



Commission Meeting

APRIL 9TH, 2024

LUKE PETERSON

Commission Meeting Agenda

April 9th, 2024

Chair J. Hart	—	Commissioner J. Bayliss	—
Commissioner J. Stokes	—	Commissioner J. Babich	—
Commissioner J. Sandstede	—	Legal Counsel A. Borland	—
General Manager L. Peterson	—	Auditors Sterle & Co., LLP	—
Utility Operations S. Dickinson	—	Energy & Pricing P. Plombon	—
Safety & Facilities P. Rutchasky	—	Admin & Comm E. Dixon	—
City Administrator G. Pruszinske	—	Local 94 President Rich Kampsula	—

1. 2024 Budget
2. 2024 Strategy and Work Plan
3. Other



Item 1

Item 1 – 2024 Budget

April 9th, 2024

Jeff Hart
Commission Chair
1902 E. 6th Avenue
Hibbing, MN 55746

RE: Item 1 – 2024 Budget

Dear Commissioners;

Pleased find enclosed overview for the 2024 Budget as initially presented in November and March 2024 with updates to 2023 actuals throughout the interim as HPU completes the 2023 Year End Financial Audit.

We will be joined by Baker Tilly as we dive deep into HPU's accounting and assumptions about operational costs and revenue for the year. This will be a good opportunity to review these as we prepare for the May work session, which would likely include HPU's auditors to present on 2023 Financial Report.

Additional materials will be provided before the meeting.

Sincerely;



Luke J. Peterson

2024 BUDGET PRESENTATION



OPERATING REVENUE

\$ Million

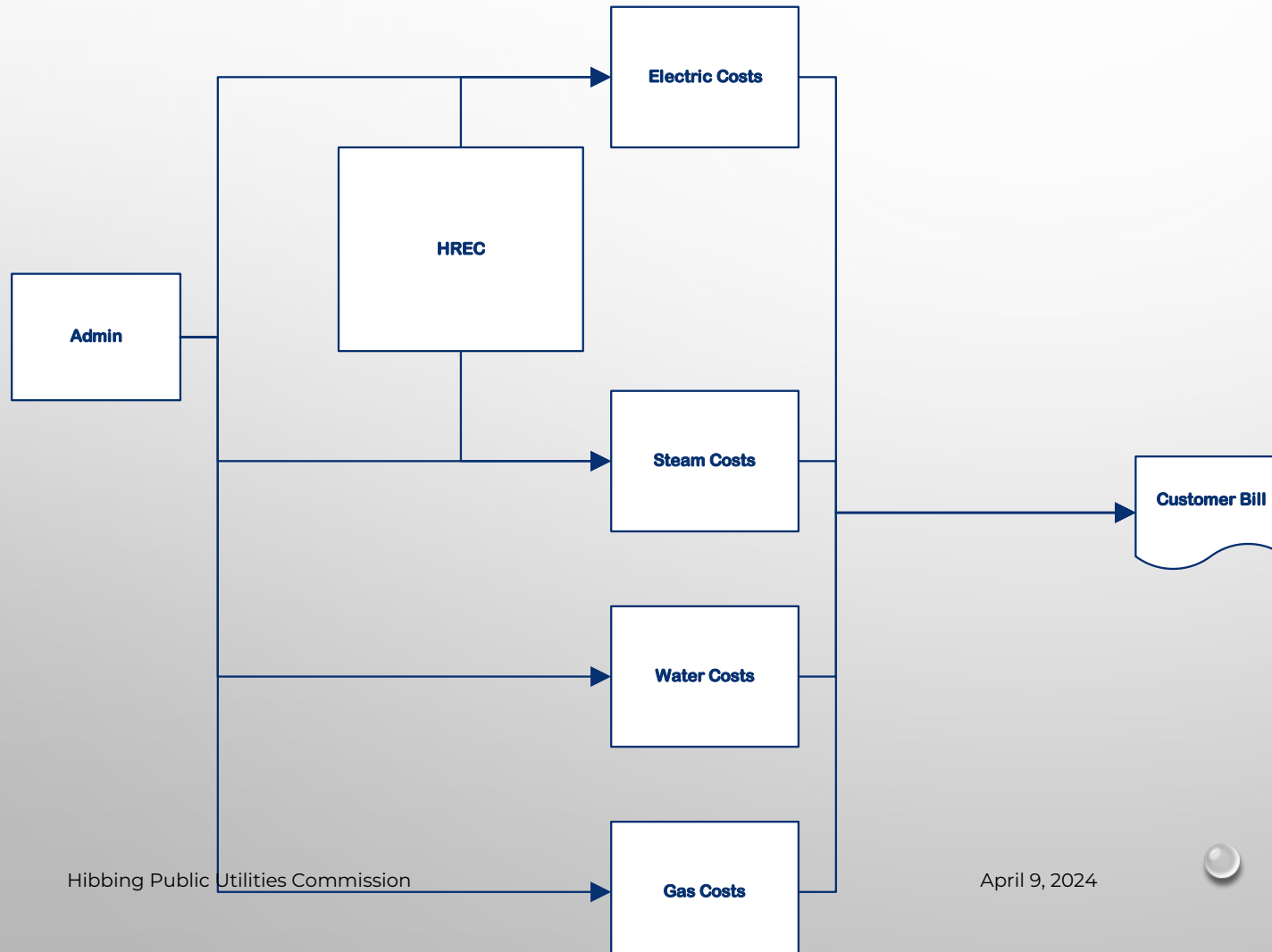
Utility	2023	2024 Budget	Growth Factor
Electric	\$16.8	\$16.9	0%
Water	3.0	3.0	0%
Gas	8.6	8.5	0%
Steam	2.5	2.4	-2%
Total	\$30.9	\$30.9	0%

OPERATING EXPENSE

\$ Million

Utility	2023	2024 Budget	Growth Factor
Electric	\$18.1	\$17.9	-1%
Water	2.6	2.6	0%
Gas	5.9	5.4	-9%
Steam	4.8	5.4	12%
Total	\$31.3	\$30.4	0%

ACCOUNTING FLOW





Item 2

Item 2 – 2024 Strategy and Work Plan

April 9th, 2024

Jeff Hart
Commission Chair
1902 E. 6th Avenue
Hibbing, MN 55746

RE: Item 2 – 2024 Strategy and Work Plan

Dear Commissioners;

Following discussions at the March Meeting, I have met with many of you continue the discussion on the 2024 priorities and I look forward to discussing these updates again within you an the April Work Session in anticipation of finalizing the last finishing touches on the 2024 Work Plan and Strategy.

Sincerely;



Luke J. Peterson



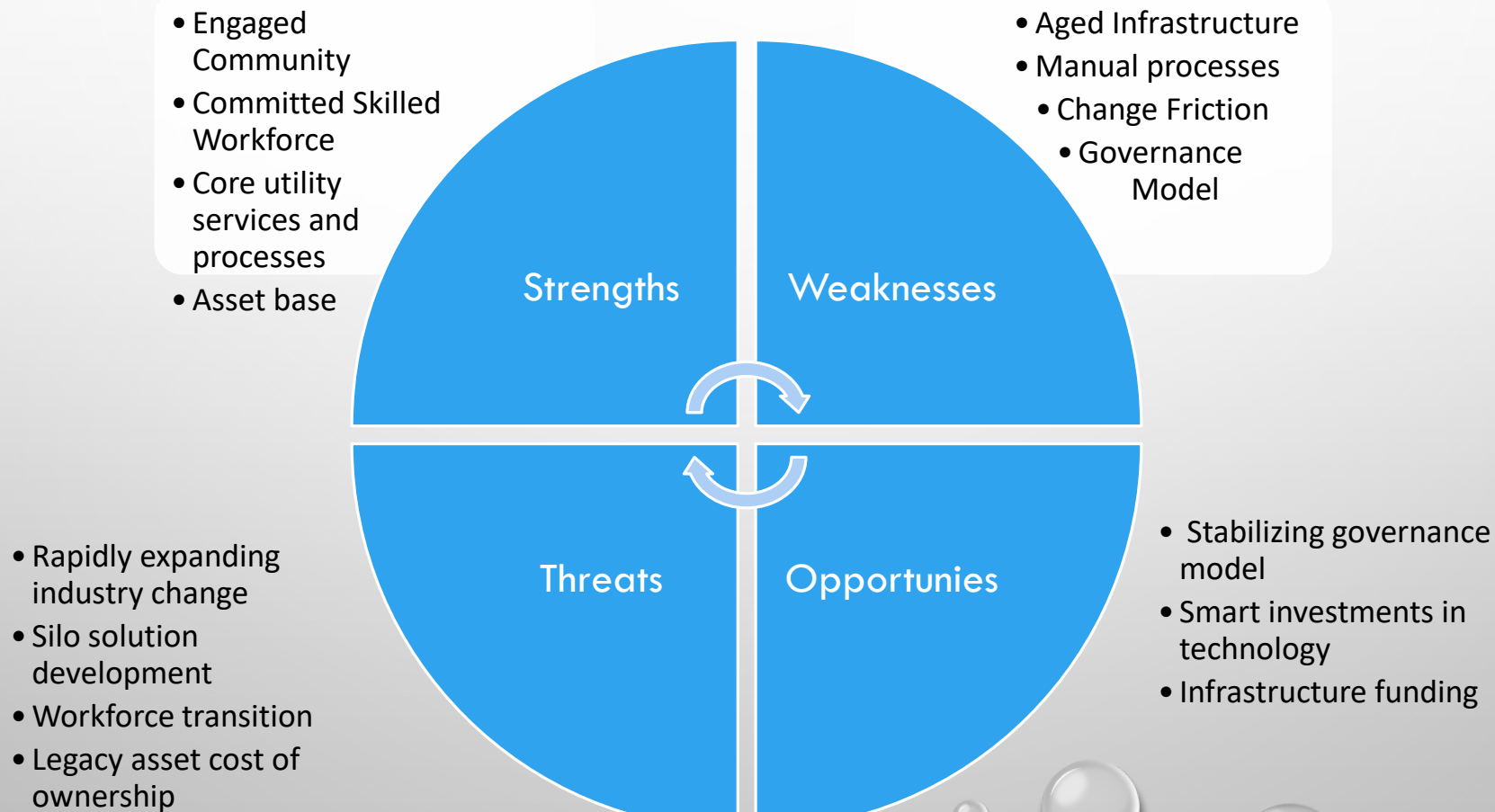
STRATEGIC PLANNING DISCUSSION – MARCH 2024



MISSION STATEMENT

HIBBING PUBLIC UTILITIES' mission is to serve the Hibbing community with the most reliable utility service at the most affordable rates, while catalyzing the regional economic transition with sustainable, renewable energy

STRENGTHS, WEAKNESSES, OPPORTUNITIES, & THREATS



STRATEGIC GROWTH AREAS & PRIORITIES-> GOALS

