

Columbia/Adair Utilities District

109 Grant Lane - P.O. Box 567

Columbia, KY 42728

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E-Mail utility@caud.net

Website www.caud.net

October 7, 2015

Mr. Jeff Derouen
Executive Director
Kentucky Public Service Commission
211 Sower Boulevard
P.O. Box 615
Frankfort, KY 40602

RECEIVED

OCT 8 2015

PUBLIC SERVICE
COMMISSION

RE: Administrative Case No. 2015-00305
Appointment of Commissioner

Mr. Derouen

Enclosed for filing are the original and five (5) copies of our response to the Commission's September 28, 2015 Order.

Sincerely

Lennon Stone
General Manager

Adair County Water District

RECEIVED

OCT 8 2015

PUBLIC SERVICE
COMMISSION

RESPONSE TO CASE NO. 2015-00305

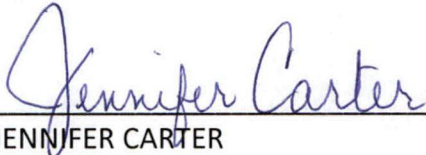
AN APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN
AN ADMINISTRATIVE CASE NO. 2015-00305 DATED SEPTEMBER 28, 2015

INDEX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2015-00305 DATED SEPTEMBER 28, 2015

1. List of current Adair County Water District Commissioners and term expiration.
2. Map of Adair County Water District's territory.
3. Adair County Water District's Territorial Boundaries.
4. Order of recent appointment to Board of Commissioners by Adair County Fiscal Court.
5. Correspondence with Adair County Judge Executive regarding appointment of Commissioner on December 9, 2014.
6. Name of Commissioner who preceded December 9, 2014 appointment and his term expiration date.
7. Correspondence with Adair County Judge Executive regarding the expiration of the term of the individual preceding whose term allegedly expired on August 1, 2014.

PREPARED BY:
JENNIFER CARTER, OFFICE MANAGER



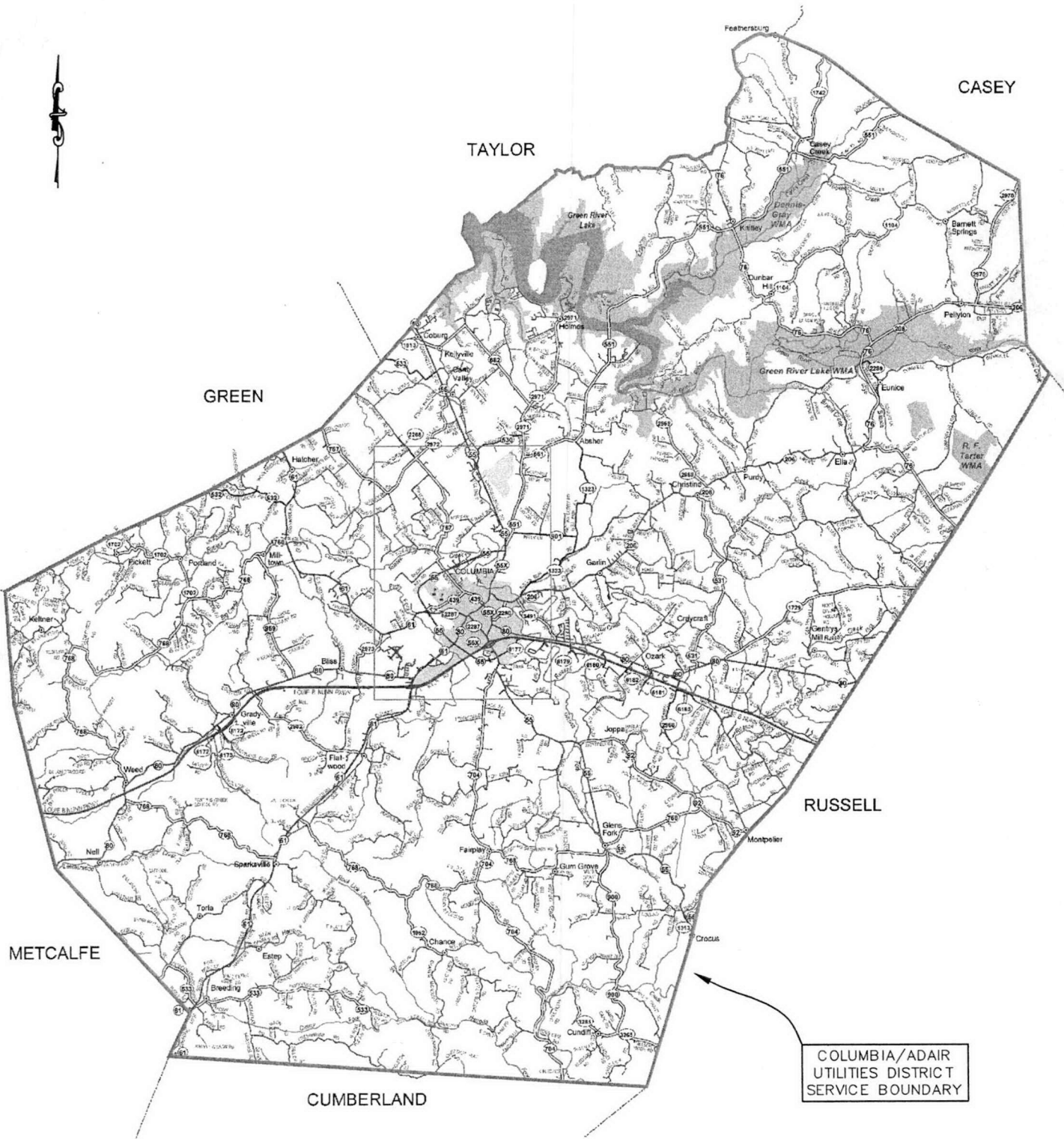
JENNIFER CARTER
109 GRANT LANE
P.O. BOX 567
COLUMBIA, KY 42728
(270)384-2181
utility@caud.net

No. 1 Names and Terms of Commissioners

Adair County Water District

Commissioners

<u>Name</u>	<u>Office</u>	<u>Date Originally Appointed</u>	<u>Date of First Meeting</u>	<u>Term Expires</u>
Tim Baker	Chairman	3/13/2012	4/12/2012	3/31/2016
David Jones	Secretary/Treasurer	3/13/2012	4/12/2012	11/30/2017
Larry R. Bryant	Commissioner	12/9/2014	1/15/2015	12/31/2018
Barry Stotts	Commissioner	6/12/2012	6/14/2012	6/30/2016
Mike Newton	Commissioner	2/10/2015	2/12/2015	2/28/2019



TAYLOR

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COLUMBIA/ADAIR
UTILITIES DISTRICT
SERVICE BOUNDARY

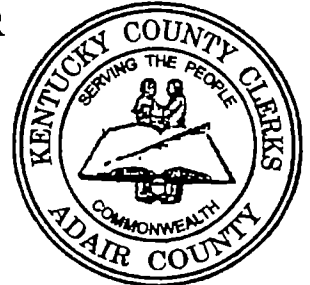
ADAIR COUNTY
COMMONWEALTH OF KENTUCKY

EXECUTIVE ORDER

IN THE MATTER OF:

PETITION OF ADAIR COUNTY WATER DISTRICT
TO ANNEX CERTAIN TERRITORY IN ADAIR
COUNTY, KENTUCKY PURSUANT TO KRS 74.110

ORDER ANNEXING TERRITORY



CERTIFICATE
I, Sheila Blair, Adair County Clerk, do hereby certify that the foregoing
is a true and correct copy of Order
as appears of record in my office in Book Co Order Book
Page 487 this 23rd
day of July 20 10.
Sheila Blair, Clerk By Sheila Blair D.C.

WHEREAS, this matter is before the Adair County Judge/Executive upon the petition of the Adair County Water District (the "District") seeking to enlarge its territorial limits. The petition was filed with the Adair County Judge/Executive on May 19, 2010;

WHEREAS, the Adair County Judge/Executive, by Executive Order entered on May 20, 2010, scheduled this matter for a public hearing on the question of whether to enlarge the territorial limits of the District so that all the land encompassed within the boundaries of Adair County, Kentucky, including all land located within the corporate limits of the City of Columbia, will be included within the new territorial limits of the District;

WHEREAS, reasonable notice of the public hearing has been given by publishing a Notice of Public Hearing in **The Adair Progress** as required by KRS 74.110(2) and KRS Chapter 424;

WHEREAS, the City of Columbia is the only utility providing potable water service or wastewater collection and treatment services to the area sought to be annexed by the District;

WHEREAS, on May 3, 2010, the City of Columbia and the District executed an Asset Purchase Agreement (the “Agreement”) whereby the City of Columbia will transfer its water distribution system and its wastewater collection and treatment system to the District;

WHEREAS, one of the closing requirements set forth in paragraph 24 of the Agreement is that the District must obtain an Order from the Adair County Judge/Executive expanding the territorial boundaries of the District to include all territory within the City of Columbia’s corporate limits;

WHEREAS, the Adair County Judge/Executive conducted a public hearing, pursuant to KRS 74.110(3), on June 23, 2010 at 10:00 a.m. C.D.T.; and

WHEREAS, no written objections or exceptions to the proposed annexation have been received by the Adair County Judge/Executive.

NOW, THEREFORE, it is hereby ORDERED as follows:

1. It is the finding of the Adair County Judge/Executive that it will be in the best interests of the public health, safety and general welfare of the inhabitants of the territory sought to be annexed if this annexation is granted.

2. Unless the proposed annexation is granted, the water distribution system and wastewater collection and treatment system of the City of Columbia cannot be consolidated with the water distribution system of the District. Consolidation of these utility systems will achieve economies of scale and will enable the combined systems to be managed, operated and maintained in a more cost effective manner as contemplated by the Agreement. Therefore, it is the finding of the Adair County Judge/Executive that the proposed annexation is reasonably necessary.

3. The petition of the District is granted and all land encompassed within the boundaries of Adair County, Kentucky, including all land located within the corporate limits of the City of Columbia, may be and is hereby annexed to and made a part of the District's territorial limits.

4. From and after the date of this Executive Order, the District's territorial limits shall be the same as the geographical boundaries of Adair County, Kentucky.

This 25th day of June, 2010.



ANN MELTON
ADAIR COUNTY JUDGE/EXECUTIVE

Attested by:



ADAIR COUNTY CLERK

Co Court
Recorded in: Order book 10
Page: 487

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Approval for Judge to Sign Amended Agreement – Magistrate Daryl Flatt made a motion to allow Judge Melton to sign the amended agreement. Magistrate Billy Rowe seconded the motion. The vote was unanimous for approval.

Litter Abatement Report – A.L. Sinclair reported that the 2014 Litter Abatement project was complete. We were down on miles covered with a total of 393 miles picked up and a total of 2,766 bags of garbage picked up.

Reading of Roads – None

OTHER BUSINESS –

The first item of other business was from Judge Melton. She advised she had discussed with incoming Judge Stephens and she would like to recommend that Larry Russell Bryant to be put on the Water Board to replace Rudy Higgenbotham. Magistrate Daryl Flatt said he would like to see this tabled until a later date, but County Attorney Jennifer Hutchison-Corbin advised that you can't table a recommendation. Magistrate Billy Rowe made a motion to approve the recommendation. Magistrate Perry Reeder seconded the motion. The vote was as follows: Rogers – Yes, Rowe – Yes, Burton – Yes, Flatt – No, Baker – No, Reeder- Yes, Coffey – No. Motion passed 4-3.

Next, Magistrate Daryl Flatt advised that he and Magistrate Baker had been to the Animal Shelter to discuss the operations with Director Sandy Ford. He advised that they were going over budget on several of the budgeted line items and needed to get costs down and revenue up. He advised that all part time employees were not to work over 20 hours per week, they would like to change who picks up garbage at the shelter to find someone cheaper and needed to get the adoption rates lowered to more people might consider adopting from the shelter.

At this time, plaques were given to the outgoing officials and with no further business on the agenda, the meeting was adjourned.

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DECEMBER 9, 2014

REGULAR SESSION

The Adair County Fiscal Court met in regular session on Tuesday, December 9, 2014 at 7:00 p.m. in the basement of the Adair County Annex Building. Judge Executive Ann Melton called the meeting to order and welcomed everyone including the newly elected officials in attendance. She then asked for roll call.

Harold Burton – Present

Daryl Flatt – Present

Sammy Baker – Present

Perry Reeder – Present

Billy Coffey – Present

Joe Rogers – Present

Billy Rowe – Present

County Attorney Jennifer Hutchison-Corbin, County Treasurer Barry Corbin, Jailer Rick Wilson, and Sheriff Harrison Moss were also present for the meeting.

Approval of Minutes – Harold Burton made a motion to approve the minutes of the November 13, 2014 Regular Special meeting. Billy Coffey seconded the motion. The vote was unanimous for approval with Magistrate Billy Rowe abstaining due to him being absent from that meeting.

Chamber of Commerce – Chamber of Commerce President Brandon Thompson came before the court. He started by thanking Judge Melton and the Fiscal Court for the use of the Jim Blair Center for Treats on the Town as well as Magistrate Billy Rowe for the use of a truck and trailer during the Christmas Parade. He asked the court for a monetary support of \$5,000.00 that is in the county budget. After some discussion of the financial status of the Chamber, Magistrate Perry Reeder made a motion to give them half of the requested money in the amount of \$2,500 with the other half to be considered at a later date after a financial statement is provided to the court. Magistrate Billy Rowe seconded the motion. Vote unanimous for approval.

Award Bid for Senior Center Project – No one from ADD District at meeting. No action was taken.

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salary lines. Magistrate Perry Reeder made a motion to approve the amendment. Magistrate Billy Coffey seconded the motion. The vote was unanimous for approval.

Second Reading of Clerk 2015 Budget – Incoming clerk Lisa Greer along with Clerk Joyce Rodgers presented the proposed budget for 2015. Incoming clerk Greer told the court that they had taken out raises and she expected the same amount in excess fees with additional office hours. Magistrate Billy Rowe made a motion to approve the budget for second reading. Magistrate Sammy Baker seconded the motion. The vote was unanimous for approval. Magistrate Billy Rowe made a motion to accept the Maximum amount for deputies. Magistrate Harold Burton seconded the motion. The vote was unanimous for approval.

Approval of Road Work Report – Road Foreman Jobe Darnell presented his report of work completed in November. Magistrate Sammy Baker made a motion to approve the road work report. Magistrate Perry Reeder seconded the motion. The vote was unanimous for approval.

Road Department Seasonal Employees – Magistrate Sammy Baker advised the court that we have 3 seasonal employees who began working in May as seasonal employees. They could work full time hours for 9 months without having to pay any benefits on them and they personnel committee recommended that they let them go at this time with a lack of work for them to do. Magistrate Baker made the recommendation as a motion to let the 3 employees go. Magistrate Perry Reeder seconded the motion. The vote was unanimous for approval.

Hiring Part Time Employee in Judge's Office – Judge Melton advised the court that she had spoken with incoming Judge Stephens and she recommended hiring Holly Grimsley as a part time employee in the judge's office for 20 hours per week with no benefits, \$12.00 per hour beginning December 15, 2014. Magistrate Perry Reeder made a motion to approve the recommendation. Magistrate Billy Rowe seconded the motion. The vote was unanimous for approval.

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approve Jailer Wilson to dispose of the junk surplus property. Magistrate Sammy Baker seconded the motion. The vote was unanimous for approval.

Approval of Treasurer's Report – Treasurer Barry Corbin presented the treasurer's report for November with an ending cash balance of \$583,086.19. Magistrate Billy Coffey made a motion to approve the treasurer's report as presented. Magistrate Sammy Baker seconded the motion. The vote was unanimous for approval.

Budget Transfers – Treasurer Barry Corbin asked permission to make the following fund to fund budget transfers if needed before the January 2015 meeting as well as any line item transfers needed to end the quarter at the end of the month:

\$10,000 from general Fund to Green River Animal Shelter Fund
 \$75,000 from General Fund to Jail Fund
 \$10,000 from General Fund to 911 Fund
 \$10,000 from General Fund to Parks & Rec Fund

Magistrate Billy Coffey made a motion to approve the transfers if needed. Magistrate Joe Rogers seconded the motion. The vote was unanimous for approval.

Treasurer Corbin at this time asked permission to transfer \$200,000 from the General Fund back to the Road Fund that was borrowed to cover expenses until tax money was received. Magistrate Sammy Baker made a motion to approve the transfer. Magistrate Billy Rowe seconded the motion. The vote was unanimous for approval.

Court Orders – No Court Orders

Approval of Sheriff's Report – Sheriff Harrison Moss presented his activity report for the month of November as well as the tax report for the month. Magistrate Billy Coffey made a motion to approve the sheriff's report as presented. Magistrate Joe Rogers seconded the motion. The vote was unanimous for approval.

Second Reading of Sheriff's 2015 Budget – Sheriff Moss advised that it was basically the same

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Approval of Sheriff's Advancement Amount Statement – Magistrate Billy Coffey made a motion to approve the Advancement Statement. Magistrate Harold Burton seconded the motion. The vote was unanimous for approval.

Approval of Order Setting Maximum Amount for Deputies and Assistants – Magistrate Daryl Flatt made a motion to approve the order at \$321,000.00. Magistrate Sammy Baker seconded the motion. The vote was unanimous for approval.

Approval of Sheriff's Advancement Bond – Magistrate Joe Rogers made a motion to approve the advancement bond. Magistrate Billy Rowe seconded the motion. The vote was unanimous for approval. Magistrate Daryl Flatt made a motion to give Judge Melton approval to sign the advancement bond. Magistrate Harold Burton seconded the motion. The vote was unanimous for approval.

911 Grant – Approval for Judge to Sign Paperwork – the LCADD along with 5 counties including Adair received a grant from the CMRS board. The grant will be used to purchase a CAD system from Geo Conex. We need approval for the judge (current or incoming) to sign the paperwork when it comes in. Magistrate Billy Rowe made a motion to allow the judge to sign the paperwork. Magistrate Daryl Flatt seconded the motion. The vote was unanimous for approval.

Possible Hiring of 911 Part Time Employees – The following people were recommended:

Toni Humphress - \$8.75 per hour, part time 911 dispatcher. Motion by Daryl Flatt, second by Sammy Baker, Motion unanimous for approval.

Kevin Jones 0 \$8.75 per hour, part time 911 dispatcher. Motion by Sammy Baker, second by Harold Burton, Motion unanimous for approval.

Stacey Melton – \$8.75 per hour, part time 911 dispatcher. Motion by Perry Reeder, second by Billy Coffey. Motion unanimous for approval.

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5. Correspondence with Adair County Judge/Executive

There was no written correspondence between Adair County Water District and the Adair County Judge Executive. The District was verbally advised on the appointment.

6. Commissioner proceeding December 9, 2014 Appointment.

Rudy Higginbotham, Commissioner for Adair County Water District term expired August 2014.

7. Correspondence with Adair County Judge/Executive regarding expiration of Commissioner term.

There was no written correspondence between Adair County Water District and the Adair County Judge Executive. The District was verbally advised on the expiration.