

2023

Fiscal Year 4th Quarter Report



Rolla Municipal Utilities

Provided to Rolla City Council

November 20, 2023

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A STATEMENT BY THE BOARD OF PUBLIC WORKS

The Electric Power and Water System of the City of Rolla will be known as the **ROLLA MUNICIPAL UTILITIES**. Mr. J. B. Bronson will continue as general manager.

It will be the policy of the Board to operate the Rolla Municipal Utilities strictly on a business basis. There will be no change in the general policies of the management. All rates will be the same for the present.

The Board has three primary obligations:

1. To give the best possible service to the Citizens of Rolla.
2. To accumulate funds for the payment of the indebtedness, (Bond Issue and Revenue Certificates).
3. To build up reserve funds for any emergency and for replacement of machinery and equipment.

Regarding Service Interruptions:

This trouble is not in the local system, but in the source of supply. We hope eventually to have other sources of supply available and improve the electric service in Rolla.

Beginning immediately, \$1000.00 per month from the profits will be paid to the General Fund of the City of Rolla, which is to replace the Franchise Tax formerly paid by the Missouri General Utilities.

No merchandise will be sold in competition with local merchants.

No repair service will be maintained in competition with local Electric Service men.

Next Monday, November 12th, our offices will open in our new building, formerly the Negro U. S. O Building, 102 W. 9th Street. All business will be transacted from this location after that date. The Rolla Free Public Library will occupy the second floor, and the State Board of Health and the County Agent the basement of this building. These quarters are furnished to the above organizations without cost as a public service of the Rolla Municipal Utilities.

Rolla Board of Public Works

H. E. CASTLEMAN, President
F. H. FRAME, Vice-President
R. E. SCHUMAN, Secretary
F. A. CAMERON, Member

FOURTH QUARTER FINANCIAL RECAP (Unaudited)

OPERATING INCOME and EXPENSES

	4th Quarter FYTD 2023	4th Quarter FYTD 2022	CHANGE
OPERATING REVENUES	\$31,241,103	\$31,263,128	(\$22,025)
OPERATING EXPENSES	(\$32,155,062)	(\$31,424,337)	\$730,725
OPERATING INCOME	(\$913,960)	(\$161,209)	(\$752,751)
OTHER INCOME & EXPENSES	\$1,718,956	\$844,255	\$874,701
NET INCOME/LOSS	\$804,966	\$683,046	\$121,920

At the end of the 2023 Fiscal Year, we are showing a total operating income of \$31,241,103. This is a slight decrease of \$22,025 compared to Fiscal Year 2022.

Total operating expenses through the 4th quarter of 2023 were \$32,155,062. Our operating expenses increased \$730,725 from the end of 4th quarter of 2022; this is mainly due to the increased cost of purchased power.

Total Net Income after the 4th quarter of 2023 was \$804,966. This is an increase of \$121,920 over the 4th quarter of 2022.



STATUS OF WORK PROJECTS



ELECTRIC DEPARTMENT

- McCutchen Drive
 - From 18th Street to Harvey Lane. Relocate existing overhead 34 kV sub-transmission and 12kV overhead distribution, including underground feed to St. Maria's subdivision.
- Missouri Science & Technology
 - S&T South Substation – Extension of overhead 34.5 kV system, installation of new metering. Energized October 5, 2023.
- EV Charging Station
 - 1735 North Bishop – Underground primary extension, new transformer & metering.
- Tower Road Substation
 - Failure in cubicle happened January 30, 2023. Lengthy wait for parts. Replaced circuits, conductors, main breaker. Completed in October.
- Upcoming Projects
 - a. Rolla Senior Apartments – Replacement of underground primary. Converting from 4 kV system to 12 kV system
 - b. 1000 N. Oak Steet – Electric & water service to new planned unit development
 - c. Repairs to and replacement of poles identified by pole audit, as needed.
 - d. Additional pole attachments by multiple companies expanding telecommunication infrastructure in Rolla.
 - e. Installation of services, pole replacements & other work as needed to accommodate installation of new meter reading equipment being installed by Ameren.
 - f. Ongoing changes – Removal of overhead services not in use.

WATER DEPARTMENT

- Bardsley Road from 14th Street to 16th Street – Replacement of water main in conjunction with new residential development.
- Hypoint Well 3 - Replacement of motor & pump, new electric service to building, refurbishment electrical, control, and chemical feed systems. Placed into service September 11, 2023.
- Nagogami Pressure Zone – consideration of water distribution system improvements to development area(s) north of I-44.
- Upcoming Projects – Replacement of old water main
 - a. Vienna Road - completed
 - b. Avon Court
 - c. Eastwood Drive
 - d. Elmwood Drive

FIBER

- Projects
 - a. 9th Street Conversion from overhead to underground
 - b. Nagogami Substation to Nagogami Standpipe – Extension of fiber system to reduce reliance on radios.
 - c. Fiber service to Phelps County Courthouse – completed
 - d. MPUA assistance with fiber in Fredericktown for MoPEP generation unit - completed

MPUA/MoPEP UPDATES

- Grain Belt Modification
- Testimony at State Capitol
- Iatan 2 Refinancing
- Demand Side Resources
- MPUA Annual Conference, Executive Committee, and Board Meetings.
Attended by Chad Davis, Jason Grunloh, Gwen Cresswell, Jason Bell, Eric Lonning and Rodney Bourne. September 27-29, 2023.

MISCELLANEOUS

- Board Vice-President retired
- Public Power Week – Cookout Celebration was on October 4th
- Solar Farm Discussion with Licking High School group
- Upcoming Prairie State Energy Campus tour
- Service Center Expansion Update