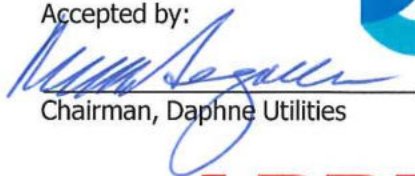


Accepted by:


Chairman, Daphne Utilities



APPROVED MINUTES

Utilities Board Meeting

Council Chambers, Daphne City Hall ♦ April 20, 2016 ♦ 5:00 p.m.

I. Call to Order

The regular April 2016 Board meeting for the Utilities Board of the City of Daphne was held on April 20, 2016 at 5:00 p.m. in lieu of the regular meeting schedule normally held on the last Wednesday of the month in the Council Chambers at Daphne City Hall and called to order by Chairman Robert Segalla, proceeded by the Roll Call:

II. Roll Call

Members Present: Robert Segalla, Chairman
Randy Fry, Vice Chairman
Billy Mayhand, Secretary/Treasurer
Mayor Dane Haygood, Board Member
Selena Vaughn, Board Member

Members Absent:

Others Present: Jerry Speegle – Board Attorney - arrived at 5:01pm
Danny Lyndall – General Manager
Van Baggett – Operations Manager
Teresa Logiotatos – Finance Manager
Lori May-Wilson – Executive Assistant
Melinda Immel – Volkert & Associates
Ray Moore – HMR
Robbie Strom – HMR

Others Absent: Drew Klumpp – Administrative Services Manager

III. Pledge of Allegiance

The Chairman led the Board and meeting attendees in the Pledge of Allegiance.

IV. Approval of Minutes

A. Utilities Board Minutes from March , 2016:

The Chairman requested any additions, corrections, or deletions for the submitted Minutes from the March 30, 2016 Utilities Board Meeting.

Mayor Haygood requested two revisions; a Board discussion followed.

Chairman Segalla asked for comments from Teresa Logiotatos or Danny Lyndall, neither had any comments to add.

Chairman Segalla requested the corrections and/or additions be made, asked for any other comments, then asked for all those in favor to signify by saying Aye:

Haygood: Aye
Fry: Aye
Vaughn: Aye
Segalla: Aye
Mayhand: Aye

MOTION BY Billy Mayhand to approve the submitted Minutes for the February 24, 2016 Utilities Board meeting; Seconded by Mayor Dane Haygood.

AYE: Fry, Haygood, Mayhand, Segalla, Vaughn

NAY:

ABSENT:

ABSTAIN:

MOTION CARRIED

Chairman Segalla announced that the General Manager requested an amendment to the agenda in order to move a short presentation forward.

Danny Lyndall introduced the "Skye's the Limit" Environmental Achievement award winner as Luke Malkowski from Daphne East Elementary School for his science project "Is Bottled Water Better Than Tap Water". He reported that Luke indeed did find tap water to be better than bottled water; Luke Malkowski accepted a plaque and discussed his experiment.

V. OLD BUSINESS –

A. Update from Ginger Gaddy with Hand Arendall LLC on the Refunding of Series 2005 DWSRF-BL and Series 2006 CWSRF-DL and Series 2006 DWSRF-DL

Ginger Gaddy, with the law firm of Hand Arendall LLC, and serving as the bond counsel, reviewed for the Board the bond minutes and resolution that was presented for the bond refunding. Chairman Segalla inquired as to the savings the refunding will garner; Mrs. Logiotatos advised that when it was presented before the Board approximately a month ago, the estimated savings were \$360,000 but pointed out that the end-result savings are approximately \$590,000 over the course of the life of the bond or 11 years by refunding.

Mayor Haygood requested the misspelling of the last name on the documents to be corrected.

Chairman Segalla called for a Motion to Approve the refunding of Series 2005 and 2006, DWSRF-BL, CWSRF-DL, and DWSRF-DL Bonds.

MOTION BY Mayor Haygood to adopt as stated (the refunding of Series 2005 and 2006, DWSRF-BL, CWSRF-DL, and DWSRF-DL Bonds) with the noted corrections; Seconded by Randy Fry.

AYE:

NAY:

ABSENT:

ABSTAIN:

The Chairman asked for any other questions. Randy Fry asked about the maturity date in Section 2. Mrs. Logiotatos advised the bond would run for eleven years.

MOTION BY Mayor Haygood to adopt as stated with the noted corrections; Seconded by Randy Fry.

AYE: Fry, Haygood, Mayhand, Segalla, Vaughn

NAY:

ABSENT:

ABSTAIN:

MOTION CARRIED

B. Request by City of Daphne for assistance with the Whispering Pines Sewer Project

Danny Lyndall advised the Board that this issue was held over from last month's meeting and after a number of conversations with the City and attending several different committee meetings, he could recommend several areas where Daphne Utilities can help the City save money on this project.

Mr. Lyndall stated that Daphne Utilities previously reviewed the Whispering Pines project engineer design plans and discovered some areas where additional savings of \$90,000 to \$100,000 could be gained. He noted that this was partially made possible by recent capacity upgrades that Daphne Utilities had already completed. Mr. Lyndall noted there are 5 or 6 remaining 1-street pocket areas with 4 to 6 homes that are not included in the Whispering Pines area where it will be necessary to use low-pressure because gravity would not be possible. He stated that his recommendation would be for Daphne Utilities to facilitate with the some of the labor on some of these projects on the condition the City would provide the materials, if the Board is agreeable. Chairman Segalla paraphrased Mr. Lyndall's recommendation as Daphne Utilities would be willing to expend some labor on the low-pressure area provided that the City of Daphne furnish the materials and any other costs. Mr. Lyndall concurred. Mayor Haygood added that this would be the remaining 5 low-pressure projects and would actually complete the sewerage of the City of Daphne.

Mr. Fry inquired as to the timeframe of the Whispering Pines project redesign and the final price.

Mr. Lyndall indicated that Mr. Moore had already negotiated with the contractors for some reductions.

Mr. Moore advised that revisions had already been underway, and answered Mr. Fry's timeline question as 5-6 weeks to finish up revisions and once construction begins, 160 days for completion. Mr. Fry advised that in the City's Finance committee meetings, a contract between Daphne Utilities and the City of Daphne would specify the details of each entity. Mayor Haygood expressed his appreciation for efforts made by all involved. Mr. Speegle explained that the expenditure for the labor is outside the spending authority of Mr. Lyndall and that the Board will need to approve the contract agreement amount. Mr. Fry suggested to have this as an agenda item when the contract with the City is finalized and ready to come before the Utility Board. Mrs. Vaughn inquired about a limited figure or if the amount would be left open. Mr. Fry recommended Mr. Speegle to consult with Mr. Boucher regarding the dollar amount for the labor.

VI. NEW BUSINESS –

A. RESOLUTION 2016-02 - Municipal Water Pollution Prevention (MWPP) (Requires Board Action Resolution);

Mr. Lyndall advised the Board of this annual requirement of the NPDES permit, which is a license from ADEM to operate our wastewater treatment system and collection system.

MOTION BY** Randy Fry **adopt** Resolution 2016-02 **Municipal Water Pollution Prevention; Seconded by Selena Vaughn.

AYE: Fry, Haygood, Mayhand, Segalla, Vaughn

ABSENT:

ABSTAIN:

MOTION CARRIED

VII. BOARD ATTORNEY'S REPORT

Mr. Jerry Speegle had nothing to add to his report. Mayor Haygood inquired about the meetings that had taken place with the City of Fairhope. Mr. Speegle advised that we are awaiting the information we requested.

VIII. FINANCIAL REPORT

Teresa Logiotatos reviewed the financials with the Board, highlighting the net income, capital outlays, bond payments, and particular checks listed on the Check History Report and answered questions from the Board. Mr. Fry commended Mrs. Logiotatos and her staff for preparing and completing the financials for the earlier board meeting.

IX. GENERAL MANAGER'S REPORT

A. GM Report

Danny Lyndall updated the Board on the Algae Systems status, as well as his attendance of the Park City Water Authority board meeting.

B. Operations Report

Van Baggett briefed the Board on the renovation status of the lift station at Alligator Alley in coordination with the City's project at that site. He introduced Mr. Joe Asarisi who gave an update on the Timber Creek force main project.

C. Engineering & Consulting Reports

Melinda Immel from Volkert informed the Board of the City Council's approval of the Mayor's signature for the easement needed for the US Hwy. 90 project. She advised that while everything was in place, the contractor prepared another proposal to bore under US 90 in a different method as compared to what ALDOT had already approved, providing some savings to the Utility Board and allowing the local contractor to perform all the work without having to subcontract any work. She stated that they have had preliminary conversations with the State with their approval, as well as with the owners of the dry cleaning business who have stated they are also agreeable. She notified the Board that the contractor will begin work in a couple of more weeks.

Ray Moore from HMR updated the Board the Douglas Road project with the pump station ready to be set on April 22. He also informed the Board that concrete had been poured on the Sixth Street project. He advised that he has met with grantwriter Cara Stone to investigate preparing a grant for some low-income residents along Whispering Pines low pressure area. He answered questions relating to stand-along sewer for the mobile home park located along Whispering Pines. Mayor Haygood gave a summary of the ADECA grant meeting relating to this area. Mayor Haygood thanked Mr. Moore for his extra time and patience with this project.

X. BOARD ACTION

RESOLUTION 2016-02 – Municipal Water Pollution Prevention (MWPP) (Board Action: Resolution Adoption) Previously addressed.

XI. PUBLIC PARTICIPATION – None.

XII. BOARD COMMENTS –

Mayor Haygood appreciated the Utilities' participation with the science fair and the productive efforts with the Whispering Pines sewerage project; Mr. Mayhand also commended Luke Malkowski on his water test experiment and gave recognition to Lori Wilson in honor Administrative Professionals Day; Mr. Fry acknowledged the good job by all as well as the productive meeting, and advised of the many upcoming projects for the benefit of Daphne citizens; Mrs. Vaughn had no comment; Chairman Segalla pointed out that the Utility Board has a constituency also and that decisions are made in the best interest of Daphne Utilities which in turn benefits the City of Daphne; he expressed great confidence in Danny Lyndall and thanked him, his staff and employees, and conveyed his appreciation for being able to represent Daphne Utilities.

XIII. ADJOURNMENT

MOTION BY Billy Mayhand to adjourn.

AYE: Fry, Haygood, Mayhand, Segalla, Vaughn

NAY:

ABSENT:

ABSTAIN:

MOTION CARRIED

The meeting adjourned at 5:31pm.

Preceding minutes submitted to the Daphne Utilities Board by:



Lori Wilson, Executive Assistant, Daphne Utilities