

UNION WILLIAMS PUBLIC SERVICE DISTRICT

Regular Board Meeting

June 14, 2006

MINUTES & TREASURER'S REPORT

APPROVED

BY: Steph L Nulter

DATE: 7-18-06

Roll Call:

S. L. Nulter, Chairman
R. J. Mullenix, Treasurer
H. E. Seufer, Secretary

Attending:

D. Pauline Lowers, UWPSD
Steve Hardman, Bowles, Rice, McDavid, Graff, and Love
Dominick Cerrone, Cerrone Associates
Gale Smith, Diversified Enterprise, Inc.
Pat Rawlings, Qk4 Engineering
Jonathan Carpenter, Thrasher Engineering

Location and Time:

6:30 P.M. District Office

Minutes by:

J. L. Dotson

S. L. Nulter called the meeting to order.

Read minutes of regular board meeting from May 17, 2006. R. J. Mullenix moved to accept minutes. H. E. Seufer second. Unanimous.

H. E. Seufer moved to accept the financial reports for May 31, 2006. R. J. Mullenix second. Unanimous.

Discussed Wastewater Project. No customers were present to discuss concerns. Discussed letter from the Division of Labor. Dominick asked Gale Smith if he knew anything about the situation. Mr. Smith said he was aware of the letter. Apparently, Zion Construction, the subcontractor on contract #2 did not pay the required benefits. He said Diversified is encouraging Zion to correct the problem.

Discussed Pay Requisition #30. Dominick said this requisition will request the remaining loan funds from the SRF, funds not related to contracts #2 and #3. Dominick read the resolution. The DEP has requested the District draw down the remaining funds this month so they can close out the load. H. E. Seufer moved to adopt the resolution. R. J. Mullenix second. Unanimous. Jonathan Carpenter asked if these funds can be used to pay the outstanding balance for inspection. Jerry Dotson explained that the DEP still claims that this is not an eligible expense and cannot be paid with SRF loan funds. The DEP is investigating the situation, but has offered no solution.

Discussed remaining project funds. Dominick introduced Change Order #6 for contract #3 and Change Order #9 for contract #2. These change orders assess additional charges of \$36,573.52 for contract #3 and \$3,240.00 for contract #2. They also include time extensions for both contracts. Each change order contains a letter of recommendation from Cerrone Associates. Dominick said Jason Billups of the DEP has reviewed both change orders and has verbally approved them. H. E. Seufer moved to approve both change orders as introduced. R. J. Mullenix second. Unanimous.

Discussed contract #6 pay requisition. Dominick provided an update of contract #6. H. E. Seufer moved to approve the pay requisition. R. J. Mullenix second. Unanimous. Jonathan Carpenter provided an update. He said Roger Hager, the inspector, expects all the packaged plants to be completed the end of next week.

Discussed completion date for punch list items and complaints for contracts #2 and #3. Gale Smith said Diversified intends to resume work Monday, June 19th. He anticipates completion the end of July or first of August. He said, Jerry Blair says eight weeks, he himself believes six weeks. Dominick Cerrone asked why they have not worked for the last several weeks. Gale said they feel they need to work efficiently. With the sporadic rains they feel there were a lot of days they would not have been able to work. Mr. Seufer asked if the power pole on Old St. Marys Pike has been moved. Gale Smith said they prefer not to do any additional work.

Discussed Guard Hill Project. Pat Rawlings said that he and Jerry Dotson met today with the volunteers from who will be obtaining the right of ways for the project. Discussed the DOH permit.

There were no customer issues to discuss.

Discussed the RUS and DEP annual budgets. Discuss the figure for payroll. Mr. Seufer believes the figure does not provide enough to cover overtime. The combined RUS budget will be increase by \$40,000 and the DEP budget will be increase to reflect an incremental portion of that \$40,000. H. E. Seufer moved to approve the budgets as revised. R. J. Mullenix second. Unanimous.

H. E. Seufer moved to pay Requisitions #1 and #2. R. J. Mullenix second. Unanimous.

Discussed employee salaries.

Meeting adjourned at 9:00 PM.