

January 21, 2003

A regular meeting of the Board of Commissioners of the Northern Kentucky Water District was held on January 21, 2003 at the District's Aqua Drive office. All Commissioners were present. Also present were Ron Lovan, Ron Barrow, Bari Joslyn, Richard Harrison, Mark Lofland, Charles Pangburn, Bob Buhrlage, Bob Stark, Jim Dierig, Jamie Denlinger, Doris Denlinger, Jennifer Vogel, Steve Moeggenberg, Heather Schaffner, Tom Prewitt, Amy Kramer, Andy Remlinger, Jim Sparrow, Don Gibson, Scott Shepherd, Dick Spoor, Jill Cahill, and Connie Reekers.

Mr. Koester called the meeting to order.

Mr. Stark led those in attendance in the Pledge of Allegiance.

Ms. Joslyn gave an update on the condition of Mary Carol Wagner, a member of the District staff.

The Red Cross recognized Jamie Denlinger, Plant Operator, with a certificate for his lifesaving efforts on November 29, 2002.

The Board reviewed correspondence received and news articles published since the last regular meeting.

After review and on motion of Mr. Hemmer, seconded by Mr. Wagner, the Board unanimously approved the minutes for the regular meeting held on December 17, 2002.

Mr. Wagner, with the consent of the Board, volunteered to serve as the Acting Secretary of the District during Dr. Sommerkamp's absence during the next two months.

After review and on motion of Dr. Sommerkamp, seconded by Mr. Jackson, the Board unanimously approved the expenditures of the District for the month of December, 2002.

Mr. Shepherd of the District staff presented the additional engineering costs needed to complete the Bristow Road Pump Station project to District specifications. After review and on motion of Mr. Jackson, seconded by Mr. Wagner, the Board unanimously authorized the President/CEO to increase Black and Veatch's engineering services contract amount by \$52,504.68.

Mr. Harrison of the District staff presented an amendment to the water supply agreement with the Pendleton County Water District for an extension of service to January 31, 2047 for the purchase of water furnished by Northern Kentucky Water District. After review and on motion of Dr. Sommerkamp, seconded by Mr. Wagner, the Board unanimously approved the amendment.

Mr. Harrison presented a proposed water main easement condemnation for a 6-inch water main at the end of Center Street in Covington. After review and on motion of Mr. Veatch,

seconded by Mr. Wagner, the Board unanimously authorized legal counsel to proceed with condemnation to secure the Hershner & Associates, Inc. easement.

Ms. Kramer of the District staff presented a proposal for engineering services for the Klette Road/Rice Road/Marshall Road extension project. After review and on motion of Mr. Hemmer, seconded by Dr. Sommerkamp, the Board unanimously agreed to authorize the execution of contract documents with Bayer Becker Engineers for \$28,499.

Mr. Barrow of the District staff presented a resolution for the authorization of issuance of a revenue bond anticipation note, series 2003A, in the amount of \$17,255,000. After review and on motion of Mr. Wagner, seconded by Dr. Sommerkamp, the Board unanimously approved the resolution.

Mr. Lovan presented the Strategic Planning Advance Summary Report for the planning advance held on November 7, 2002. After discussion and on motion of Mr. Jackson, seconded by Mr. Wagner, the Board unanimously agreed to adopt the report.

Mr. Sparrow of Rankin, Rankin & Co. provided a review of the auditing procedures used by the Northern Kentucky Water District.

The Board reviewed the District finance reports and Department reports.

On motion of Mr. Hemmer, seconded by Mr. Wagner, the Board unanimously agreed to go into executive session under the provisions of KRS 61.810 (1)(f) to discuss a personnel issue.

The Board returned to open session.

Mr. Jackson moved, with a second by Dr. Sommerkamp, that the Board authorize and direct Mr. Koester, Chair, to execute an amendment to the President/CEO's contract incorporating changes discussed and specified by the Board. The motion carried with Mr. Koester, Dr. Sommerkamp, Mr. Hemmer, Mr. Wagner and Mr. Jackson voting in favor of the motion and Mr. Veatch voting in opposition.

Other matters of a general nature were discussed.

There being no further business to come before the Board, the meeting was