

KREBS UTILITIES AUTHORITY  
BOARD MEETING MINUTES  
MAY 15, 2018

1. Chairman Bobby Watkins called the meeting to order.
2. W. Kay Scott, Clerk/Treasurer, called the roll. Bobby Watkins – Present, Tommy Walker – Absent, Connie Poole – Present, Jason Wagnon – Present, Daulfin Bennett – Present.
3. CONSIDER AND ACT TO APPROVE THE MINUTES OF THE APRIL 17, 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. Connie Poole – yes, Jason Wagnon – yes, Daulfin Bennett – yes. Motion passes.
4. CONSIDER AND ACT TO APPROVE THE MINUTES OF THE APRIL 26, 2018 SPECIAL KUA BOARD MEETING. Chairman Watkins asked for a motion. Jason Wagnon made the motion. Daulfin Bennett seconded the motion. Chairman Watkins called for a vote. Connie Poole – yes, Jason Wagnon – yes, Daulfin Bennett – yes. Motion passes.
5. CONSIDER AND ACT TO APPROVE THE CLAIMS. Chairman Watkins asked for a motion. Jason Wagnon made the motion. Connie Poole seconded the motion. Chairman Watkins called for a vote. Daulfin Bennett – yes, Jason Wagnon – yes, Connie Poole – yes. Motion passes.
6. FINANCIAL REVIEW WITH MIKE KERN. Income Statement on Page 3 – Revenues for 10 months ending April 30, 2018 were \$950,402.37. Expenses were \$811,325.41 with positive income of \$139,076.96. A large part of that is the grant for \$44,000 and the transfer of \$25,000. Look at the preliminary budget for revenue is \$1,076,000 and expenses \$1,047,000. Capital Outlay of \$25,000 for repairs during the year. The monies that we are transferring from the General Fund will set up a meter account to put \$25,000 in it. We have been setting money aside in the Water Tower account and we have \$21,000 in it and we have \$45,000 in the surcharge account. Between those two, we have money set aside for big repairs and replacements. We have looked at what it will take to paint the water tower. During the budget meetings, we will talk about increasing the water and sewer rates but keep it low. The KUA still owes the General Fund \$213,000.
7. BUSINESS PREVIOUSLY CONSIDERED
  - A. CONSIDER AND ACT TO APPROVE AN AMENDMENT TO CITY CODE CHAPTER 18 PUBLIC UTILITIES. THE AMENDMENT IS TO ADD TO ARTICLE 1, ADD ARTICLE 2 CUSTOMER OWNED UTILITIES AND ARTICLE 3 THEFT OF CITY OF KREBS/KREBS UTILITY AUTHORITY OPERATIONAL FUNDING. Ed Klink addressed the board. We have been having problems throughout the city. Several people who have started out being customers of the KUA. They have requested water and we turned on the water. We are also responsible for collecting waste water. Unfortunately there are people taking advantage of this. They are not paying for any services but are using the sewer system or trash. They have gotten their water disconnected because of non-payment. As any citizen of Krebs, if you use the services provided then you should pay any amount that is due. We have changed this up just a little bit.  
If you recall last month we had a young couple wanting a re-zoning. We have been approached by the Choctaw Indians and they would like to build 10 houses in that area.

Upon the passage of this, we would now have a requirement that anybody that builds a house, if they are within 560' of a water line or sewer line that they would have to hook up to the Krebs Utility Authority both to potable water and for wastewater and for trash. There would be no choice.

Mr. Klink stated we got the water tower and the clear well inspected. The price is \$500 less because they didn't do what they said they would. They didn't have the correct tools.

The fireworks vendors, I hope you come up with the date and time to start and stop.

We received another grant for about \$1,000 to purchase some safety equipment/protective clothing. We are going to get the creek cleaned out that flows by Bocci Street.

We also closed out our FEMA operation that we were approved to use this last July. That should bring another \$4,000 from the State of Oklahoma.

Chairman Watkins asked for a motion. Jason Wagnon made the motion to approve amendment. Daulfin Bennett seconded the motion. Chairman Watkins called for a vote.

Connie Poole – yes, Jason Wagnon – yes, Daulfin Bennett – yes. Motion passes.

#### 8. BUSINESS NOT PREVIOUSLY CONSIDERED

- A. CONSIDER AND ACT TO APPROVE THE INTEREST FOR THE KUA RESERVE CD TO BE DEPOSITED INTO THE CD INSTEAD OF THE KUA GROSS REVENUE FUND CHECKING ACCOUNT. Mike Kern stated on Page 1 for Public Works Authority. In the Restricted Assets – Customer Deposits, there is \$83,055.65. That is money that we have to keep on hand for the people that have paid deposits. On Page 2, the customer deposits that we have calculated is \$73,814.28. We have \$10,000 more than the required liability. The Restricted RD Res – CD #68691 has \$67,872 in a CD. That CD is supposed to be equal to one year of our Rural Development loans. They (RD) have told us that we need to have that \$82,872 so we are \$15,000 short. The first step we need to take is that the interest that the CD is generating, we want to put it back into the CD. At the Audit & Finance meeting we will talk about transferring that \$10,000 into the CD.

Chairman Watkins asked for a motion. Connie Poole made the motion. Daulfin Bennett seconded the motion. Chairman Watkins called for a vote. Connie Poole – yes, Jason Wagnon – yes, Daulfin Bennett – yes. Motion passes.

#### 9. COMMENTS FROM THE CHAIRMAN AND THE BOARD. None

10. ADJOURN. Chairman Watkins asked for a motion. Jason Wagnon made the motion. Daulfin Bennett seconded the motion. Chairman Watkins called for a vote. Connie Poole – yes, Jason Wagnon – yes, Daulfin Bennett – yes. Motion passes.