

MINUTES OF SPECIAL SESSION BOARD MEETING
FOR THE WATERTOWN MUNICIPAL UTILITIES
TUESDAY, DECEMBER 20, 2022

The Municipal Utilities Board convened in Special Session, on Tuesday, December 20th, 2022 at 10:00 AM with President Lisa Carrico presiding.

Board members present: Lisa Carrico, Christine Carter and Rich Thomas. Mike Luken and Dan Brenden called in. Staff Members present: Steve Lehner, Adam Karst, Bert Magstadt, Lisa Pahl, Dan Levasseur, Sheila Mennenga, Brian Benson, and John Lunde.

ITEM 7792

Motion by Carter with second by Thomas to approve the agenda. Motion carried.

ITEM 7793

Public Comment: None

ITEM 7794

Karst presented information on rates as outlined and presented at the November 7th Special Session Board Meeting, overall change on Commercial/Industrial Electric Rates will increase by 2%, Water Rates will increase by 9.5% and Natural Gas Rates will increase by 6%. All changes are effective with the January 2023 readings to be billed February 1, 2023. Karst noted the city is raising garbage rates by \$.50 and Sewer rates by \$5.00 for January 1, 2023, billing. Motion by Luken with second by Carter to approve utility rates for 2023. Motion carried unanimously upon roll call vote.

ITEM 7795

Motion by Carter with second by Thomas to approve the 2023 budget, including operating budget and capital budget as presented at the November 7th Special Session Board Meeting. Motion carried unanimously upon roll call vote.

**WATERTOWN MUNICIPAL UTILITIES DEPARTMENT
2023 BUDGET - COMBINED STATEMENT OF REVENUES AND EXPENSES
11/29/22**

	<u>BUDGET 2023</u>
OPERATING REVENUES:	
ELECTRIC SALES	31,727,596
WATER SALES	7,674,961
GAS SALES	12,388,750
TRANSMISSION REVENUE	829,572
PUBLIC FIRE PROTECTION CHARGE	293,444
REVENUE FROM WATER TAPPING FEES	154,419
OTHER INCOME	220,227
TOTAL OPERATING REVENUES	53,288,969
OPERATING EXPENSES:	
PURCHASED ELECTRICITY	19,085,775
PURCHASED GAS	8,263,935
OTHER PROD EXPENSES	1,985,630
TRANS & DIST EXPENSES	9,122,260

COMML & GEN EXPENSES	3,100,411
DEPRECIATION & AMORT EXP	3,397,092
TOTAL OPERATING EXPENSES	44,955,103
 NET OPERATING INCOME(LOSS)	 8,333,866
 OTHER INCOME OR EXPENSES	
INTEREST EXPENSE	(120,745)
INTEREST INCOME	918,017
TOTAL NON-OPERATING REVENUES	797,272
 INCOME (LOSS) BEFORE TRANSFERS	 9,131,138
CAPITAL CONTRIBUTIONS/AID TO CONSTRUCTION	1,160,000
WATER MAIN AID TO CONSTRUCTION	1,698,000
FEDERAL GRANT REVENUE	1,335,200
TRANSFER TO CITY OF WATERTOWN'S GENERAL FUND	(1,417,500)
INCOME (LOSS) AFTER TRANSFER TO CITY OF WATERTOWN	<u>11,906,838</u>

**WATERTOWN MUNICIPAL UTILITIES DEPARTMENT
2023 BUDGET - COMBINED CAPITAL BUDGET AND APPLICATION OF CASH
11/29/2022**

	BUDGET
	<u>2023</u>
 CASH APPLICATION:	
TOTAL CAPITAL ADDITIONS	15,930,286
WATER TREATMENT PLANT PRINCIPAL LOAN PROCEEDS	(3,038,798)
REQUIRED WATER TREATMENT PLANT PRINCIPAL LOAN PAYMENT	1,425,000
TOTAL APPLICATION OF CASH	<u>14,316,488</u>

Motion by Carter with second by Mike to adjourn. Motion carried.

The Watertown Municipal Utilities Department does not discriminate in employment opportunities or provision of services on the basis of race, color, religion, sex, national origin, age, disability, or any other characteristic protected by law.

Dated at Watertown South Dakota this 20th day of December 2022

ATTEST: _____

Lisa Pahl
Board Secretary
Municipal Utilities Board

Lisa Carrico
Board President
Municipal Utilities Department