

KREBS UTILITIES AUTHORITY
BOARD MEETING MINUTES
April 16, 2019

1. Chairman Bobby Watkins called the meeting to order.
2. Julia Casey, City Clerk, called 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 MARCH 19, 2019 KUA BOARD MEETING. Chairman Watkins asks for a motion to approve. Daulfin Bennett makes the motion. Tommy Walker seconds the motion. Chairman Watkins takes vote. Tommy Walker – yes, Connie Poole- yes, Jason Wagnon – yes, Daulfin Bennett – yes. Motion to approve minutes passes.
4. CONSIDER AND ACT TO APPROVE THE CLAIMS. Connie Poole makes the motion. Jason Wagnon seconds the motion. Chairman Watkins takes vote. Daulfin Bennett – yes, Jason Wagnon – yes, Connie Poole – yes, Tommy Walker – yes. Motion to approve claims passes.
5. FINANCIAL REVIEW WITH MIKE KERN. Mike Kern addresses board. Page 1 – Balance sheet cash balances to show where we are at. Cash surcharge account we have \$107,874.75. Public Works Operating account \$246,790.03. Water tower account \$32,266.66 account specifically to refurbish water tower. Page 3- Year to date ending March 31st revenues \$863,902.30. Total expenses \$746,326.37. Operating profit of \$117,575.93. Per our budget did transfer \$50,000 into this account. Want to make sure we have money over there for the large purchases such as generators. Overall, we are in the positive. Page 7 – Cash flow. Middle of page 9 month have positive increase of cash of \$162,894.27. Things for time being are moving right along. Questions or Comments. None.
6. BUSINESS PREVIOUSLY CONSIDERED.
None
7. BUSINESS NOT PREVIOUSLY CONSIDERED.
 - A. CONSIDER AND ACT TO PURCHASE A PUMP FROM HAYNES EQUIPMENT CO. AT A COST OF \$5,599.90 FOR THE SOUTH SEWER LIFT STATION. Jonathan Clifton addresses board. We are down to 1 pump and have no back-up. It is an 8-week ship out time on new one. If we lose the other one, we will be with out a pump for 8 weeks. Chairperson Watkins states we are in dire straits. Jonathan agrees. Mike Kerns states that would come out of the surcharge account, which we have \$107,000. Tommy Walker asks if that is out of Fort Smith. Jonathan thinks Florida. Tommy asks if good price Jonathan says as good price as we'll get. Tommy makes a motion.
 - B. CONSIDER AND ACT TO PAY INFRASTRUCTURE SOLUTIONS \$6,040.00 FOR THE SOUTHEAST 4TH STREET SEWER LIFT STATION. THIS IS FOR THE ENGINEERING DESIGN, PLANS, AND SPECS PLUS THE DEQ APPROVED PLANS. Chairman Watkins asks if Jonathan knows about this. Jonathan says not really. Chairman Watkins asks if this is just for the Engineering design. Jonathan states yes. Mike Kern states will come out of the surcharge account. Chairman Watkins asks for a motion. Tommy Walker makes motion. Jason Wagnon seconds motion. Chairman Watkins asks for a vote. Daulfin

Bennett – yes, Jason Wagnon – yes, Connie Poole – yes, Tommy Walker – yes. Motion to pay Infrastructure Solutions for engineering design passes.

C. CONSIDER AND ACT TO APPROVE A TRANSFER OF \$25,000 TO THE WATER TOWER ACCT. Mike Kern addresses the Board. In the operating account we do have \$246,790.00. Want to build up water tower account. So that when we need to do some repairs to it, the money will be in there. Account has \$32,000 in it right now. We will transfer \$25,000 in to that account so we will have \$57,000. Tommy asks if we'd gotten a quote on repairing water tower. Mike said he didn't know yet but would be pretty expensive. Jonathan thinks was around \$180,000. Chairman Watkins asks for a motion. Daulfin Bennett makes a motion. Tommy Walker seconds the motion. Chairman Watkins takes a vote. Daulfin Bennett – yes, Jason Wagnon – yes, Connie Poole – yes, Tommy Walker – yes. Motion to transfer \$25,000 to water account passes.

D. CONSIDER AND ACT TO APPROVE A TRANSFER OF \$25,000 TO THE SPECIAL REPAIRS FUND. Mike Kern addresses board. This is to reimburse things that were just approved being purchased out of the surcharge account. We have transferred \$50,000 over. Was a transfer not a loan. Will need more generators will do one at a time not all at once. Chairman Watkins asks for a motion. Jason Wagnon makes a motion. Connie Poole seconds the motion. Chairman Watkins takes a vote. Daulfin Bennett – yes, Jason Wagnon – yes, Connie Poole – yes, Tommy Walker – yes. Motion to transfer \$25,000 to special repairs fund passes.

E. CONSIDER AND ACT TO APPROVE A TRANSFER OF \$1,000 PER MONTH TO THE CITY GENERAL FUND TO RESUME PAYING BACK THE MONEY KUA BORROWED FROM THE CITY. Mike Kern address board. This has been on the book for several years. Been trying to pay that back. Difference between this and the \$50,000 that was budgeted was that was a transfer and not a loan. The \$1,000 will start paying back the loan. Connie Poole asks how many months. Mike says KUA owes city \$213,000, so will take a while. Chairman Watkins asks for a motion. Tommy Walker makes a motion. Connie Poole seconds motion. Chairman Watkins takes a vote. Daulfin Bennett – yes, Jason Wagnon – yes, Connie Poole – yes, Tommy Walker – yes. Motion to transfer \$1,000 to City passes.

8. COMMENTS FROM THE CHAIRMAN AND THE BOARD. Chairman Watkins states the school is in Jason's ward and we need to get a hold of Mr. Turner to see if we could get a key turned over to the city so that in an Emergency Situation the school can be opened for a shelter. City will designate one person to come and unlock the school/ shelter. Connie Poole says she will call him and ask. Chairman Watkins asks if anyone else has anything. Kay Scott addresses board. Proceeds from silent auction was \$7150.00.
9. ADJOURN. Chairman Watkins asks for a motion to adjourn. Connie Poole makes the motion. Daulfin Bennett seconds the motion. Chairman Watkins takes vote. Daulfin Bennett – yes, Jason Wagnon – yes, Connie Poole – yes, Tommy Walker – yes. Motion to adjourn passes.

10. Meeting Adjourned.