

Choctaw Utilities, Inc.
Water Board Meeting
July 9, 2001

Steve Blake called the meeting to order at 7:00 pm. Members present were Ernie Sparks and Bill Laney. Also present was Jimmy Moran.

Minutes were read and approved. Motion to accept was made by Ernie Sparks and seconded by Steve Blake. All approved.

Financials were discussed. Everything reported was all right.

Old Business: Jimmy reported on the copper corrosion. He reported that he is adding phosphate for 6 months. Testing has been done. Jimmy has asked for an additional 6 months for additional testing. Jimmy reported that there is equipment problems, it is highly corrosive at the feed point. He is fixing leaks. He needs to replace water main at plant with different material which will help stop corrosion.

Jimmy reported that the blue paint on the small water tower bled through. He has received a new bill for \$2800.00 for additional paint in order to repaint for a 2nd time. It was agreed not to pay for the additional cost. He had a contract.

Jimmy had an EPA inspection on May 31st. They recommend a wellhead protection plan. They also recommended that water meters be installed. They have required: (1) Chlorine leak protection in chlorine room (2) 2001 Contingency Revision (3) A Choctaw Lake Sampling Plan (4) Consumer Confidence Report for 2001 (5) Lead & Copper Testing (6) Monthly phosphate testing.

Jimmy stated that there needs to be a correction made to the Consumer Confidence Report. This will be done in the August Issue of the Peace Pipe.

Steve asked the question as to what the cost would be if the copper couldn't be brought under control. Jimmy stated that he is not sure yet.

New Business: The new contract between CLPOA and Choctaw Utilities, Inc. was discussed. Jimmy stated that the old contract was for \$14,620.00. The current proposed contract total is \$17,520.00. The contract is for a term of 5 years. The 17% initial increase was not agreed upon. Jimmy does not agree that the added portion of the sewer system be included. They did not agree to the 4% annual increase starting July 2002. Bill Laney questioned whether or not they wanted the length of the contract to be for 5 years. Ernie Sparks proposed that a 1-year extension be asked for with an increase of 4%. Bill Laney requested that the contract be sent back with a request to substantiate the 17% increase. Everyone stated that they would be in agreement with the 4% increase and a contract for 5 years. Steve will present proposal at the next CLPOA Board

Meeting and he will also contact Brian Throckmorton for figures on the 17% increase.

Jimmy presented a proposal for a new storage building at the water plant. This will be for a 54' x 40' building with 14' ceilings. It will have a 12' x 48' x 8' office, it will include 3 bays. This proposal has no floor or electric. The quote was from the Sims Co. for \$35,910.00. Bill Laney requested that other quotes be obtained and looked at. Jimmy reported that this year about \$12,000.00 is in the budget for a new building. This will not be enough to cover the cost of a building. Jimmy will get additional bids, which would include floor and doors. Jimmy said he would call a special meeting when he gets the figures.

A motion to adjourn was made by Ernie Sparks and seconded by Steve Blake. Meeting was adjourned at 8:30 pm.