

KREBS UTILITIES AUTHORITY
BOARD MEETING MINUTES
DECEMBER 20, 2022
TO BEGIN AFTER CITY COUNCIL MEETING

1. MEETING CALLED TO ORDER by Chairman David C. Nelms
2. ROLL CALL by Sharon L. Long, City Clerk. Chairman Nelms – present, Tommy Walker – present, Connie Poole – absent, Jason Wagnon – present, David Bailey – present.
3. DISCUSS AND ACT TO APPROVE THE MINUTES OF THE NOVEMBER 15, 2022, KUA BOARD MEETING. Tommy Walker made a motion to approve the minutes from November 15th 2022. David Bailey seconded the motion. Tommy Walker – yes, Jason Wagnon – yes, David Bailey – yes. Motion passes.
4. DISCUSS AND ACT TO APPROVE THE CLAIMS. David Bailey made a motion to approve the claims. Jason Wagnon seconded the motion. Chairman Nelms called for a vote. David Bailey – yes, Jason Wagnon – yes, Tommy Walker – yes. Motion passes.
5. FINANCIAL REVIEW WITH MIKE KERN. Mr. Kerns stated to turn to page 3 of the KUA Income Statement. We are in the fifth month of the fiscal year and, our total revenue was \$534,755.22. We are on schedule and close to the budget on the revenue side. On the Expense side was \$614,132.04. We have transferred over in the amount of \$171,462.55 for the water tower. That makes the cash for the water tower \$385,008.20 and based on this we have enough money in the water tower account. Chairman Nelms asked if anyone had any questions or comments. None.
6. BUSINESS PREVIOUSLY DISCUSSED. None.
7. BUSINESS NOT PREVIOUSLY DISCUSSED.
 - A. DISCUSS AND ACT TO APPROVE PAYMENT REQUEST FROM INFRASTRUCTURE SOLUTIONS FOR WATER TOWER REHABILITATION AND PAINTING. Robert Vaughan, P.E. Branch Manager addressed the council. Mr. Vaughan stated they received the contractor's pay application in. They are having trouble with this and, has nothing to do with Krebs. Mr. Vaughan stated they did the testing on the project last Thursday and the thickness was not up to spec. Mr. Vaughan stated they need to put at least another coat of paint to get it up to specified thickness. Mr. Vaughan also stated that about 75% of the interior is completed. They still need to get the final coat and testing done. He stated that they will do the MIL testing and Holiday test. Mr. Vaughan stated that the contract time was up on December 1st 2022, with \$500.00 per day in liquidated damages. They are recommending payment in the amount of \$ 59,436.98 at this time. He went on to say that on paper, they are about 54% complete with this project. David Bailey made a motion for payment

request. Jason Wagnon seconded the motion. Chairman Nelms called for a vote. David Bailey – yes, Jason Wagnon – yes, Tommy Walker – yes. Motion passes.

- B. DISCUSS AND ACT TO APPROVE RESOLUTION 22-04 A RESOLUTION ESTABLISHING WATER AND SEWER RATES FOR 2023. Chairman Nelms asked if there is any discussion. David Bailey made a motion to approve Resolution 22-04. Jason Wagnon seconded the motion. Chairman Nelms called for a vote. Tommy Walker – yes, Jason Wagnon – yes, David Bailey – yes. Motion passes.
- C. DISCUSS AND ACT TO APPROVE THE INSTALLATION OF THE 2ND GEARBOX AND THE REPAIRS AND MODIFICATION OF MOTOR STAND AND BUSHINGS. ESTIMATED COST IS \$8,000.00 PLUS SHIPPING FEES. APPROXIMATE COST IS \$800.00 FOR A TOTAL OF \$8,800.00. Jonathon Clifton addressed the council. Mr. Clifton stated this was for the sewer plant and was ordered this past June. He stated this is for installing and replacing the bushings, and needs to get fixed. Jason Wagnon made a motion to approve the installation of the 2nd gearbox and repairs. David Bailey seconded the motion. Chairman Nelms called for a vote. Tommy Walker – yes, Jason Wagnon – yes, David Bailey –yes. Motion passes.
- D. DISCUSS AND ACT TO REMOVE BOBBY WATKINS FROM THE CHECKING ACCOUNTS LISTED AND ADD DAVID C. NELMS AND DAVID BAILEY. CHECKING ACCOUNTS: KREBS UTILITIES AUTHORITY GROSS REVENUE FUND AND KREBS UTILITIES AUTHORITY WATER METER DEPOSIT ACCOUNT. Jason Wagnon made a motion to remove Bobby Watkins from the checking accounts and add David C. Nelms and David Bailey. David Bailey seconded the motion. Chairman Nelms called for a vote. Tommy Walker – yes, Jason Wagnon –yes, David Bailey – yes. Motion passes.
- E. DISCUSS AND ACT TO SELECT AN ENGINEER FOR WATER LINE REPLACEMENT USING A GRANT APPLICATION FROM OWRB. TWO ENGINEERING FIRMS HAVE APPLIED. FOX ENGINEERING AND INFRASTRUCTURE SOLUTIONS. Tommy Walker made a motion to table selecting an engineer for water line replacement. David Bailey seconded the motion. Chairman Nelms called for a vote. Tommy Walker – yes, Jason Wagnon – yes, David Bailey – yes. Motion passes.
8. COMMENTS FROM THE CHAIRMAN AND THE BOARD. Chairman Nelms asked Jonathon Clifton where we were at on replacing the valves? Mr. Clifton stated they have ordered them and they should arrive in about 3 weeks.
9. ADJOURN. Chairman Nelms asked for a motion to adjourn. Tommy Walker made a motion to adjourn. David Bailey seconded the motion. Tommy Walker – yes, Jason Wagnon – yes, David Bailey – yes. Motion passes to adjourn.