

The meeting was called to order at 2:03 p.m. by the Chairman, Horace Harrod. Present were Board members-James Griffin and Art Henson, Attorney-Clifford Ashburner, and from Veolia Water – Ed Basquill, Kevin Gibson, Vickie Miller and Andrea Matz.

The Chairman started the meeting with an apology to the other Board members stating that after the last meeting where the Board decided to advertise a Request for Qualifications for the MS4 stormwater management contract, the Chairman decided to put the decision into the hands of the Utility Committee. He explained they have 3 choices; 1) extend the current Veolia contract, 2) advertise with an RFQ/RFP, or 3) return the program to the County for management.

1. **Minutes** - The minutes from the May 15, 2014 Regular Board Meeting were emailed for review in advance and presented in the meeting packet for approval.

A motion was made by Art Henson and seconded by James Griffin to approve the minutes of the May 15, 2014 Regular Board Meeting as presented. The motion carried unanimously.

2. **Treasurer's Report and Payables Request**

The financial reports and payables requests were presented in the meeting binder and reviewed by Stan Clark. Mr. Clark started with the financial report and payables request for sewer and noted that revenue continues to be low due to reduced water usage.

A motion was made by Art Henson and seconded by Horace Harrod to approve the sewer financial report for May 2014 and current payables requested in the amount of \$375,156.85. The motion carried unanimously.

Mr. Clark reviewed the financial report and payables request for stormwater next.

A motion was made by Art Henson and seconded by Horace Harrod to approve the stormwater financial report for May 2014 and current payables requested in the amount of \$58,518.78. The motion carried unanimously.

- Audit Services Agreement – The last item in the financial section was a request to engage William Hollister, PSC to perform audit services for the fiscal year ending 6/30/14.

A motion was made by Horace Harrod and seconded by James Griffin to approve and authorize the Chairman to execute the engagement letter for William Hollister, PSC to perform audit services for fye 6/30/14 for a fee of \$15,500. The motion carried unanimously.

3. **Public Comment 1** – Bob McAuliffe commented stating his displeasure with the current management of the stormwater MS4 program. Mr. McAuliffe also stated he had not received the documents he requested concerning the capital projects ranking system. The Chairman requested staff submit a listing to him of all documents that have been provided to Mr. McAuliffe.
4. **Operations Report** –The Operations Report was emailed to the Board prior to the meeting for review and presented in the meeting binder.

- Risk Management Services – Jeff Rausch, President of Risk Management Services Co. presented a review of the services his company offers to assist OCEA with processing of damage claims. The Board will review the documentation presented and discuss at the next monthly meeting.
- Resolution-Loan Approval – The Chairman requested approval from the Board to execute loan documents with Stockyards Bank.

A motion was made by Art Henson and seconded by James Griffin to approve and authorize the Chairman to execute loan documents with Stockyards Bank for a short-term, 6-month loan in the amount of \$1,500,000. The motion carried unanimously.

- Resolution-Land Purchase – Purchase of the land selected as the site for a new regional wastewater treatment plant to be built was successfully negotiated.

A motion was made by Art Henson and seconded by James Griffin to approve and authorize the Chairman to execute a Resolution for land to be purchased in the amount of \$400,000 and directed the purchase contract be attached as an Exhibit. The motion carried unanimously.

- Backup Damage Claim – A damage claim submitted by Nationwide Insurance was reviewed by the Board.

A motion was made by Art Henson and seconded by Horace Harrod to approve payment of a sewer backup damage claim for 1112 Cliffwood Drive in the amount of \$4,784.85 to be distributed as follows: \$1,000 to the homeowners, Ben and Heidi Jones, and \$3,784.85 to Nationwide Insurance. The motion carried unanimously.

- Ratification of Deed Release – Ashbrooke Lot 141

A motion was made by Art Henson and seconded by James Griffin to approve and authorize the Chairman to execute a Deed of Release for Ashbrooke Lot 141. The motion carried unanimously.

- Sewer Credit Request – A sewer credit was requested from the property owner at 12801 Churchill Parkway due to a water leak.

A motion was made by Horace Harrod and seconded by James Griffin to approve a sewer credit for Royal Wetzel of 12801 Churchill Parkway in the amount of \$764.72. The motion carried unanimously.

- Sewer Capacity Fee Policy Waiver Request – Land Design and Development, Inc. requested permission to delay payment of capacity fees for a 45 lot development at the corner of Hwy 42 and Hwy. 1793 until after approval is received from the Division of Water. The board decided to table the issue until the next monthly Board meeting.
- Stormwater Late Fee Waiver Request – The homeowners at 11410 Deham Dr. requested a waiver of late fees on their stormwater bill due to confusion between OCEA and MSD on billing rights for their property.

A motion was made by Horace Harrod and seconded by Art Henson to waive stormwater late fees and penalties in the amount of \$47.77 for parcel #16-35-02-304, 11410 Deham Dr., owned by Darrel and Brenda Dutsche. The motion carried unanimously.

- Ohio River WWTP – Carbon Filter Replacement Request – Ed Basquill, Project Manager, requested approval to replace the carbon filter at the Ohio River WWTP. Mr. Basquill provided a quotation in the amount of \$37,365 from Evoqua. Mr. Basquill also informed the Board that the cost could be less if staff provides the installation.

A motion was made by Horace Harrod and seconded by Art Henson to approve the expense to replace the carbon filter at the Ohio River Wastewater Treatment Plant with a price not to exceed \$37,000 less labor costs. The motion carried unanimously.

5. **Correspondence Review** – All incoming and outgoing correspondence since the last Board meeting was emailed prior to the meeting for review and presented in the meeting binder.
6. **Budget Review** – The Board reviewed the proposed budget for sewer for fiscal year ending 6/30/15.

A motion was made by Art Henson and seconded by Horace Harrod to approve the sewer budget for fiscal year 14/15 which includes a \$4.66 increase to the capital surcharge and a 4.5% increase to the service charge and usage portions which results in an 8% overall increase in order to maintain a debt service ratio of 1.05 as required by the Kentucky Infrastructure Authority for capital funding. The motion carried unanimously.

7. **Public Comment 2** – Bob McAuliffe commented regarding concerns related to the MS4 stormwater management program. He also thanked the Board for their past efforts.

Announcement of Next Meeting Date – The Chairman announced the next monthly meeting will be held on July 17, 2014 at 2:00 p.m.

Adjournment – *There being no further public business before the Board at this time, Art Henson motioned and Horace Harrod seconded to adjourn the regular session at 5:14 p.m. and return for Executive Session after a 10-minute break. The motion carried unanimously.*

EXECUTIVE SESSION

This session is called pursuant to KRS 61.815 et seq. The closed session concerns exceptions outlined in KRS 61.810(1)(c) allowing for discussion of proposed or pending litigation by a public agency to be conducted in private session.

After Executive Session, the Chairman called the regular meeting to back to order at 6:50 p.m. and announced that no decisions were made in Executive Session that needed to be communicated in public session.

A motion was made by Art Henson and seconded by James Griffin to adjourn the meeting at 6:55 p.m. The motion carried unanimously.

Minutes respectfully submitted by Andrea Matz, Veolia Water N.A.