

May 5, 2003

A special meeting of the Board of Commissioners of the Northern Kentucky Water District was held on May 5, 2003 at the District's Aqua Drive office in Cold Spring, Kentucky. All Commissioners were present. Also present were Ron Lovan, Ron Barrow, Bari Joslyn, Richard Harrison, Mark Lofland, Bob Buhrlage, Amanda Bledsoe, Charles Pangburn and Connie Reekers.

Mr. Koester called the meeting to order.

Mr. Lovan, President/CEO, and Mr. Barrow of the District staff presented a review of the Public Service Commission Order dated April 30, 2003 in Case No. 2002-00105. After discussion and on motion of Mr. Hemmer, seconded by Mr. Veatch, the Board unanimously agreed to adopt and implement the schedule of rates and charges approved by the Public Service Commission and attached to the Order as Appendix E, with such rates and charges to become effective as soon as possible following the satisfaction of all requirements for their implementation.

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

May 20, 2003

A regular meeting of the Board of Commissioners of the Northern Kentucky Water District was held on May 20, 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, Jim Dierig, Don Gibson, Amy Kramer, Mary Carol Wagner, Bill Wulfeck, Jill Cahill, Charles Pangburn and Connie Reekers.

Mr. Koester called the meeting to order.

Ms. Cahill of Pinger Public Relations led those in attendance in the Pledge of Allegiance.

Mary Carol Wagner, NKWD Laboratory Manager, was recognized for receiving the Award of Excellence in Public Health from the Northern Kentucky Health Department on May 14, 2003 for her dedication to public health efforts in providing expedient information on various water quality issues and for volunteering much time on inter-agency committees to address public health concerns related to the community's environment.

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

After review and on motion of Mr. Wagner, seconded by Mr. Jackson, the Board unanimously approved the minutes for the regular meeting held on April 15, 2003 and the special meeting held on May 5, 2003.

After review and on motion of Mr. Veatch, seconded by Mr. Hemmer, the Board unanimously approved the expenditures of the District for the month of April, 2003.

Mr. Wulfeck of the District staff presented the bids received for chemicals. After review and on motion of Mr. Jackson, seconded by Mr. Wagner, the Board unanimously agreed to award the contract to the bidders indicated on the attached bid tabulation pending further testing by the District as indicated in the tabulation.

Mr. Gibson of the District staff presented the bids received for service work orders. After review and on motion of Dr. Sommerkamp, seconded by Mr. Hemmer, the Board unanimously agreed to award the contract to J. Daniel & Company Inc. in the amount of \$34,311.59.

Kenton County Judge-Executive Richard L. Murgatroyd arrived at the meeting and thanked the Board and District staff for their dedicated efforts on behalf of the citizens of Northern Kentucky.

Mr. Dierig of the District staff presented the bids received for the Pump Preventive Maintenance Program. After review and on motion of Mr. Wagner, seconded by Dr.

Sommerkamp, the Board unanimously approved the award of the contract to Reynolds Inc. in the amount of \$10,860.

Mr. Harrison of the District staff presented the water line change order costs to complete the Thomas Street Water Main Replacement Project. After review and on motion of Mr. Hemmer, seconded by Mr. Jackson, the Board unanimously authorized the President/CEO to execute an agreement with the City of Covington to reimburse the City for water line change order costs to complete the project.

Mr. Harrison presented the bids received for the Subdistrict RF Water Main Extension Project. After review and on motion of Dr. Sommerkamp, seconded by Mr. Jackson, the Board unanimously agreed to award the contract to Coomer Contractors in the amount of \$516,284 and to authorize staff to complete all project related documents necessary to administer the project.

Mr. Harrison informed the Board of problems encountered with the Sanford Street Water Main Replacement Project. After review and on motion of Mr. Wagner, seconded by Mr. Hemmer, the Board unanimously agreed to void and annul the award of contract and notice of award for the Sanford Street Water Main Replacement Project contract to Southeastern Contractors.

Amy Kramer of the District staff presented proposed engineering services to perform the Glenn Avenue and Madison Avenue Redundancy and Water Main Replacement Project. After review and on motion of Mr. Jackson, seconded by Mr. Hemmer, the Board unanimously agreed to engage Bayer Becker Engineering for the project for \$20,300.

Mr. Barrow of the District staff presented a resolution for approximately \$30,270,000 in revenue bonds to pay off bond anticipation notes in the amount of \$17,210,000 and to provide additional funding of \$10,445,000 for capital projects approved in Rate Case 2002-0105. After discussion and on motion of Mr. Wagner, seconded by Dr. Sommerkamp, the Board unanimously approved the resolution.

The Board reviewed the District finance reports and Department reports.

Mr. Hemmer excused himself from the meeting and departed.

On motion of Mr. Jackson, seconded by Mr. Wagner, the Commissioners present unanimously agreed to go into executive session under the provisions of KRS 61.810 (1) (b) to discuss the possible acquisition of real property.

The Board returned to open session.

Other matters of a general nature were discussed.

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