

MINUTES

PUBLIC UTILITY BOARD MEETING

June 9, 2008

PRESENT: Charles Rollins
Dean Lay
Marilyn Nixon
Lex Orr

This meeting of the Monteagle Public Utility Board was called to order at 5:00 PM by Mayor Charles Rollins.

The following items were discussed:

1. **RATE CLASSIFICATIONS and UTILITY IMPROVEMENT ASSESSMENTS –**
Ald. Lay said he feels we need to have a public hearing before we establish these items. We will have the first reading of the Utility Improvement Assessments ordinance at the meeting on the 16th. The second reading will be June 24th and we can have the third reading on June 30th.
2. **HAILEY ENGINEERING CONTRACT –** The city attorney is reviewing this contract. Several items from the contract were discussed. This item was tabled until such time as the city attorney finishes his review and we have had a workshop with Hailey. The council asked Mr. Boynton to be sure that the city attorney is made aware of the items of concern to the city such as the Resident Project Representative and a cap on engineering fees.
3. **NATURAL GAS SYSTEM – RFP REPORT –** Mr. Boynton reported that he has sent out the RFP. He stated that the parties interested in our system are: Sequachee Valley Propane, Big Creek Utility District, Marion County Natural Gas, ERPUD, and Mid-Tenn Natural Gas. Everything should be set for the council to review the RFP's at the June 24th meeting.
4. **TRACY CITY WATER UPDATE –** The city attorney recommended that we put "Paid Under Protest" on the check for payment of the last bill from Tracy City P U B. He also suggested that we write a brief letter explaining what our protest is. We have paid the bill and are now receiving water from Tracy City as of last Thursday. Ald. Orr asked what rate we are paying. Mr. Boynton said that Tommy McFarland told him the first 57,000 gallons per day would be billed at \$1.19 per thousand and anything over 57,000 gallons per day would be at \$2.70 per thousand. Mr. Boynton said he pointed out that our contract says that the

**MINUTES
PUBLIC UTILITY BOARD
MEETING
June 9, 2008
Page Two**

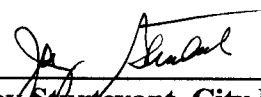
first 21,000,000 per year should be at \$1.19 per thousand. Mr. Boynton said we are reading this meter every day. The council asked the city recorder to check each bill to be sure we are being billed the correct amount. She will provide copies to the council.

5. **TELEMETER FOR TANK #1** – Lightning has knocked out the telemeter for this water tank. Mr. Boynton is checking to see if our insurance will cover this. He will get some estimates for replacement of the telemeter.

6. **MISCELLANEOUS** – The pump for Cooley's Rift has been ordered. There was also a discussion on Change Order No. 1 which the mayor signed. It gives Prince an extension on the time to complete the emergency water project. The mayor said he was not aware of signing a change order. Mr. Boynton said he will check on this. Ald. Lay asked if we got any bids on remote readers and was told that we have five bids, but they are basically from the same company operating under different names. Ald. Lay asked about fleet management reports which would show mileage for each vehicle and a record of the maintenance for each one. He also discussed safeguards to ensure that the gasoline we purchase for our vehicles is not disappearing. There was also a discussion on water tank inspections. Mr. Boynton will check on when our next inspections are due. Mayor Rollins informed the council that Terry Turner is retiring at the end of July. Ald. Nixon noted that we need to run an ad and start doing interviews of applicants as soon as possible.

There being no further business, the meeting adjourned at 6:22 PM.

Respectfully submitted,



Joy Sturtevant, City Recorder