

City Corporation
Board of Directors' Meeting
Main Office Conference Room
Tuesday, February 15, 2011, 4:00 p.m.

PRESENT:

Directors:	Dave Palfreeman	Tommy Richardson
	Don Guess	Art Jones
	Frank Russenberger	
City Corp:	Craig Noble	Larry Collins
	Rena Taylor	Randy Bradley
	Kenny Lutz	Jim Lynch
	Brenda Austin	Hope Penman
Others:	Ron Pierce	Bob Hardin
	Clint Bell	Ron Knost
	Burke Larkin	Mayor Bill Eaton
	Adam Sweeney	

Chairman Dave Palfreeman called the meeting to order at 4:00 p.m.

Approval of the January 18, 2011 Minutes: Don Guess made a motion to approve the minutes. Tommy Richardson seconded. Minutes were approved as presented.

Review and Consideration of the January 2011 Financials: On the water side, revenues were 2.0% (\$8,947.28) less than budgeted amounts for the month. The yearly variance is running 7.7% over budget. Total Operations & Maintenance (O&M) expense for the month was 14.1% over budget (\$50,925.83). The O & M Budget amount was \$361,926.33 with the actual O & M monthly total being \$412,852.16. The yearly variance is 3.8%. On the sewer side, revenues were 1.5% (\$4,688.05) above projected amounts. The budgeted revenue was projected to be \$303,400.00 with the actual total revenue being \$308,088.05. The yearly variance is 5.6% (\$107,386.43) over budget. Total O & M expense was \$35,071.53 over budget. The yearly variance is 17.6%. The net income for the month was 80.0% over budget. Art Jones made a motion to approve the January 2011 financials. Don Guess seconded. The financials were approved as presented.

Capital Projects Status Report: City Corporation staff has met and reviewed a portion of the Standard Water and Sewer Specifications. Garver is awaiting grinder pump review comments before submitting Draft Number Four (4). Plans for the South Detroit Utilities Project are scheduled for submission to City Corporation for review and comments. Plans are being modified for the PCW Lime Scales project. Work is complete on the Huckleberry Creek Dam Repair. City Corporation is waiting for the final paperwork to close out the project. Garver Engineers are currently preparing a presentation showing alternative I-40 crossings of a new water line for City Corporation's consideration.

Operating Reports: On the wastewater side, City Corporation processed 1,284,578 gallons of sludge across the belt press during the month of January 2011. The maintenance staff has been busy with the regular monthly maintenance tickets at the plant and completed pump repairs. On the water side, plant operations are going well. All online meters were calibrated in the month of January 2011. The elevation of the reservoir is at 449.5 (10.8 down). The lake level was 0.6 feet down in January 2010.

Consent Administrative Order Update: Clint Bell took a moment to discuss the progress made on various items regarding the CAO. He thanked the Board for attending the recent workshop held at LakePoint Conference Center. During the workshop, the group came to the decision that alternative #4 was the best choice for cost effectiveness. The weather has slowed Phase II. The land application permit is in the same place.

Digester Repair Update: Randy Bradley presented a PowerPoint presentation update on the Digester Repair.

Pre-treatment Ordinance: The Board of Director's were given a copy of the proposed new pretreatment ordinance last month for review. All corrections were made. This ordinance is proposed due to changes required by the EPA. The ordinance has been added to the City Council Agenda. Mayor Eaton asked what changes were made in the new ordinance versus the former ordinance (#1388). It was explained that there was a change in form but not substance to the original. This is in response to the Pretreatment Streamlining bill passed in 2006 by the EPA. Don Guess made a motion to accept the new ordinance. Tommy Richardson seconded.

Don Guess made a motion to adjourn. Art Jones seconded. Motion carried. Meeting was adjourned.

Don Guess, Secretary