: 1	21.45
408	HATHAWAY TREE SERVICE INC	Summarized transactions: 1	20.00
409	FLOETER CHARLES	Summarized transactions: 1	19.00
410	NAPA AUTO PARTS (P)	Summarized transactions: 1	17.76
411	FEDEX	Summarized transactions: 2	17.00
412	HUMPHREY STEPHANIE	Summarized transactions: 1	15.00
413	HANSON PATRICIA S	Summarized transactions: 1	15.00
414	LEITZ VICTORIA	Summarized transactions: 1	15.00
415	BLEVINS JAN	Summarized transactions: 1	15.00
416	DAKOTA SUPPLY GROUP	Summarized transactions: 1	13.93
417	HY VEE	Summarized transactions: 1	11.34
418	MSC INDUSTRIAL SUPPLY CO INC	Summarized transactions: 2	10.76
419	OLM COUNTY AUDITOR/TREASURER	Summarized transactions: 1	10.60
420	BALDWIN COOKE COMPANY	Summarized transactions: 3	8.17
421	CARQUEST AUTO PARTS	Summarized transactions: 2	6.63
422	GREENWAY COOP SERVICE CO INC	Summarized transactions: 1	6.40
423			
424		Price Range Total:	245,332.87
425			
426		Grand Total:	10,868,226.68

FOR BOARD ACTION

Agenda Item # 5

Meeting Date: February 25, 2014

SUBJECT: Extension of the Opower agreement for the Home Energy Reports

PREPARED BY: Stephanie Humphrey, Residential Account Representative

ITEM DESCRIPTION:

As a pilot program to 25,000 customers, from May 2010 to April 2012, Opower's Home Energy Reports saved RPU customers a total of 7,039,417 kWh at an average cost of \$0.10 per kWh saved. Because this is a very cost effective CIP (Conservation Improvement Program) program, in May 2012, we extended our existing contract to include a full implementation of the Home Energy Reports to approximately 40,000 RPU customers.

From May 2012 to December 2013, our customers saved 11,673,000 kWh as a result of receiving the Home Energy Reports. Here is a snapshot of the program's overall energy savings:

PROGRAM YEAR	KWH SAVINGS	COMMENTS
Year 1 (2010-2011)	3,152,675	Pilot program to 25,000 customers.
Year 2 (2011-2012)	3,940,924	Pilot program to 25,000 customers.
Year 3 (2012-2013)	6,993,000	Full implementation to all customers.
Year 4 (2013-2014)	4,680,000	This is partial year savings as we don't have actuals for Jan-Apr 2014 yet.
Year 5 (2014-2015)	6,800,000	Projected savings.

To keep the momentum going with all of our eligible customers, we are proposing another one-year extension to our existing contract, which is for \$400,000. This will continue to leverage our required CIP spending (part of our approved 2014 budget) and directly helps our residential customers meet our conservation goals.

The City Attorney has reviewed the change order.

FOR CAPITAL PURCHASE/BIDS/MAJOR PROJECTS:

This extension request for \$400,000 was included as part of our 2014 CIP spending requirement and of the approved 2014 budget.

UTILITY BOARD ACTION REQUESTED:

The Board is requested to approve the Opower Change Order, which is an extension to the existing contract signed in December 2009, and request the Mayor and the City Clerk to execute the Agreement for Opower, Inc. not to exceed \$400,000 in 2014.



General Manager



Date

ROCHESTER PUBLIC UTILITIES



RESOLUTION

BE IT RESOLVED by the Public Utility Board of the City of Rochester, Minnesota, to approve the Opower Change Order between OPOWER, Inc. and the City of Rochester acting through its Public Utility Board, and request the Mayor and the City Clerk to execute the addendum for

Extension of the Opower agreement for the Home Energy Reports

The amount of the purchase order agreement not to exceed \$400,000 in 2014.

Passed by the Public Utility Board of the City of Rochester, Minnesota, this 25th day of February, 2014.

President

Secretary

FOR BOARD ACTION

Agenda Item # 6

Meeting Date: February 25, 2014

SUBJECT: MCR Presentation on MISO cost recovery

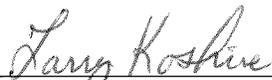
PREPARED BY: Mark Kotschevar, Director of Core Services

ITEM DESCRIPTION:

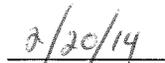
RPU has engaged the services of MCR to evaluate a recent FERC ruling that may allow RPU to receive MISO cost recovery for a portion of its' investment in the CAPX Hampton-Rochester-LaCrosse project. MCR has completed the analysis and will be at the Board meeting to present the results.

UTILITY BOARD ACTION REQUESTED:

No action requested. This is an informational item



General Manager



Date

FOR BOARD ACTION

Agenda Item # 7

Meeting Date: February 25, 2014

SUBJECT: Update on Cost of Service Study

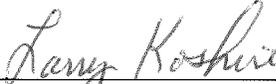
PREPARED BY: Susan Parker, Director of Corporate Services

ITEM DESCRIPTION:

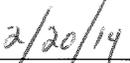
Staff, along with the Audit & Finance Committee, will give the full board an update on the progress of the Cost of Service Study. Any consensus direction that was identified in the monthly meeting with the committee will be discussed.

UTILITY BOARD ACTION REQUESTED:

No formal action will be required. There may be some consensus direction based on the outcome of the Audit & Finance Committee update.



General Manager



Date

FOR BOARD ACTION

Agenda Item # 8

Meeting Date: February 25, 2014

SUBJECT: General Manager Hiring Process Update

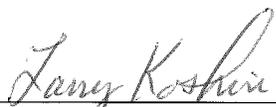
PREPARED BY: Larry Koshire, General Manager

ITEM DESCRIPTION:

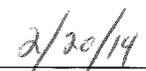
At the Board meeting the Board President will provide an update on the process for recruiting, interviewing and hiring of a General Manager.

UTILITY BOARD ACTION REQUESTED:

Informational only



General Manager



Date