

METROPOLITAN SEWERAGE DISTRICT BOARD

September 4, 1984

The regular monthly meeting of the Metropolitan Sewerage District Board was held in the Boardroom of MSD's Administration Building at 2 p.m., Tuesday, September 4, 1984.

Chairman Robinson called the meeting to order, and Mrs. Crowe called the roll. In addition to the Chairman, the following members were present: Messrs. Batts, Boggs, Clark, Dent, Ivey, Pope, Smith, and Williams and Mrs. Sciara. Also attending the meeting were Engineer-Manager W. H. Mull, Attorney John S. Stevens, and Consulting Engineers Dean Huber and Don Berryhill.

Mr. Clark moved that the minutes stand approved as written, and Mr. Pope seconded the motion. Voice vote was unanimous in favor of the motion.

Mr. Mull reported on the following:

- a. Amendment to Consulting Engineers' Annual Report dated April 13, 1984: Mr. Mull told the Board that because of heavy construction activity that should start in the near future, the consulting engineers' annual report had been amended to recommend that the level of the Repair and Extension Fund be increased from \$2 million to \$3 million. This report was received as information by the Board.
- b. Industrial User Charge report: Mr. Smith reported that the User Charge Committee met prior to the Board meeting with Mr. Mull and Mr. Huber to review the report on industrial and domestic user charges for FY 1983-84 and proposed user charges for FY 1984-85, with most of the committee's discussion being centered on the recommended domestic user charge of 44¢ per CCF. Mr. Smith emphasized to the Board the fact that 44¢ per CCF would not recover the shortfall experienced last fiscal year. After considerable Board discussion, Mr. Boggs moved that the Board set the domestic user charge at 46¢ per CCF, effective October 1, 1984, with expectation that 45¢ will cover the cost for the current fiscal year with the additional 1¢ to cover part of the shortfall for last year. Mr. Batts seconded the motion. Batts, Boggs, Clark, Ivey, Pope, Williams, and Robinson voted yes; Dent, Sciara, and Smith voted no; motion was carried by 7-3 roll call vote.

Mr. Dent then moved that the Board adopt the industrial rates as presented in the consulting engineers' report for FY 1984-85 (Flow, \$0.089/CCF; BOD, \$0.063/lb.; SS, \$0.042/lb.) and authorize rebates to industry for last fiscal year in the amount of \$90,000. The rebates resulted from billings to industry of approximately 17% more than the calculated industry share of the actual cost. Mr. Williams seconded the motion, and roll call vote was unanimous in favor of the motion. The new rates are effective retroactive to July 1, 1984.

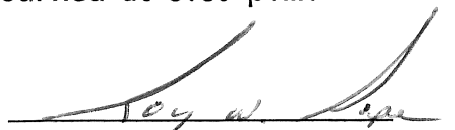
- c. Hydro update: Mr. Stevens reported to the Board on correspondence he has had with the bonding attorneys and on possible financing alternatives for the hydro project. Mr. Boggs then moved that the Engineer-Manager be directed to readvertise for bids, moving the bid opening date from September 11 to September 25 and, should an additional extension of time be necessary, authorize to extend an additional two weeks. Mr. Dent seconded the motion, and roll call vote was unanimous in favor of the motion.

Mr. Mull told the Board that he had been invited to a dinner meeting September 5 in the City Club, with the event being hosted by the City and which would be attended by a representative from Moody's Investors Service, a company which rates sewer system bonds. It was the concensus of the Board that Mr. Mull attend the meeting.

Chairman Robinson presented to the Board a letter from Mayor McDevitt, who invited the MSD Board members, especially those three appointed by the City, to meet with City Council at noon September 11 and to meet with the Water Authority at 4 p.m., September 17.

Date of the next regular meeting of the MSD Board will be October 16, 1984.

There being no further business, the meeting was adjourned at 3:30 p.m.


Secretary