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JAN 14 2004

PUBLIC SERVICE
COMMISSION

MINUTES OF MEETING

OF THE

MARION COUNTY WATER DISTRICT

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JAN 26 2004

PUBLIC SERVICE
COMMISSION

A meeting of the Marion County Water District was held on Thursday, December 4, 2003, 7:00 p.m. in the offices of the Marion County Water District.

Present at the meeting were: Commissioners Barbara May, T. Ray Mattingly, Jeff Preston, Donnie Browning and Everett Thomas. Also present were J. B. Peterson, Manager, Jimmy Mudd, Distribution Operator, Charles White, CPA, and guests Allen Mattingly, Ada Hamilton, Robert Miles and Alex Beaven.

The meeting was called to order by Madam Chairman Barbara May.

Everett Thomas read the minutes of the last meeting. T. Ray Mattingly made a motion to approve the minutes of the last meeting as read. Donnie Browning seconded the motion. Motion carried.

Allen Mattingly, Ada Hamilton and Robert Miles, representing the Loretto Sewer District, addressed the board to see if they could get a better rate than the five percent (5%) being paid by the Bradfordsville Sewer District, because of the volume of usage of a few big customers that makes up

three-fourths (3/4) of the total volume. The board is going to get something worked up for the next meeting.

When the bids were opened on the pickup truck, we found that one of the envelopes containing Tim Spalding's bid had been tampered with. The bid had also been changed, with one number written over another. A motion was made by T. Ray Mattingly and seconded by Everett Thomas to rebid. Motion carried.

Bond Refinancing – Charles White, CPA, talked to us about the district's outstanding bonds. He put them in three categories. He suggested we pay off the first four bond issues by cashing in certificates of deposit and using Reserve or Revenue cash to pay off \$904,000.00 balance on the four bonds. Charles suggested we look at refinancing the next two bonds. Charles suggested that we hold on to the remaining five bonds. Everett Thomas made a motion to pay off the four bonds with issue date of 1975, 1984, 1986A and 1986B. Jeff Preston seconded the motion. Motion carried. (See attached sheet on bonds). Also, Charles White is going to check on getting a better rate on the two bonds in the second category.

Leak Adjustment – Residential – After 30,000 gallons, customers will pay the wholesale rate for water used. Commercial – After exceeding ten percent (10%) over the average usage, the customer will pay the wholesale rate for water used. Everett Thomas made a motion to send the leak

adjustment policy to the Public Service Commission for approval. T. Ray Mattingly seconded the motion. Motion carried.

Irvin Livers had a water leak. His water bill was around \$1,600.00. Jimmy Mudd went down and found the leak and read the meter. Jimmy said that there was no way that the amount of water used could be right. From the date the meter was supposed to have been read, November 20, 2003, until the date that Jimmy read the meter, it would have had to registered 53 gallons per minute through the line, but when Jimmy checked the meter flow, it only showed 18 gallons per minute. After some discussion, the board decided to adjust the water usage down to 20 gallons per minute and to use the leak adjustment policy on the water usage after 30,000 gallons.

Lettering on Loretto Tank – Bobby Miles asked if they could have “The City of Loretto” painted on our new water tank in Loretto. J. B. said that the engineers had already bid on painting the tank with “Marion County Water District” on it. The board agreed to leave it the way it was bid.

Lebanon Water Works Water Purchase Agreement – The amount of water usage per day was raised to 1,900,000 gallons.

The board agreed to give Christmas bonuses again for \$24.99.

Mapping Systems – Jimmy Mudd is going to get some meetings set up so the board can see what is out there.

The 2004 budget has been signed. A motion was made by Donnie Browning to approve the budget and send to Rural Development for approval. T. Ray Mattingly seconded the motion. Motion carried.


A motion was made by Donnie Browning to approve the release of Crossroads industrial property to the Lebanon Water Works. Everett Thomas seconded the motion. Motion carried.

Write-Offs – Letters will be sent to all with delinquent bills.

New Business – January is when all the Marion County Water District employees get their raises. The board will meet on January 5, 2004, to address the raises. J. B. is going to send the board members the current wages of each employee.

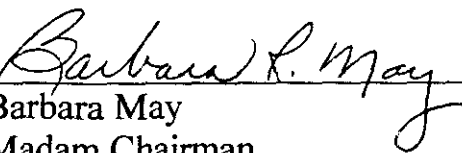
T. Ray Mattingly made a motion to adjourn the meeting. Everett Thomas seconded the motion. Motion carried.

ATTEST:



Everett Thomas
Secretary

MARION COUNTY WATER DISTRICT

BY: 

Barbara May
Madam Chairman