

**MINUTES OF CLINTON PUBLIC WORKS AUTHORITY MEETING  
NOVEMBER 4, 2014**

Minutes of the regular meeting of the Chairman and Trustees of the Clinton Public Works Authority of Clinton, Oklahoma, Custer County, held in the City Council Room, City Hall on Tuesday, November 4, 2014, at 5:30 p.m. A notice of this meeting with agenda was posted on the bulletin board in the lobby of Clinton City Hall on October 31, 2014.

Chairman Seth Adams called the meeting to order with the following present;

**MAYOR:** Seth Adams

**COUNCIL:** Don Rodolph, Mustafa Sami, Wheeler Lowry, Jason Hulin

**CITY MANAGER:** Mark Skiles

**CITY CLERK:** Lisa Anders

**CITY TREASURER:** Debra Blanchard

**DEPUTY CLERK:** Lisa Anders

**CITY ATTORNEY:** Ryan Meacham

**NEWS MEDIA:** Gerald Green and Mike Smith

**OTHERS:** Kris Wermey, Jeremy Brush, Gene McCullough, Julie Menge, Conan Wilson, Mary Helen Jones, Toby Anders, Ben Oglesby, Mary Smith, Justin Parker and others.

Chris Fields of the First Baptist Church opened the meeting with prayer and Trustee Lowry led the Pledge of Allegiance.

**AGENDA ITEM NO. 3: CONSENT AGENDA**

- A. Minutes of Regular Meeting of October 21 , 2014  
Minutes of Special meeting of October 16, 2014  
Minutes of Special meeting of October 29, 2014
- B. Consider claims

Moved by Trustee Sami and seconded by Trustee Hulin that Consent Agenda Item No. 3 (a-b) be approved.

Chairman put the motion to a roll call vote:

Aye: Sami, Hulin, Lowry, Rodolph, Adams

Nay: None

Chairman declared the motion carried.

**AGENDA ITEM NO. 4 ACTION ITEMS**

**4A. CONSIDERATION AND POSSIBLE ACTION WITH RESPECT TO RESOLUTION NO. PW14-04 INCREASING WATER RATES IN PHASES FOR CUSTOMERS SERVED BY CLINTON PUBLIC WORKS AUTHORITY IN ORDER TO PROVIDE ADDITIONAL WATER SUPPLIES AND TREATMENT CAPABILITY, INCLUDING AN INCREASE IN THE EXISTING WATER SURCHARGE FEE**

City Manager Mark Skiles explained that information has been presented previously regarding potential water rate increases to be implemented in phases. He explained that Phase One is proposed to begin January 1, 2015 and Phase Two is proposed to begin January 1, 2016.

Manager Skiles introduced Ben Oglesby of Municipal Finance Services, Inc to answer any questions of the Authority.

Trustee Rodolph said the information presented at the special meeting explained the intent and the resolution details the rate adjustments but he asked about the possibility of a sales tax vote for \$.05 so as to defray the cost of Phase II.

Ben Oglesby said that it a good idea to explore. He said that Phase I needs to be put in place now and this would buy some time before Phase II would need to go into place.

City Treasurer Debra Blanchard reported that currently the sales tax is designated for different projects. She explained that \$.05 is a permanent tax for Acme Brick Park, \$.49 is for the Police Department remodel/Fire Station construction, \$.38 is for Acme Brick Park debt service and \$.08 is for Economic Development. She said that \$.95 would expire in August of 2019.

City Attorney Ryan Meacham said that for the Authority to take action on this, it would need to be placed as an agenda item on a future agenda.

Ben Oglesby said this would allow the city to save money to implement Phase I and an adjustment could be made to Phase II at a later date.

City Manager Mark Skiles said the resolution has an effect on the bonds. He said this would help in getting a cheaper rate.

Motion was made by Trustee Rodolph and seconded by Trustee Sami to adopt Resolution No. PW14-04 increasing water rates in phases for customers served by Clinton Public Works Authority in order to provide additional water supplies and treatment capability, including an increase in the existing water surcharge fee.

Chairman put the motion to a roll call vote:

Aye: Rodolph, Sami, Hulin, Lowry, Adams  
Nay: None

Chairman declared the motion carried.

Trustee Rodolph said he would like to see the sales tax issue on a future agenda.

City Attorney Ryan Meacham said this would allow time next year for an election. He said the 2015 rate adjustment bought time and a recalculation can be made for the 2016 adjustment.

#### **AGENDA ITEM NO. 5 TRUSTEE REPORT**

None

#### **AGENDA ITEM NO. 6: MANAGER'S REPORT**

None

**AGENDA ITEM NO. 7: AUDIENCE PARTICIPATION**

Dave Fetterolf, representative of KOA Campground, said his water is supplied for Clinton Lake and he protested regarding the doubling of his water rates. He said the proposed reverse osmosis plant that is being proposed would not benefit him and he did not feel that he should be charged the higher rates.

City Attorney Ryan Meacham said that the Authority can't take action on the request at this time and recommended that Mr. Fetterolf discuss this issue with the City Manager.

**AGENDA ITEM NO. 8: ADJOURNMENT**

Moved by Trustee Hulin and seconded by Trustee Sami to adjourn the meeting.

Chairman put the motion to a roll call vote:

Aye: Hulin, Sami, Lowry, Rodolph, Adams

Nay: None

Chairman declared the meeting adjourned at 5:45 p.m.

RESOLUTION NO. PW14-04

RESOLUTION ADJUSTING THE WATER RATES OF THE  
CITY OF CLINTON

WHEREAS the City of Clinton is in the process of planning for the financing and construction of new water treatment facilities;

WHEREAS it is necessary for the City of Clinton to increase water rates in two phases, in order to defer the impact of single rate increase and diminish capitalized interest.

NOW THEREFORE, be it resolved by the Mayor and Council of the City of Clinton, Oklahoma:

The Phase I rates charged for water shall be as follows:

**INSIDE CITY LIMITS**

<b>Consumption Range</b>						
<b>Base Rate</b>	<b>2,100-4,000</b>	<b>4,001-14,000</b>	<b>14,001-100,000</b>	<b>100,001-500,000</b>	<b>500,001-UP</b>	<b>Arapaho</b>
\$20.31 Includes 2,000 gallons	\$7.44/ 1,000 gallons	\$8.05/ 1,000 gallons	\$9.54/ 1,000 gallons	\$8.84/ 1,000 gallons	\$7.97/ 1,000 gallons	\$9.24/ 1,000 gallons

**OUTSIDE CITY LIMITS**

<b>Consumption Range</b>					
<b>Base Rate</b>	<b>2,100-4,000</b>	<b>4,001-14,000</b>	<b>14,001-100,000</b>	<b>100,001-500,000</b>	<b>500,001-UP</b>
\$31.96 Includes 2,000 gallons	\$11.03/ 1,000 gallons	\$11.95/ 1,000 gallons	\$14.19/ 1,000 gallons	\$13.13/ 1,000 gallons	\$11.82/ 1,000 gallons

For Phase I the Water Surcharge shall increase from \$.16 per meter to \$1.66 per meter.

The foregoing changes for Phase I, for the City of Clinton shall be implemented on January 1, 2015.

The Phase II rates charged for water shall be as follows:

**INSIDE CITY LIMITS**

Consumption Range						
Base Rate	2,100-4,000	4,001-14,000	14,001-100,000	100,001-500,000	500,001-UP	Arapaho
\$27.71 Includes 2,000 gallons	\$9.72/ 1,000 gallons	\$10.53/ 1,000 gallons	\$12.49/ 1,000 gallons	\$11.56/ 1,000 gallons	\$10.42/ 1,000 gallons	\$12.28/ 1,000 gallons

**OUTSIDE CITY LIMITS**

Consumption Range					
Base Rate	2,100-4,000	4,001-14,000	14,001-100,000	100,001-500,000	500,001-UP
\$43.06 Includes 2,000 gallons	\$14.46/ 1,000 gallons	\$15.66/ 1,000 gallons	\$18.61/ 1,000 gallons	\$17.22/ 1,000 gallons	\$15.49/ 1,000 gallons

The foregoing charges for Phase II, for the City of Clinton shall be implemented on January 1, 2016.

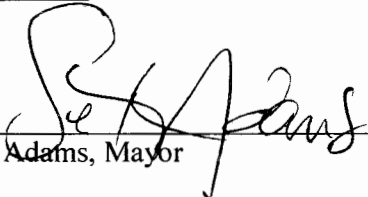
For Phase II, the Water Surcharge shall increase from \$1.66 per meter to \$3.16 per meter.

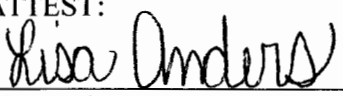
For Phases I and II, all water rates charged for users such as schools, non-profits, and industrial accounts will be adjusted proportionally to reflect the foregoing changes.

The foregoing charges for the Town Arapaho shall be submitted to Arapaho prior to April 1, 2015; and Phase I shall become effective July 1, 2015 and Phase II shall become effective July 1, 2016.

From the Phase I Water Surcharge amount of \$1.66 per meter, \$1.50 shall be deposited into a restricted account of the Clinton Public Works Authority for the purpose of obtaining water rights. With Phase II implementation, the amount deposited into the restricted account shall be \$3.00 per meter.

Passed and approved this 4 day of November, 2014.

  
 \_\_\_\_\_  
 Seth Adams, Mayor

ATTEST:  
  
 \_\_\_\_\_  
 Lisa Anders, Secretary