

**SUMMARY NOTES  
FROM THE AUGUST 9<sup>th</sup>, 2011  
UAB MEETING**

**MEMBERS PRESENT:** CHAIRMAN RAY KINDLEY, CO-CHAIRMAN ALICE RICHMOND, MICHAEL MONICAL, EDWARD KEONJIAN, JON MILLER, BILL FRAZIER, ERIK SIMSHAUSER

**GUESTS:** COUNCILOR JODI CARSON

**STAFF:** RICHARD SEALS (Chief Financial Officer), JIM WHYNOT (Water Supervisor)

**AGENDA ITEM #1: CALL TO ORDER AND INTRODUCTIONS.**

The meeting was called to order by Chairman Ray Kindley at 6pm.

**AGENDA ITEM #2: APPROVE JULY 12, 2011 SUMMARY NOTES.**

A motion was made and seconded to approve the summary notes from the July 12, 2011 meeting.

**AGENDA ITEM #3: DISCUSS QUESTIONS WITH RICHARD SEALS, FINANCE DIRECTOR**

Richard Seals distributed and discussed information regarding the Funding Options for a utility rate increase and answered questions from the members.

Richard Seals distributed the answers to Member Simshauser questions and discussed.

Chairman Kindley thanked Richard Seals and summarized the above discussion.

Chairman Kindley suggested all members review material distributed and come back to the next meeting with questions or comments. The UAB needs to come up with decisions or proposals within the next month. Issues needed to be addressed are:

- Do we go with revenue bonds to pay for rate increases and capital projects?
- Do we believe the \$8 million is sufficient?
- Do we want to propose a combination of revenue bonding or G.O. Bonds with full awareness that users will be affected differently, for instance, G.O. will be property owners absorbing the revenue impact and those entities that are tax exempt will not be subject to the increase. There will be allocation issue here.
- Do we need a revenue bond? Do we trickle this out and collect it through the 5% a year?

- Do we want to keep the overall utility rates to citizens at 5%, so the combined water, sewer and storm stay at 5%?

Member Monical requested a copy of the current priority project list in the Water Master Plan. Staff Person Whynot will email or send it to him.

Member Miller asked if the UAB has ever considered a charter amendment regarding a water rate increase greater than 5% with voter approval. Members responded.

**AGENDA ITEM #4: ADJOURNMENT.**

Chairman Kindley adjourned the meeting at 7:00 pm.