

MINUTES OF THE
KREBS UTILITIES AUTHORITY
COUNCIL MEETING
KREBS CITY HALL
SEPTEMBER 20, 2016
AFTER REGULAR CITY COUNCIL MEETING

1. Vice-Chairman Tommy Walker called the meeting to order.
2. Clerk/Treasurer W Kay Scott called the Roll. Chairman Bobby Watkins – Absent, Tommy Walker – Present, Connie Poole – Present, Jason Wagnon – Present, Daulfin Bennett – Present.
3. CONSIDER AND ACT TO APPROVE THE MINUTES OF THE AUGUST 16, 2016 KUA MEETING. Vice-Chairman Tommy Walker asked for a motion. Connie Poole made the motion. Jason Wagnon seconded the motion. Vice-Chairman Walker 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. Vice-Chairman Tommy Walker asked for a motion. Daulfin Bennett made the motion. Connie Poole seconded the motion. Vice-Chairman Walker called for a vote. Daulfin Bennett – yes, Jason Wagnon – yes, Connie Poole – yes, Tommy Walker - yes. Motion passes.
5. REVIEW KREBS UTILITIES AUTHORITY FINANCIAL STATEMENT WITH MIKE KERN. Page 3 - Income Statement – Revenues were \$86,359.48 and Expenses were \$74,424.55 for a profit of \$11,934.93. Page 7 Cash Flow Statement the year to date Operating Income is \$14,000. Then we have to add to that Depreciation and Interest and the changes in accounts receivable and the decreases in the due to's so the actual operating income is \$27,000. That's important because of the notes payable that we have. We have spent \$9,243.08 on fixed assets so that's taken cash away. We've paid interest on our notes and our principal debt payments are \$7,893.16 so the total paid is \$13,000. In your note agreement you are required to have operating in excess of 125% of your notes payable. We are close to 200%. Our net increase in cash is \$6,000 for the first two months which is compared to where we've been before, we are making progress. Mr. Walker stated that we have talked about a rate increase. Mr. Kern stated we need to talk about it at Audit & Finance meeting then put a recommendation to the council. Mrs. Scott stated it was included in budget packet. Mr. Kern stated that for the base user is a \$0.25 increase in water and no increase in sewer. For the average user, overall is a 3.5% increase. We will discuss this. We'll have a meeting the 1st week in October. It's geared to high users and to get them to conserve water.
6. PUBLIC COMMENTS, QUESTIONS AND ANSWERS CONCERNING THE KREBS UTILITIES AUTHORITY BUSINESS. None
7. BUSINESS PREVIOUSLY CONSIDERED. None
8. BUSINESS NOT PREVIOUSLY CONSIDERED.
 - A. CONSIDER AND ACT TO APPROVE THE MATERIALS TO INSTALL THE BACKWASH PUMP AND RE-DO THE WIRING ASSOCIATED WITH THE PUMP AT THE WATER PLANT FOR AN APPROXIMATE AMOUNT OF \$8,000. Ed Klink stated the variable speed AC drive pump won't last 2 more years. It is a necessary replacement since the pump that is there has been there since 1961. It is

rather expensive. It is a new plastic line that we are replacing also. It will work in the new plant also.

Also, the equipment and manpower that is being used to repair the streets, the money is coming from FEMA and the County is supplying the equipment and manpower to mill up the streets and get a good base. They have put down heavy rocks on Marino and the streets are sloped so the water can run off. We are resurfacing 5/8 of a mile and it looks like it will cost about \$25,000 to do all this. We gave FEMA a booklet with all the damages along with pictures when they came to talk to us about getting help. We have kept good records and I think they will be impressed with what we have done with what they gave us. Vice-Chairman Tommy Walker asked for a motion. Jason Wagnon made the motion. Daulfin Bennett seconded the motion. Vice-Chairman Walker called for a vote. Daulfin Bennett – yes, Jason Wagnon – yes, Connie Poole – yes, Tommy Walker - yes. Motion passes.

9. COMMENTS FROM THE BOARD AND CHAIRMAN. Daulfin Bennett asked Mr. Klink about the water line break and talked to Bret Ardesse next to Keith Spurlock's place. When are we going to start on the project to install tin horns? Mr. Klink stated that the 1st residence doesn't want a tin horn. Mr. Klink explained what the plans are to install the tin horns.
10. ADJOURN MEETING. Vice-Chairman Tommy Walker asked for a motion. Daulfin Bennett made the motion. Connie Poole seconded the motion. Vice-Chairman Walker called for a vote. Daulfin Bennett – yes, Jason Wagnon – yes, Connie Poole – yes, Tommy Walker - yes. Motion passes.