

CITY OF COON RAPIDS, IOWA
MUNICIPAL UTILITY BOARD OF TRUSTEES

JANUARY 29, 2026

The Board of Trustees of Coon Rapids Municipal Utilities met at 7:00 A.M., January 29, 2026 as per posted notice and rules of the Board at the Conference Room – “NOC” Network Operations Center, 123 3rd Avenue S., Coon Rapids, Iowa. Trustees present were Duane Esdohr, Alan Andersen, Ken Pingrey, Mary Schwaller and Terry Garnes.

Motion by Garnes, Second by Pingrey with all voting “Aye” to approve the agenda.

Motion by Garnes, Second by Schwaller with all voting “Aye” to approve the consent items: 12/18/25 Board Minutes, Abstract of Claims #2026-1 in the amount of \$1,791,847.⁶⁶, Financials.

The Board entertained oral requests and communications from the audience.

General Manager’s Report: NIMECA Update, SPP, Basin, Etc. - TAE Technologies Merges with TMTG - Governor Reynolds Signs EO-17 Establishing Iowa Nuclear Energy Task Force - Ford Changes its EV Strategy - PFAS Sampling - Streetscape Update - L&R Update - Disconnection Statistics.

The General Manager reviewed DGR Engineering’s electrical distribution design for replacing electrical facilities that are approaching 50-years old. The General Manager reviewed the placement of main line, switches, taps, transformers and the preliminary cost estimate of \$11.04 MM. The General Manager stated that staff will evaluate the electric department’s current and projected financial situation, other potential competing capitals needs of the electric utility, outage history of the proposed facilities being replaced, potential rate impacts, etc., to come up with a financially feasible long-term workplan and timeline for the replacement of these facilities.

The General Manager reviewed the status of CRMU’s McGraw substation transformer LTC outage. The General Manager discussed the maintenance efforts to date, along with the extent and age of damaged equipment.

Motion by Pingrey, Second by Garnes with all voting “Aye” approving a new 3-year Customer Support Agreement with Ziegler CAT to perform certain maintenance activities on the three engines/generation sets at the Railway Power Plant at an annual cost of \$25,601.¹⁵ There was also discussion on the need to replace the outdated EMCP panels on each engine. The General Manager stated that a rough estimate would be \$20,000 per engine and one week of downtime to perform the replacement per engine. The Board instructed the General Manager to get firm quotes from Ziegler CAT for the replacement of one and all three EMCP panels for their evaluation.

The Coon Rapids Development Group (CRDG) addressed the Board requesting CRMU’s partnership to revitalize a single-family home at 328 5th Avenue. After a presentation by CRDG and discussion, Motion by Esdohr, Second by Pingrey with all voting “Aye” to provide a construction loan from the electric rate stability and load growth fund of \$225,000 at 0% interest, 5-year term, quarterly payments, with the first payment due at the end of Q1-2027, with any outstanding balance due paid upon the sale of the home.

Motion by Esdohr, Second by Garnes with all voting “Aye” to approve an RLF Loan to Jose Munoz at the following terms: \$50,000 @ 3.3% A.P.R. for 7 years (with 1.00% going to CRMU for administration), 1st position on UCC filing on equipment, 2nd position on 501 S 5th mortgage and 1st position on 2nd Avenue property mortgage, personal guarantee, a onetime administration fee of \$250 and ACH payment required.

Motion by Garnes, Second by Pingrey with all voting “Aye” to approve the updates to CRMU’s Natural Gas Operations & Maintenance (O&M) Plan and CRMU’s Natural Gas Operator Qualification (OQ) Plan.

The General Manager updated the Board on the latest progress concerning IPPA.

The Board and staff performed their annual detailed review of the following financial information: FY 2027 Budgets, Investment and Deposit Policy Compliance, Rate Stability / Load Growth Funds, PILOT payments to the City of Coon Rapids, Investment Policy and Equipment Replacement Schedules. Motion by Garnes, Second by Pingrey with all voting “Aye” to approve FY 2027 Budgets and Annual Reviews.

This notice is given at the direction of the Chairman pursuant to Chapter 28A, Code of Iowa and local rules of said governmental body.

Chairman, Board of Trustees

Secretary, Board of Trustees