

KREBS UTILITIES AUTHORITY  
BOARD MEETING MINUTES  
SEPTEMBER 19, 2017

1. Chairman Bobby Watkins called the meeting to order.
2. 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 AUGUST 15, 2017 KUA BOARD MEETING. 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. Motion passes.
4. CONSIDER AND ACT TO APPROVE THE CLAIMS. Chairman Watkins asked for a motion. Mr. Walker asked about the rebuilding of the shaft for aeration pump. Mr. Klink stated that it was rebuilt several years ago. Ms. Poole asked about Pumps of Oklahoma invoice and credit. Connie Poole made the motion. Daulfin Bennett seconded the motion. Chairman Watkins called for a vote. Daulfin Bennett – yes, Jason Wagnon – yes, Connie Poole – yes, Tommy Walker – yes. Motion passes.
5. FINANCIAL REVIEW WITH MIKE KERN. Page 3 Income Statement – Modified Cash Basis. Revenues for August were \$86,173.19 and for the two months ending were \$178,688.21. Expenses for August were \$85,927.51 with a profit of \$245.68. Year to date expenses were \$176,944.967 which leaves a profit of \$2,643.24. Page 7 – Cash Flows we have a positive cash inflow of \$405.72 for the two months ending August 31, 2017. We are holding our own.
6. BUSINESS PREVIOUSLY CONSIDERED. None.
7. BUSINESS NOT PREVIOUSLY CONSIDERED
  - A. CONSIDER AND ACT TO ACCEPTING THE BID FROM JODEE CONSTRUCTION, LLC IN THE AMOUNT OF \$11,900 FOR REPAIRING MANHOLES AS MANDATED BY ODEQ. Ed Klink stated that DEQ required us to repair 14 manholes. The bid from Jodee Construction was considered to be the best bid for \$11,900.00. Most repairs are on the NW section of the city. He can start this next Monday. We need to get this done before we have any more problems with DEQ. Tommy Walker questioned the bid we had for \$390,000. Mr. Klink replied it was written up that way. Chairman Watkins asked for a motion. Tommy Walker made the motion. Connie Poole seconded the motion. Chairman Watkins called for a vote. Daulfin Bennett – yes, Jason Wagnon – yes, Connie Poole – yes, Tommy Walker – yes. Motion passes.
  - B. CONSIDER AND ACT TO APPROVE THE DIVER TO PROCEED WITH NECESSARY REPAIRS TO THE INTAKE LINE DUE TO THE VERBAL APPROVAL OF MONIES TO BE RECEIVED FROM FEMA IN THE AMOUNT OF \$9,725.50. Mr. Klink stated that this week have visited with FEMA two times this week. They wanted clarification some of the language that was used in presenting the failure of the water pump at Lake Eufaula as being connected to event that has been identified by FEMA as April 28 – May 2, 2017 and that the problem was caused by the storm that dumped copious amounts of rain here. They came back yesterday and wanted us to amend the original paperwork. They are going to allow us at the present time \$60,000 to repair the water line that is going into Lake Eufaula. After we initiate the repairs and find other problems, then we can make an addendum to the original contract. We aren't sure about the amount of pipe is clogged or destroyed. The diver will be here on Friday and Tuesday to cut 25' off of the pipe. The monies to pay the

diver are \$9,725.50. FEMA will pay 75% of repairs, State of Oklahoma will pay 12.5%, and we are required to pay 12.5%. This has the potential to cost a lot of money. Prior to FEMA asking us to cut into the pipe, we were at \$381,000. Chairman Watkins asked for a motion to approve. Connie Poole made the motion. Daulfin Bennett seconded the motion. Chairman Watkins called for a vote. Daulfin Bennett – yes, Jason Wagnon – yes, Connie Poole – yes, Tommy Walker – yes. Motion passes.

- C. CONSIDER AND ACT TO REPAIR THE EMERGENCY GENERATOR AT THE WATER PLANT. THE PARTS ARE \$2,500.00 AND WILL BE REPAIRED IN HOUSE. Mr. Klink stated that the generator is an Allis Chalmers 1960's model. The crank case has as much coolant in it as oil. Two things that we can do – 1) rebuild it or 2) purchase a new generator. We can rebuild it but there may be other problems because of the age. I called Mr. Keslar, an electrical engineer, to see if we can get a generator to run this plant or one for the future plants. Mike Kern stated we have monies in the budget for repair is \$200,000 plus the \$25,000 to be transferred from the General Fund. Mr. Klink stated that if we get a new generator then half of the money is gone. Mr. Walker asked if it is a backup generator. Mr. Klink stated it is an emergency generator. Jonathan Clifton, Water Plant supervisor, addressed the board to alert them to the fact that this is the only generator and if there is no electricity then there is no pressure. It is a matter of public health and safety. Mr. Klink stated they are contacting Thomas Keeter for the cost of a new generator. Chairman Watkins asked for a motion to continue the research on the generator. Daulfin Bennett made the motion. Connie Poole seconded the motion. Chairman Watkins called for a vote. Daulfin Bennett – yes, Jason Wagnon – yes, Connie Poole – yes, Tommy Walker – yes. Motion passes.

8. COMMENTS FROM THE BOARD AND CHAIRMAN. None
9. Chairman Watkins asked for a motion to Adjourn. Connie Poole made the motion. Daulfin Bennett seconded the motion. Chairman Watkins called for a vote. Daulfin Bennett – yes, Jason Wagnon – yes, Connie Poole – yes, Tommy Walker – yes. Motion passes.