

MINUTES OF THE
KREBS UTILITIES AUTHORITY
COUNCIL MEETING
KREBS CITY HALL
JULY 19, 2016
AFTER REGULAR CITY COUNCIL MEETING

1. Chairman Bobby Watkins called the meeting to order.
2. Clerk/Treasurer W Kay Scott called the Roll. Chairman 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 JUNE 21, 2016 KUA MEETING. Chairman Bobby Watkins asked for a motion. Tommy Walker 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. Daulfin Bennett 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.
5. REVIEW KREBS UTILITIES AUTHORITY FINANCIAL STATEMENT WITH MIKE KERN. Page 3 - Income Statement – End of year June 30 - Revenues \$1,040,028.51. We had budgeted \$1,014,500 so we have revenues that were \$25,000 more. Expenses were \$955,273.36 and we have budgeted \$992,500 so we spent \$37,226.64 less so overall the profit is \$84,755.15. The other thing we need to look at is on page 7 - the Statement of Cash Flows. Our Operating income was \$155,935.49. Our operating income needs to be in excess of 125% of the interest and principal debt payments which were \$82,800. Our operating income is in excess of the 125%. This puts emphasis on increasing the water and sewer rates. The Net Increase/Decrease in cash has a positive cash flow of \$61,527.16. At the end of the fiscal year, we have \$219,024.79. If we look at page 2, we still have to pay the City of Krebs \$214,299.31. We have to pay back our notes. We have to consider water and sewer rate increases to pay back these monies. Tommy Walker asked if we could put some of the money from the Customer Deposits money into a CD. Mr. Kern stated that amount of money is only one months' worth of expenses if needed. We can look at it at the Audit & Finance meeting.
6. PUBLIC COMMENTS, QUESTIONS AND ANSWERS CONCERNING THE KREBS UTILITIES AUTHORITY BUSINESS. None.
7. BUSINESS PREVIOUSLY CONSIDERED. None
8. BUSINESS NOT PREVIOUSLY CONSIDERED. None
9. COMMENTS FROM THE BOARD AND CHAIRMAN.
10. ADJOURN MEETING. Chairman Watkins asked for a motion to adjourn the meeting. Tommy Walker 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.