

KREBS UTILITIES AUTHORITY
BOARD MEETING MINUTES
MARCH 20, 2018

1. MEETING CALLED TO ORDER. Chairman Bobby Watkins called the meeting to order.
2. ROLL CALL. W. Kay Scott, City Clerk/Treasurer called the roll. Bobby Watkins – Present, Tommy Walker – Present, Connie Poole – Present, Jason Wagnon – Present, Daulfin Bennett – Present.
3. CONSIDER AND ACT TO APPROVE THE MINUTES OF THE FEBRUARY 20, 2018 KUA BOARD MEETING. Chairman Watkins asked for a motion. Daulfin Bennett made the motion. Jason Wagnon seconded the motion. Chairman Watkins called for a vote. Tommy Walker – yes, Connie Poole – yes, Jason Wagnon – yes, Daulfin Bennett – yes. Motion passes.
4. CONSIDER AND ACT TO APPROVE THE CLAIMS. Chairman Watkins asked for a motion. Connie Poole made the motion. Jason Wagnon seconded the motion. Chairman Watkins called for a vote. Daulfin Bennett – yes, Jason Wagnon – yes, Connie Poole – yes, Tommy Walker – yes.
5. Motion passes.
6. FINANCIAL REVIEW WITH MIKE KERN. Page 3 – Income Statement. Revenues for the month of February 2018 were \$85,111.94. The eight months ending with \$771,331.40 which is on budget for the revenues. Expenses for the month of February 2018 were \$85,586.86 which left a loss of \$474.92. For the year to date we had a positive of \$124,254.48. Turn to Page 7 the Cash Flow Statement – middle of the page is the Net Increase in Cash of \$68,435.10. This includes the grant monies of \$44,000 and the transfer from the General Fund of \$25,000. We have basically saved that money. The operations have basically broken even. We put that over there so if we needed any more money for the pumps and intake that Ed has been working on. And Ed through his work, we bought pumps and now we have gotten reimbursed \$44,000 on grant money. So the KUA cash wise, we have over \$300,000 to work with. We are in relatively good position right now. Mr. Walker asked is that before or after we pay back money owed to the city. Mr. Kern stated you still owe money to the city. Mr. Walker asked if we were going to pay part of that money back. Mr. Kern stated we will need to talk about that when we start doing the budget. We will have to see where we end up at the end of the year. We are going to try to budget paying back some money. That's why we need to talk about raising the water rates a small amount. Cost of expenses increase every year. We've made a lot of headway with KUA.
7. BUSINESS PREVIOUSLY CONSIDERED. None

8. BUSINESS NOT PREVIOUSLY CONSIDERED

A. CONSIDER AND ACT TO REBUILD OR PURCHASE A NEW PUMP FOR THE NORTH LIFT STATION LOCATED AT RED OAK TRAILER PARK. Jonathan Clifton stated at the Red Oak Trailer Park we have 2 pumps that have to work in pairs. One of the pumps went out and we contacted Haynes Equipment, they were the original installers in 1992. According to them, they couldn't rebuild the pump that went out. These pumps have been discontinued. They contacted the manufacturer and got a match for us. It should be a drop in match. What they are asking for it is \$10,000. Mr. Walker asked for a rebuilt one. Mr. Clifton stated for a new one. They don't have the parts for the old one because it has been discontinued for a while. You have to have both pumps in a heavy rain. Mr. Klink stated we are going to look for an inflow problem because we had a whole armadillo in there. Chairman Watkins asked for a motion to purchase a new one. Connie Poole made the motion. Daulfin Bennett seconded the motion. Chairman Watkins called for a vote. Tommy Walker – yes, Connie Poole – yes, Jason Wagnon – yes, Daulfin Bennett – yes. Motion passes.

9. COMMENTS FROM THE CHAIRMAN AND THE BOARD.

Tommy Walker asked Ed Klink about the Special Meeting scheduled for March 27th. Mr. Klink stated that the insurance carrier has given us the opportunity to assess our buildings and equipment. It would be a good idea for the council to tour the water and sewer plants, then come back and go through the costs of the buildings, equipment, and breakdown of the itemized list. We may be able to save some money. This may take a couple of meetings to make a credible decision. Change the meeting to 6 p.m. instead of 7 p.m.

Chairman Watkins asked about the water tower has a rust line from top to bottom.

Mr. Klink will have a visual inspection inside and out then give us an estimate.

10. ADJOURN. Chairman Watkins asked for a motion to adjourn. Daulfin Bennett made the motion.

Chairman Watkins called for a vote. Tommy Walker – yes, Connie Poole – yes, Jason Wagnon – yes, Daulfin Bennett – yes. Meeting adjourned.