

**PIQUA ENERGY BOARD
MEETING
NOVEMBER 24, 2009**

- TIME & PLACE:** A regular meeting of the Piqua Energy Board was held on Tuesday, November 24, 2009 at Piqua Power System's office. Chairman Bill Gilius called the meeting to order at 12:00 P.M.
- ATTENDANCE:** See attached Attendance Report.
- MONTHLY MINUTES:** Frank Patrizio moved to approve the minutes of the September 22, 2009 meeting. Joe Drapp second and the motion carried.
- MONTHLY REPORT:** Ed Krieger reviewed the October 2009 year to date (YTD) monthly financial reports. YTD KWH sales are down 10.4% and revenues are down 6.0% from budget. Residential and Commercial sales are close to budget, but Industrial sales are 19.1% below budget. The YTD total electric revenues are down 7.9% from budget and the YTD total electric expenditures are down 14.7% from budget. The YTD electric system adjusted margin is \$1,428,141, which is \$1,500,483 better than budget. The YTD cash and investments are \$10,850,447. Jim Hartzell move to accept the monthly reports. Bill Vogt second and the motion carried.
- MELDAHL/
GREENUP
SUBSCRIPTION:** Donald Gruenemeyer of Sawvel and Associates, Inc. presented to the Board a feasibility study of the Meldahl/Greenup Hydro Subscription Package sent to City of Piqua by American Municipal Power, Inc. AMP recommends the City participate in up to 2,380 kW of the Meldahl/Greenup Hydro Project. By participating in 2,380 kW of Meldahl/Greenup Project, the City would increase the amount of its retail sales supplied by renewable energy from 13.1% to 16.6% in 2014. After several questions and a lengthy discussion by the Board Members, Jim Hartzell moved that the City participate in up to 2,380 kW of the Meldahl/Greenup Hydro Project. Frank Patrizio second and the motion carried.

AMP MEMBERSHIP DUES: Ed Krieger reviewed the benefits of Piqua's annual membership dues in AMP. AMP has been Piqua's power supplier since 2007. Membership in AMP has grown to 128 electric municipalities located in six states. Bill Vogt move to continue Piqua's membership in AMP. John Martin second and motion carried.

PEAKER FUEL PURCHASES: Ed Krieger reviewed the need for authorization to purchase #2 fuel oil for use in the two combustion turbine generators in 2010. The two generators are valuable in Piqua's power portfolio. Jim Hartzell move to purchase #2 fuel oil as needed in 2010. John Martin second and motion carried.

COOPERATIVE RESPONSE CENTER: Ed Krieger reviewed the after-hours call answering and dispatch services provided by Cooperative Response Center (CRC). Frank Patrizio move to retain the services of CRC to provide professional customer call and dispatch services in 2010. Jim Hartzell second and motion carried.

SAWVEL AND ASSOCIATES: Ed Krieger reviewed the services provided by the independent consulting and engineering firm, Sawvel and Associates (Sawvel). Services provided by Sawvel have included cost-of-service and rate design, electric power supply and transmission arrangements, advice and recommendations on Piqua's potential participation in AMP joint-venture generating projects. Jim Hartzell move to retain the services of Sawvel and Associates to provide professional consulting and engineering services in 2010. John Alexander second and motion carried.

OLD BUSINESS: None

NEW BUSINESS: None

ADJOURN: With no further business to discuss, Joe Drapp moved to adjourn the meeting at 1:45 P.M. John Alexander second and the motion carried.

SIGNED:

Ed Krieger
Power System Director