

**SOUTHEASTERN WATER ASSOCIATION, INC.**

**BOARD OF DIRECTOR's Meeting**

**MINUTES**

**JANUARY, 2019**

The Board of Directors of the Southeastern Water Assoc. met for its monthly meeting, 5:30 p.m., January 10<sup>th</sup> 2019. Board Members present: Dwight Faulkner, Ernest Stout, Jr., Bobby Crow, Joe Crawford, Mark Davis, and Wade Bumgardner. Others present: Brenden Welch, Eddie Brown, Morris Vaughn, R.C. Ryan, Cami Meece.

Barry Branscum, Jack W. New, and Will Bingham each addressed the Board and expressed their interest in filling the remainder of Harvey Phelps's term on the Board.

Harold "Bodean" Johnson address the Board concerning too much water pressure on Racetrack Rd. in Tateville. He has experienced several water leaks at his rental properties. Morris presented a chart from a 24 hr. pressure test that was conducted on the line that feeds Racetrack Rd. According to the data collected, the pressure never exceeded 90 psi.

Cami Meece gave the monthly Accountant's report. She also presented to the Board, for their consideration, the cost to the Association for contributing to the employee's retirement plan. Three scenarios were presented. 1%, 2%, 3%.

Motion made by Mark Davis, seconded by Bobby Crow to accept the Accountant's report as read and authorize the Accountant to pay the bills payable. Motion passed without opposition.

Motion made by Dwight Faulkner, seconded by Wade Bumgardner to table the proposal from Mapsync Inc., for mapping the Association's infrastructure, until such time as the Manager and or Board has had the opportunity to check Mapsync's references. Motion passed without opposition.

Minutes of December 2018 meeting were read. Motion made by Wade Bumgardner, seconded by Ernest Stout, Jr. to accept minutes as read. Motion passed without opposition.

Motion made by Wade Bumgardner, seconded by Ernest Stout, Jr, to permit each Board Member, at each Board Members discretion, to attend the Kentucky Rural Water Assoc. Manager's Conference, with the Association reimbursing each attendee for expenses. Motion passed without opposition.

Motion made by Dwight Faulkner, seconded by Mark Davis to adjourn. Meeting adjourned at 7:06 pm.

Respectfully Submitted,

Mark O. Davis, Secretary

**SOUTHEASTERN WATER ASSOCIATION, INC.**

**: BOARD OF DIRECTORS MEETING**

**MINUTES**

**FEBRUARY, 2019**

The Board of Directors of the Southeastern Water Association met for its monthly meeting, 5:30 pm., February, 14<sup>th</sup>, 2019. Board members present: Wade Bumgardner, Joe Crawford, Ernest Stout, Jr., Grant Treado, Bobby Crow, Dwight Faulkner, Mark Davis. Others present: Morris Vaughn and Cami Meece.

Minutes from January's meeting were read. Motion made by Ernest Stout, Jr., seconded by Grant Treado to accept the minutes as read. Motion passed without opposition.

Cami Meece gave monthly accountant's report. Motion made by Grant Treado, seconded by Ernest Stout, Jr., to accept the report as read and authorize the accountant to pay the bills payable. Motion passed without opposition.

Motion made by Bobby Crow, seconded by Ernest Stout, Jr. to make a 3% dump in contribution to the employee's retirement account. Motion passed without opposition.

Motion made by Grant Treado, seconded by Wade Bumgardner to retain the services of the Architectural Firm, South Central Designs, for designing new office building at 914/192. Motion passed without opposition.

Morris reported being presented a document from Doug Whitis, requesting that Morris sign the said document for the Fire Dept. concerning ISO rating. Morris stated he will not sign the document because some items in it are misrepresented. eg: the association does not have the ability to pump from the lake, has no clear wells, no treatment plant and the assoc. tariffs, with the PSC, states "SEWA does not provide fire protection". No action taken by the Board. President Joe Crawford advised Morris to hand the document back to Mr. Whitis and tell him we do not have any of the stuff mentioned in the document.

President Joe Crawford read a letter from a Mrs. Moses asking for an exception permit to use the road to the Barnesburg tank. Contractors will be accessing the road to dismantle an old cell tower and build new tower. President Joe Crawford advised against granting the permit due to the fact there is an active waterline in the middle of the road. No action taken by the Board.

Motion made by Ernest Stout Jr., seconded by Grant Treado to go into executive session to discuss personnel. Motion passed without opposition.

Motion made by Wade Bumgardner, seconded by Grant Treado to go back into regular session. Motion passed without opposition.

Motion made by Bobby Crow, seconded by Dwight Faulkner to have a closed paper ballot, with President Joe Crawford being afforded the opportunity to cast a ballot, for the election of a new Director to fill the remainder of Harvey Phelps's term. Motion passed without opposition.

Will Bingham, Jack New and Dennis Faulkner were the candidates. A total of seven (7) ballots were cast and counted. The results were as follows....Will Bingham: 2 votes Jack New: 0 votes Dennis Faulkner: 5 votes. Dennis Faulkner elected by majority vote.

Motion made by Bobby Crow, seconded by Dwight Faulkner to adjourn. Meeting adjourned 6:55pm.

Respectfully Submitted,

Mark Davis, Secretary

**SOUTHEASTERN WATER ASSOCIATION, INC.**

**BOARD OF DIRECTORS MEETING**

**MINUTES**

**MARCH, 2019**

Board of Directors, Southeastern Water Association met for its monthly meeting, 5:30 March, 14<sup>th</sup> 2019. Board Members present: Bobby Crow, Wade Bumgardner, Dwight Faulkner, Earnest Stout, Jr., Grant Treado.

Vice President Grant Treado moderated the Meeting in the absence of President Joe Crawford.

Cami Meece gave the monthly accountant's report. Motion made by Dwight Faulkner, seconded by Bobby Crow to accept the report as read and authorize the Accountant to pay the accounts payable. Motion passed without opposition.

Morris gave the Board a report on the 6" water main that is slipping over the hill at Alpine. Billy Davis and Joe Maybrier will be the contractors doing the excavation, drilling and installing railroad rail and concrete barriers. This will take approximately 10 days.

Morris informed the Board the City of Burnside is wanting the Association to sign a letter of no impact. They will be constructing a blacktop walking trail on West Lakeshore Dr. where SEWA has a water main. The consensus of the Board is to request Burnside submit a map showing the exact location where the walking trail will be constructed. Morris was instructed to ascertain whether Burnside will be willing to reimburse SEWA for attorney fees.

Morris informed the Board, in order to be in compliance with Kentucky Division of Water mandates, a chain link fence needs to be constructed around the Dahl pump station on Dahl-Elrod Rd., Morris was instructed to obtain some cost estimates.

Morris discussed the need for purchasing some new water meters. The PSC requires a certain number of meters to be tested each year and as the meters are getting older, they are not testing good enough to reuse. He presented a bid for 500 SR 2 meters, \$66.26 per meter with a total cost of \$33,130.00. This would be a saving of approximately \$12.00 per meter. Motion made by Wade Bumgardner, seconded by Ernest Stout, Jr. to purchase 500 SR 2 meters. Motion passed without opposition.

Minutes from last month's meeting were read. Motion made by Dwight Faulkner, seconded by Wade Bumgardner to accept minutes as read. Motion passed without opposition.

Motion made by Dwight Faulkner, seconded by Wade Bumgardner to adjourn. Meeting adjourned 6:40 p.m.

Respectfully Submitted,

Mark O. Davis, Secretary

**SOUTHEASTERN WATER ASSOCIATION, INC.**

**ANNUAL MEMBERSHIP MEETING 2019**

**MINUTES**

Members of Southeastern Water Association met at 7:30 pm. April 8<sup>th</sup>, 2019 at the Water Office for the Annual meeting of the members. Members present: Bobby Crow, Dennis Faulkner, Dwight Faulkner, Wade Bumgardner, Grant Treado, Ernest Stout, Jr., Bruce Orwin and Mark Davis. Others present: Morris Vaughn.

Meeting was called to order by acting President Grant Treado, in the absence of President Joe Crawford.

Motion made by Mark Davis, seconded by Bobby Crow to nominate Bruce Orwin as Chairman of the meeting. Motion passed without opposition

Motion made by Wade Bumgardner, seconded by Ernest Stout, Jr. for nominations to cease. Motion passed without opposition.

Bruce Orwin was elected as Chairman of the meeting by acclamation.

Motion made by Wade Bumgardner, seconded by Ernest Stout, Jr., to nominate Mark Davis as Secretary of the meeting. Motion passed without opposition.

Motion made by Bobby Crow, seconded by Dwight Faulkner for nominations to cease. Motion passed without opposition.

Mark Davis elected a Secretary of the meeting. Mark Davis was elected by acclamation.

Chairman Bruce Orwin declared quorum.

Minutes were read from the Membership meeting, 04/08/18

Motion made by Bobby Crow, seconded by Ernest Stout, Jr. to accept minutes as read. Motion passed without opposition.

Chairman Bruce Orwin declared Joe Crawford, Dwight Faulkner, Mark Davis are up for reelection to a 4-year term. With no one else having filed to run for a Director's position they are reelected by acclamation.

Under the provisions of the Association's by-laws, meeting adjourned at 7:40 pm.

Respectfully Submitted,

Mark O. Davis, Secretary of the meeting

**SOUTHEASTERN WATER ASSOCIATION  
REORGANIZATION OF THE BOARD OF DIRECTORS**

**2019**

**Board of Directors of Southeastern Water Association met, at the Water office, immediately following the annual meeting of members, for the purpose of organizing the Board of Directors.**

**Motion made by Bobby Crow, seconded by Mark Davis to nominate Grant Treado as Chairman of the meeting. Motion passed without opposition**

**Motion made by Dwight Faulkner, seconded by Bobby Crow for nominations to cease. Motion passed without opposition.**

**Grant Treado elected Chairman of the origination meeting by acclamation.**

**Motion made by Dwight Faulkner, seconded by Bobby Crow to nominate Mark O. Davis as Secretary of the meeting. Motion passed without opposition**

**Motion made by Wade Bumgardner, seconded Bobby Crow for nominations cease. Motion passed without opposition.**

**There being no opposition, Mark O. Davis is elected by acclamation.**

**Motion made by Dwight Faulkner, seconded by Bobby Crow to keep the current officers of the Board of Directors in their current positions. Motion passed without opposition.**

- 1. Joe Crawford, President**
- 2. Grant Treado, Vice President**
- 3. Mark O. Davis, Secretary**

**Motion made by Mark O. Davis, seconded by Ernest Stout, Jr. to adjourn. meeting adjourned at 7:54 pm.**

**Respectively Submitted,**

**Mark O. Davis, Secretary**

**SOUTHEASTERN WATER ASSOCIATION, INC.**

**BOARD OF DIRECTORS MEETINGS**

**MINUTES**

**APRIL 2019**

The Board of directors of the Southern Water Association met for its monthly meeting, 5:30 pm., April 11<sup>th</sup> 2019. Board members present: Ernest Stout, Jr., Grant Treado, Wade Bumgardner, Mark O. Davis, Bobby Crow, Joe Crawford, Dennis Faulkner, Dwight Faulkner. Others present: Morris Vaughn, R.C. Ryan, Cami Meece.

Bruce Orwin advised the Board of Directors, concerning the City of Burnside's desire to construct a walking a trail on West Lakeshore Dr., which will cross the SEWA water main line. Mr. Orwin recommended, prior to SEWA signing a "No Impact" letter, there should be an indemnity clause stating the City of Burnside will be responsible for repairs if SEWA has a leak that would require digging up the blacktop.

Michael Pittman addressed the Board wanting to know if SEWA would move a water main on Pittman Rd. He desires to construct a barn and the water main is approximately 8ft inside the area where the barn is to be constructed. He was informed, the Association policy is to not move any water lines unless it's for the good of the Association as a whole. If he would be willing to bear the cost, the Board of Directors might permit moving the line at a future time.

Bobby Crow addressed the Board on behalf of Pine Hill Church. The Church wants to know if SEWA will lower a water main if said main becomes an impediment to some excavating work the Church is considering. Motion made by Wade Bumgardner, seconded by Ernest Stout, Jr. to authorize Bobby Crow and Morris Vaughn to determine if in fact the line needs lowering and if needed proceed with lowering the water line at the expense of the Association. Motion passed by a majority vote 5 to 1, Ernest Stout, Jr., Grant Treado, Wade Bumgardner, Dennis Faulkner, Dwight Faulkner all voting in the affirmative. Bobby Crow abstained from voting; Mark O. Davis opposed.

Motion made by Dwight Faulkner, seconded by Wade Bumgardner to accept the bid of \$3,844.00 from Karriker Fencing to install a chain link fence around Dahl pump station. Motion passed without opposition.

Morris made the Board of Directors aware; Johnny Evans had purchased a meter in 2013. The meter has not been installed and Mr. Evans request his money back. Consciences of the Board is to refund Mr. Evans money.

Cami Meece gave the monthly Accountant's financial report. Motion made by Wade Bumgardner, seconded by Bobby Crow to accept the Account's report and authorize the payment of accounts payable. Motion passed without opposition.

**Morris presented to the Board the letter of conditions, from the United States Dept. of Agriculture Division of Rural Development, for the 192/1003 improvement project.**

**Item 42: Motion made by Bobby Crow, seconded by Wade Bumgardner to hire Bruce Orwin as the Attorney of record for the 192/1003 improvement project. Motion passed without opposition.**

**Item 46: Motion made by Bobby Crow, seconded by Mark Davis to approve the operations & Management manual for the 192/1003 improvement project. Motion passed without Opposition.**

**Item 64: Motion made by Bobby Crow, seconded by Wade Bumgardner to accept Rural Development's \$2,196,000 Loan and \$549,000 grant. Motion passed without opposition.**

**Item 62: Motion made by Wade Bumgardner, seconded by Grant Treado to authorize the Board of Directors to borrow the funds for the 192/1003 project. Motion passed without opposition**

**Item 69: Motion made by Dwight Faulkner, seconded by Ernest Stout, Jr. to accept the environmental Impact study. Also, to satisfy Rural Development's guidelines to encourage small and Minority businesses to bid on the project. Motion passed without opposition**

**Morris gave the Board an update on the leak at the Dixie Bend tank. Will attempt to have Jay Hoffman, of Wet and Dry tanks, to do a tank inspection.**

**Motion made by Dwight Faulkner, seconded by Dennis Faulkner to seek Ky. Public Service Commission approval to raise the Association's tap on fees to an amount where the Association is not losing money.**

**Motion made by Bobby Crow, seconded by Ernest Stout, Jr. to accept the minutes of the reorganization of the Board of Directors at the annual meeting April 8<sup>th</sup> 2019. Motion passed without opposition.**

**Motion made Wade Bumgardner, seconded by Bobby Crow to adjourn. Meeting adjourned at 7:50 pm.**

**Respectfully submitted,**

**Mark O. Davis, Secretary**

**SOUTHEASTERN WATER ASSOCIATION, INC  
BOARD OF DIRECTORS  
MINUTES**

**MAY, 2019**

The Board of Directors of Southeastern Water Association met for its monthly meeting, 5:30 pm, May 9<sup>th</sup>, 2019. Board members present: Dwight Faulkner, Bobby Crow, Wade Bumgardner, Joe Crawford, Dennis Faulkner, Ernest Stout, Jr., Grant Treado and Mark O. Davis. Others present: Brenden Welch, Eddie Brown, Morris Vaughn, R.C. Ryan, Bruce Orwin, Barry Daulton, and visitors names on the attached list.

Barry Daulton gave the monthly accountants report. Motion made by Grant Treado, seconded by Ernest Stout, Jr. to accept report as read and authorize the Accountant to pay the accounts payable. Motion passed without opposition.

Motion made by Bobby Crow, seconded by Wade Bumgardner to increase the monthly payment to Barry Daulton CPA., PSC., by \$250.00 Motion passed without opposition.

Motion made by Grant Treado, seconded by Ernest Stout, Jr. to hire Randall Turpin, CPA, PLLC to conduct the Association's 2018 audit. Motion passed without opposition.

Morris reported to the board; the Dixie Bend, glass line, standpipe water storage tank continues to leak. Morris was instructed, by consensus of the Board, to gather some data on the cost of replacing the tank.

Morris discussed the need for a tag-a-long trailer to haul the lawn mowers. After discussing the matter, it was the consensus, of the Board, to consider this type of expenditure within the scope of the Manager's discretion.

Letter of conditions item #63, 192/1003 improvement project, concerning notification of Membership meeting. Motion made by Grant Treado, seconded by Dwight Faulkner to accept item #63. Motion without opposition.

The Board discussed Brook Ping's desire to extend a 3" water main approximately 2,000 ft., on the Evertte Mize Road. The consensus of the board noted as follows: Mr. Ping must have and pay the cost for a hydraulic analysis completed by the Association's engineers. If the Association's engineers will sign off on the project, then the Board can consider accepting or rejecting the project into the system.

Motion made by Dwight Faulkner, seconded by Dennis Faulkner to construct the new water office building, 192/914, on the north end parcel of the property. Motion passed without opposition.

Minutes from April's meeting were read. Motion made by Wade Bumgardner, seconded by Grant Treado to accept minutes as read. Motion passed without opposition.

Motion made by Dwight Faulkner, seconded by Bobby Crow to adjourn. Meeting adjourned at approx. 7:18 pm

Respectfully submitted,

Mark O. Davis

**SOUTHEASTERN WATER ASSOCIATION, INC.**

**BOARD OF DIRECTORS**

**MINUTES**

**JUNE 2019**

Board of Directors of Southeastern Water Association, met for its monthly meeting, June 13<sup>th</sup> 2019, Board Members present: Bobby Crow, Joe Crawford, Dwight Faulkner, Grant Treado, Mark O. Davis. Others present Morris Vaughn, R.C. Ryan, Barry Daulton, Bruce Orwin, Brenden Welch and visitors as noted on the sign-in sheet.

Cyrus Adkisson approached the Board requesting a water line be installed on West Flat Rock Rd. President Joe Crawford explained the process the Association must follow before water mains can be installed or extended. This road will possibly be on a future project.

Alex Godsey addressed the Board about GPS mapping of the Associations infrastructure: shutoff valves, hydrants, etc. He and Anthony Thompson mapped the McCreary, Co. Water District's system and would like to be considered, when SEWA decides to GPS Map its system.

Alex along with Eddie Brown discussed with the board the water line relocations on 461 as part of the, Kentucky Dept. of Highways 461 upgrade project. Also discussed the situation with William Brinkley's property. Mr. Brinkley's will be segregated from the current SEWA main and a new service line will have to be bored under the road to serve his residence. Some questions arose as to whether it would be in Mr. Brinkley's and SEWA best interest for this customer to be served by the City of Somerset. The Engineers and Morris will address this situation with the best interest of the customer and Association in mind.

Barry Daulton, CPA, gave the monthly finance report: Motion made by Grant Treado seconded by a Bobby Crow to accept the report as read and authorize the accountant to pay the bills.

Morris informed the Board, only one person from Upper Line Creek has paid a tap-on fee, as of the date of this meeting.

Motion made by Dwight Faulkner, seconded by Grant Treado to apply to the Public Service Commission to raise the price of a meter set from the current \$515.00 to \$915.00. Motion passed without opposition.

Minutes of the May meeting were read. Motion made by Bobby Crow, seconded by Grant Treado to accept the minutes as read. Motion passed without opposition.

Motion made by Dwight Faulkner, seconded by Bobby Crow to adjourn. Meeting adjourned at 6:55 pm.

Respectfully Submitted,

Mark O. Davis, Secretary

**SOUTHEASTERN WATER ASSOCIATION**

**BOARD OF DIRECTORS**

**MINUTES**

**JULY 2019**

Board of Directors of Southeastern Water Association met for its monthly meeting, July 11, 2019. Board Members present: Bobby Crow, Dwight Faulkner, Joe Crawford, Ernest Stout, Jr., Grant Treado, Wade Bumgardner, Dennis Faulkner and Mark Davis. Others present: Brendon Welch, Eddie Brown, R.C. Ryan, Bruce Orwin, Barry Daulton, Morris Vaughn, Heather Stevenson of LCADD and visitors as indicated by the monthly meeting's sign in sheet.

Rusty Anderson, addressed the Board concerning GIS and GPS mapping of the Associations plant infrastructure: valves, meters, hydrants etc. He offered a turn key proposal of \$4.00 per point, which includes everything. The Board will analyze the proposal.

Heather Stevenson, Lake Cumberland Area Development District, introduced herself to the Board. She addressed some of her responsibilities with LCADD and how she interacts with water utilities.

C.V. Hansford asked the Board to consider extending water main on Hwy. 80 onto Sears Cemetery Rd. approximately 1,500 ft. The Board will take consideration of this request at a later date.

Barry Daulton, gave the monthly Accountant's report. Motion made by Dennis Faulkner, seconded by Grant Treado to accept the report as read and authorize the Accountant to pay the accounts payable. Motion passed without opposition

Minutes of June meeting were read. Motion made by Bobby Crow, seconded by Grant Treado to accept the minutes as read with two corrections: Bobby Crow not Bobby Crow. West Rock rd. corrected to read, West Flat Rock Rd.

Morris advised; the letter has been sent to the PSC requesting approval to raise tap on fees from \$515.00 to \$915.00. PSC has a target date of 8/8/19 to implement the new rate.

Morris, reported the PSC inspected the Dixie Band tank once and the Ky. Division of water has inspected it twice. Both agencies noted some discrepancy that needs attention. The PSC will be sending a letter to the Association requesting a written report on what measures will be taken to correct the issues.

Morris, suggested purchasing a large pull behind generator for use when the electricity is out. Morris was instructed to check prices and report finding to the Board at the next stated date of communication.

Motion made by Bobby Crow, seconded by Grant Treado to adjourn. Meeting adjourned at 7:07 pm.

Respectfully submitted,

Mark Davis, Secretary

**SOUTHEASTERN WATER ASSOCIATION**

**BOARD OF DIRECTORS**

**MINUTES**

**AUGUST 2019**

Board of Directors of Southeastern Water Association met for its monthly meeting, 5:30 pm, August 8, 2019. Board Members present: Bobby Crow, Wade Bumgardner, Ernest Stout Jr., Grant Treado, Dwight Faulkner, Joe Crawford, Mark Davis. Other present: Eddie Brown, R.C. Ryan, Bruce Orwin, Barry Daulton, Randall Turpin, and visitors as indicated by the monthly meeting's sign-in sheet.

Stephen Wright addressed the board wanting a water meter installed on Walnut Grove Rd. The concern with setting a meter for Mr. Wright has been the fact, it will be connected to a 1" service line that is already serving 5 customers. Morris informed the Board; Eddie Brown has completed a hydraulic analysis and there is enough water to justify setting the meter. If pressure becomes an issue the Association will have to install a larger service line.

Randall Turpin, CPA has completed the Audit for 2018. Mr. Turpin informed the Board; the 2018 Audit is good and in compliance.

Morris advised the Board; The Everett Mize Rd. line installation project, funded by Brook Ping, is completed and water samples will be sent for analyses.

Eddie Brown informed the Board; hopefully the 192/1003 improvement project will be advertised for bids, in September.

Minutes of the July meeting were read. Motion made by Grant Treado, seconded by Ernest Stout, Jr. to accept minutes as read. Motion passed without opposition.

Barry Daulton, gave the monthly financial report. Motion made by Wade Bumgardner, seconded by Bobby Crow to accept the financial report as read and authorize the Accountant to pay the bills. Motion passed without opposition.

The Board discussed some particulars concerning the construction of the new water office complex. Board President Joseph Crawford, asked for a show of hands, from the Board, on who would be in favor of constructing a Community Room, in the new complex, that could be used by the public for various events and activities. The informal vote was 4 to 3, to not have a Community Room.

Motion made by Dwight Faulkner, seconded by Mark Davis. Meeting adjourned at 7:14 pm

Respectfully submitted,

Mark O. Davis, Secretary

**SOUTHERN WATER ASSOCIATION**

**BOARD OF DIRECTORS**

**MINUTES**

**SEPTEMBER 2019**

Board of Directors of Southeastern Water Assoc. met for its monthly meeting, Sept. 12<sup>th</sup> 2019. Board members present: Bobby Crow, Wade Bumgardner, Joe Crawford, Dennis Faulkner, Dwight Faulkner, Mark Davis. Others present: Morris Vaughn, R.C. Ryan, Bruce Orwin, Barry Daulton, and others as listed on the visitor's sign-in sheet.

Board of Directors discussed installing a water main line on Goodhope rd. Several current water customers live on Goodhope rd. and most of them have excessively long service lines from their meter to their homes. Morris was asked to get a measurement on the amount of water line that would be needed.

Minutes of the August meeting were read. Motion made by Wade Bumgardner, seconded by Bobby Crow to accept the minutes as read. Motion passed without opposition.

Barry Daulton presented the monthly financial report. Motion made by Dwight Faulkner, seconded by Dennis Faulkner to accept the report as presented and authorize the accountant to pay the accounts payable. motion passed without opposition.

Morris gave an update on the Dixie Bend tank: Kentucky Division of Water and the State Public Service Commission have been notified that the Board of Directors are weighing the options on how best to remedy the situation. Jay Hoffman, Wet and Dry Tank Inspections, is drafting a memorandum recommending the association replace the existing glass line tank with a new elevated tank.

Motion made by Bobby Crow, seconded by Mark Davis to renew the Association's property & liability insurance and workers compensation, with added coverage for cyber security. The total renewal cost is \$50,898.96, realizing a savings of \$608.36 from the previous year. Motion passed without opposition

Morris reported a concrete residential driveway on Melody Ln. needs to be repaired due to damage done when fixing a water main leak. Morris was authorized, under manager's discretion, to have the driveway repaired.

Motion made by Dennis Faulkner, seconded by Bobby Crow to have the office parking lot sealed and restriped at a cost of \$980.00. Motion passed without opposition.

Motion made by Dwight Faulkner, seconded by Wade Bumgardner to authorize Morris Vaughn and Grant Treado to research the cost of purchasing a new pickup truck. Motion passed without opposition.

Morris advised the Board of a situation in Lake Cumberland Resort. At the last house on Majestic Dr. the entire area is sliding over the mountain. The Association has a water main that runs along the same side of the road where the erosion is taking place. If the area continues to slide, the associations water main will be in jeopardy. Motion made by Dennis Faulkner, seconded by Mark Davis to hire an outside engineer to analyze the situation and provide recommendations on how best to protect the water main.

Board President Joe Crawford informed the Board of Directors, he will be meeting with Somerset Mayor Alan Keck. Mr. Crawford will discuss, with the Mayor, the testing of Somerset's master meters where the SEWA purchases water. SEWA desires to follow the current contract which calls for random testing by an independent qualified testing agency.

Respectfully submitted,

M.O. Davis, Secretary

**SOUTHERN WATER ASSOCIATION**

**BOARD OF DIRECTORS**

**MINUTES**

**October 2019**

Board of Directors of Southeastern Water Assoc. met for its monthly meeting, 5:30 p.m. at the Water office: Board members present: Bobby Crow, Wade Bumgardner, Joe Crawford, Dennis Faulkner, Mark Davis, Grant Tredo. Others present: Morris Vaughn, R.C. Ryan, Brenden Welch, Eddie Brown, Bruce Orwin, Barry Daulton. No visitors present for meeting.

Barry Daulton presented the monthly financial report. Motion made by Grant Tredo, seconded by Ernest Stout Jr. to accept the financial report as read and authorize the paying of the bills. Motion passed without opposition.

Minutes of the September meeting were read. Motion made by Dennis Faulkner, seconded by Wade Bumgardner to accept the minutes as read. Motion passed without opposition.

President Joe Crawford requested an update on whether or not the Association has been reimbursed \$27,000 for expenses related to the fuel spill in Burnside. SEWA has been reimbursed \$25,000. The Association has not been reimbursed the \$2,000. for the expenses, such as: labor and overtime labor, use of backhoe, dump truck, hauling fill dirt to recover the affected pipe.

President Joe Crawford requested an update about the agreement between Dollar General and Southeastern Water Association concerning the concrete driveway at their Tateville Dollar General location. Board Attorney Bruce Orwin informed the board the agreement has been sent to Dollar General Headquarters for their signatures. As of the date of this meeting the association has not received the agreement signed. Bruce Orwin will check into it and have a report at the next board meeting in November.

Engineer Eddie Brown informed the board that he spoke with Clay McKnight of the US Dept of Agriculture Division of Rural Development about using funds from the association's depreciation account to replace the stand pipe glass line tank at Dixie Bend. Mr. McKnight stated that the Rural Development would prefer Southeastern Water Association not use the depreciation account for the purpose of a new tank. Eddie Brown informed the board that he will contact Mr. McKnight before the November Board meeting to see if the Rural Development might reconsider their objections.

Morris reported the driveway on Melody Ln. has been repaired; cost \$375.00

Motion made by Dennis Faulkner, seconded by Wade Bumgardner to install a water main on Good hope Church road, to better serve existing customers. Motion passed without opposition.

Grant Tredo presented to the Board, bids on purchasing a new truck. Motion made by Wade Bumgardner, seconded by Bobby Crow to purchase a new 2019 GMC/Classic style, V8, price \$32897.00. Motion passed without opposition.

President Joe Crawford, shared with the Board, he has met with Somerset Mayor Allen Kick, and representatives for the Somerset Dept. of Water. The City of Somerset has no problems with Southeastern Water Association checking the master meters any time SEWA wants too.

Motioned made by Dennis Faulkner, seconded by Grant Treado to hire a 3<sup>rd</sup> crew, consisting of two employees whose primary responsibilities would be leak detection. Results of the Vote on the motion, as follows. Yes: Wade Bumgardner, Dennis Faulkner, Grant Treado. No: Bobby Crow, Mark Davis. Ernest Stout Jr. abstained from voting. Motion passed by majority vote.

Morris Vaughn advised the Board, the portable generators the Association will need to supply power to the pump stations, in the event of a power outage, will cost approx. \$50,000. The cost of equipping each pump station with the electrical receptacles will be approx. \$5,000

Motion made by Bobby Crow, seconded by Dennis Faulkner to authorize the purchasing of 500 new water meters for next year. Motion passed without opposition.

Motion made by Dennis Faulkner, seconded by Ernest Stout Jr to repair the driveway to the 192 tank. Motion passed without opposition.

Motion made by Dennis Faulkner, seconded by Bobby Crow to seek an outside contractor to lay 3 new service lines to the last three residences on Majestic Dr. in Lake Cumberland Resort. Motion passed without opposition.

Motion made by Bobby Crow, seconded by Wade Bumgardner to authorize Board Attorney Bruce Orwin to construct and send a letter to the City of Burnside's Water Dept. stating: it is the position of the Board of Directors, Southeastern Water Assoc.: SEWA is not responsible or liable for a surge in pressure, this past July, that resulted in some Burnside residences sustaining water damage from ruptured indoor plumbing. Apparently, Burnside's pressure reducing valve failed and caused a water pressure that indoor plumbing could not tolerate. The pressure reducing valve belongs to Burnside and is located on their side of the master meter. Motion passed without opposition.

Motion made by Mark Davis, seconded by Bobby Crow to adjourn. Meeting adjourned at 7:25 pm.

Respectfully Submitted,

Mark O. Davis, Secretary

**SOUTHEASTERN WATER ASSOCIATION**

**BOARD OF DIRECTORS**

**MINUTES**

**NOV. 2019**

**Board of Directors of Southeastern Water Association met for its monthly meeting, November 14, 2019. Board members present: Joe Crawford, Wade Bumgardner, Dwight Faulkner, Mark Davis, Bobby Crow, and Dennis Faulkner. Others present: Brenden Welch, Morris Vaughn, R.C. Ryan, Bruce Orwin and Barry Daulton. No visitors signed the attendance sheet.**

**Barry Daulton gave the monthly Accountant's report. Motion made by Dwight Faulkner, seconded by Mark Davis to accept report as read. Motion passed without opposition**

**Minutes of last months meeting were read. Motion made by Bobby Crow, seconded by Dennis Faulkner to accept minutes as read. Motion passed without opposition.**

**Morris reported he sent a letter to the Kentucky Division of Water advising them the Association will be replacing the Dixie Bend tank.**

**Brenden Welch, Kenvirons Engineering, informed the Board should receive the approval, from the Kentucky Division of Water, before next months meeting, on line installation on Goodhope Church Rd.**

**Brenden Welch, also informed the Board, the bid opening from the 192/1003 project will be opened on December, 4<sup>th</sup> 2019.**

**Bruce Orwin, informed the Board the \$2000.00 still owed to the Association, by the Insurance Co. of the Trucking Co. involved in the gasoline spill in Burnside has not been received. He may have to file an Unfair Practice Suit.**

**Bruce Orwin, informed the Board he has not received the signed agreement from Dollar General concerning the concrete parking lot at the Tateville location.**

**Motion made by Mark Davis, seconded by Dennis Faulkner to adjourn. Meeting adjourn at 6:55 pm.**

**Respectfully Submitted,**

**Mark O. Davis, Secretary**

**SOUTHEASTERN WATER ASSOCIATION**

**BOARD OF DIRECTORS**

**SPECIAL CALLED MEETING**

**DECEMBER, 5<sup>TH</sup> 2019**

**Board of Directors of Southeastern Water Association met for a Special called meeting, 5:30 pm. Board members present: Joe Crawford, Dwight Faulkner, Dennis Faulkner, Wade Bumgardner, Ernest Stout, Jr., Grant Treado, Bobby Crow, Mark O. Davis. Others present: Morris Vaughn, Bill Neikirk.**

**This special called meeting was for the purpose of considering the employee's healthcare insurance renewal.**

**Bill Neikirk, presented the Board with several options, including the current policy, for consideration. After discussion, motion made by Dennis Faulkner, seconded by Grant Treado to purchase Humana Chamber UW Plan Eight for the ensuing year. Motion passed without opposition.**

**Meeting adjourned 6:00 pm.**

**Respectfully Submitted**

**Mark O. Davis. Secretary**

**SOUTHEASTERN WATER ASSOCIATION**

**BOARD OF DIRECTORS**

**MINUTES**

**DECEMBER 2019**

Board of Directors Southeastern Water Association met for its monthly meeting, December, 12<sup>th</sup>, 2019. Board members present: Joe Crawford, Dennis Faulkner, Ernest Stout, Jr., Grant Treado, Dwight Faulkner. Others present: Eddie Brown, Morris Vaught, R.C. Ryan and Barry Daulton. No visitors signed the meeting roster.

Barry Daulton gave the monthly Accountant's report. Motion made by Mark O. Davis, seconded by Ernest Stout, Jr. to accept the report as read and authorize the Accountant to pay the accounts payable. Motion passed without opposition.

Board President Joe Crawford informed the Board; the \$2000.00 owed to the Association, from the trucking company responsible for the gasoline spill in Burnside, has been collected. Also, Board Attorney D. Bruce Orwin, has sent a notice, by certified mail, to Dollar General concerning the concrete parking lot at the Dollar General store in Tateville. In the event the Association needs to gain access to the water mains, that are located under the concrete, Southeastern Water Association will not be responsible for restoration of the concrete parking lot.

Eddie Brown informed the Board about the bids on the 192/1003 improvement project. Weddle Enterprise was the only bid received and it was \$600,000 over the projected cost. Eddie has talked to Clay McKnight, Agent for the United States Dept. of Agriculture-Division of Rural Development, about securing enough funds to cover the \$600,000. Mr. McKnight stated, there will be additional funds available if the Association desires to apply for them. According to Eddie, if an additional \$600,000 is secured, this would result in a need to increase water rate approximately \$2.45%. However, depending on how much, if any, of the additional funds are in the form of a grant, the rate increase could be lower.

Motion made by Dwight Faulkner, seconded by Grant Treado to authorize Association's Engineering Firm, Kenvirons, to seek additional funding, for the 192/1003 project, from Rural Development. These additional funds are to cover the shortfall between the estimated cost of the project, and the funds initially approved by Rural Development, extend Weddle Enterprise's initial bid, and to include customer rate increase of no more than 2.45%. note: this proposed rate increase could be lowered, depending on how much of a grant vs. loan the Association can secure. Motion passed without opposition.

Motion made by Grant Treado, seconded by Dwight Faulkner to approve profile requesting Rural Development funding for the replacement of the Dixie Bend's, glass lined, stand pipe tank!! Motion passed without opposition.

Morris informed the Board; no permits have been received for the Good Hope Church Rd.

Motion made by Dwight Faulkner, seconded by Mark Davis to give SEWA employee's a net \$100.00 as a Christmas bonus. Motion passed without opposition

Mr. Lester Moore and Mr. Cody Weddle, addressed the Board with a desire to apply for employment with SEWA. This will be brought up at the next Directors Meeting. Meeting adjourned @ Approx. 8:30 pm

Respectively Submitted.

Mark O. Davis, Secretary