

Kansas Municipal Gas Agency
Board of Directors Meeting Minutes
May 3, 2017

Board Members present were:

Larry Berry and Steve Wilkinson, Anthony; Jim Sutton, Augusta; Rob Culley, Baldwin City; Manny Milbers, Beloit; Wes Colson, Burlingame; Joy Nelson, Cassoday; Gene Ratzlaff, Coffeyville; Gonzalo Garcia, Gardner; Bob Mills, Garnett; Ethan Reimer, Halstead; Gary Emry, Hesston; Bernard Kruse, Hoisington; Ernest Tousley, Howard; Laura Hill and Larry Kallenberger, Kechi; Randy Frazer, Moundridge; Joseph Lamond and Rod Willis, Osage City; Dennis Tharp and Jeff Oleson, Ottawa; Duane Banks, Russell; John Wagerle and Taggart Wall, Sterling; Merl Page, Wamego; Roger Estes, Wellington; Gus Collins and Jeremy Willmoth, Winfield

Also present were:

Sarah Steele, Gilmore & Bell; KMEA staff members Paul Mahlberg, Sam Mills, Dixie Riedel, Neil Rowland, Joni Shadonix, D. J. Smith, Gerry Stephenson

Item No. 1 – Call to Order

President Randy Frazer called the KMGGA Board of Directors meeting to order at 4:00 p.m. at the Hyatt Regency Hotel in Wichita, Kansas. A quorum was present.

Item No. 2 – Approve the Minutes of the November 3, 2016 Board of Directors meeting

Merl Page made a motion to approve the minutes of the November 3, 2016 Board of Directors meeting; seconded by Jeremy Willmoth. Motion carried.

Item No. 3 – Take action to adopt Resolution No. 59

Gary Emry made a motion to adopt Resolution No. 59, accepting applications of additional member cities (Altamont and Louisburg); and authorizing an amendment to the Interlocal Agreement reflecting the addition of said member cities as full members; and authorizing other actions related thereto; seconded by Bob Mills. Motion carried.

Item No. 4 – Presentation of 2018 Preliminary Budget

Paul Mahlberg, General Manager, presented the 2018 Preliminary Budget. Highlights included:

- Projected 2018 Net Income of \$6,900;
- Surcharge projected to remain in place through January 2018;
- Management Fee remains the same as 2017.

The budget will be fine-tuned and presented for approval at the October Board of Directors meeting.

Item No. 5 – General Manager’s Report

Paul Mahlberg welcomed the Cities of Altamont and Louisburg as KMGA’s newest member cities. Staff continues to meet with other potential new members to grow the Agency. Mr. Mahlberg noted that KMEA and KMU continue to explore the possibility of insurance pooling (property and liability insurance) for municipals. He also encouraged cities to contact KMEA if they are interested in conducting a Credit Scorecard Analysis.

Item No. 6 – Gas Director’s Report

Dixie Riedel, Natural Gas Director, presented the Natural Gas Report which included the following:

- Review of 2016;
- Natural Gas Outlook;
- Summer 2017 Temperature and Precipitation Forecasts; and
- NYMEX Futures Contract/Southern Star May 2017 – April 2020 Projected Index Pricing.

Item No. 7 – Receive Nominating Committee report

President Frazer called upon Wes Colson to present the slate of candidates for Officers, At-large members, and Joint Board Representatives. Wes Colson and Gary Emry served as this year’s Nominating Committee.

Wes Colson presented the following slate of candidates:

Officers (one year term)

Randy Frazer, City of Moundridge – President
Gus Collins, City of Winfield – Vice President
Laura Hill, City of Kechi – Secretary/Treasurer

At-large member (two year term)

John Sweet, City of Lyons
Rod Willis, City of Osage City

Joint Board

Executive Committee Representative – Gary Emry, City of Hesston (to fill Randy Frazer’s unexpired term through May 2018)
Representative – Rod Willis, City of Osage City (two year term)

President Frazer called for nominations from the floor. No other nominations were made. Motion was made by Jeremy Willmoth to accept the slate of candidates for Officers, At-large members, and Joint Board Representatives as presented; seconded by Bob Mills. Motion carried.

Item No. 8 – New Business/Announcements

There was no new business.

Item No. 9 – Announce date, time and place for the next Board of Directors Meeting

The next Board of Directors meeting will be held at 10:30 a.m., October 19, 2017, at the DoubleTree by Hilton, 2098 S. Airport Road, Wichita, Kansas.

The meeting adjourned at 4:17 p.m.



Laura Hill
Secretary/Treasurer