

**Northern Kentucky Water District
Board of Commissioners Meeting
July 30, 2009**

A regular meeting of the Board of Commissioners of the Northern Kentucky Water District was held on July 30, 2009 at the District's facility located at 2835 Crescent Springs Road in Erlanger, Kentucky. All Commissioners except Commissioner Jackson were present. Also present were Ron Lovan, Mark Lofland, Richard Harrison, Bari Joslyn, Jack Bragg, Jim Dierig, Mary Carol Wagner, John Scheben, Scott Shepherd, Sherril Cook, Melissa Bielo, Chris Byrant, Jessica Ianiro, Roger Peterman, William Kreutzjans, John Yeager, Jurrien Kampinga, Frances Robinson and Charles Pangburn.

Ms. Robinson of the District staff led those in attendance in the Pledge of Allegiance.

The Board honored and thanked Frances Robinson for over 32 years of faithful and dedicated service to the District and the community on the occasion of her retirement.

Mr. Bragg of the District staff delivered a presentation to the Board on Rate Strategy: Past, Present & Future.

The Board reviewed articles published and correspondence received since the last regular Board meeting on June 25, 2009.

On motion of Commissioner Koester, seconded by Commissioner Wagner, and after discussion, the Commissioners present unanimously approved the minutes for the regular Board meeting held on June 25, 2009.

On motion of Commissioner Sommerkamp, seconded by Commissioner Wagner, and after discussion, the Commissioners present unanimously approved the expenditures of the District for the month of June, 2009.

Commissioner Koester made a motion, which was seconded by Commissioner Wagner, to accept and approve a proposal to conduct remedial action on the District's property located at 3049 Dixie Highway in Edgewood, Kentucky. Representatives of Ashley Commercial Group expressed an interest to the Board of submitting a proposal for the purchase of the property through a request for proposal process open to the public. All Commissioners present agreed to defer further discussion and any action on the motion to a later part of the Board meeting.

On motion of Commissioner Collins, seconded by Commissioner Koester, and after discussion, the Commissioners present unanimously agreed to award the engineering services contract for the Licking River Pump Station structural improvements project to GRW Engineers and to authorize the District staff to enter an appropriate engineering services contract.

On motion of Commissioner Sommerkamp, seconded by Commissioner Wagner, Commissioners Sommerkamp, Wagner, Macke and Koester approved a resolution for commercial internet banking with The Bank of Kentucky which designates the District's Vice-President of Finance as the primary administrator of the on-line banking services and authorizes the execution of an agreement and enrollment form. Commissioner Collins abstained from all discussion and voting on this matter.

On motion of Commissioner Wagner, seconded by Commissioner Sommerkamp, and after discussion, the Commissioners present unanimously agreed to award a contract for the Licking Pike Interconnect project near Deer Run Road in Campbell County to Krebs Construction Inc. and authorized the District staff to execute appropriate contract documents.

On motion of Commissioner Sommerkamp, seconded by Commissioner Wagner, and after discussion, the Commissioners present unanimously agreed to award a contract for consulting services for rate making for the years 2009 and 2010 with an option to extend and renew by written agreement to Gannett Fleming, Inc. and authorized the President and CEO of the District to execute appropriate contract documents.

On motion of Commissioner Koester, seconded by Commissioner Sommerkamp, and after discussion, the Commissioners present unanimously approved a resolution authorizing the issuance of approximately \$40,000,000 principal amount of Water District Revenue Bonds, Series 2011.

On motion of Commissioner Koester, seconded by Commissioner Sommerkamp, and after discussion, the Commissioners present unanimously approved a resolution authorizing up to \$40,000,000 Water District Revenue Bond Anticipation Notes, Series 2009.

The Board reviewed the District's financial reports and Department reports.

Mr. Lofland, Mr. Bryant and Ms. Ianiro, all of the District staff, delivered a brief presentation to the Board on Infinity Link.

On motion of Commissioner Wagner, seconded by Commissioner Collins, the Commissioners present unanimously agreed to go into executive session under the provisions of KRS 61.810(1)(c) to protect the District's legal interests and strategy in connection with possible litigation against the District.

The Board returned to open session.

On motion of Commissioner Koester, seconded by Commissioner Wagner, and after discussion, the Commissioners present unanimously agreed to table any further discussion and action on the motion previously made regarding remedial action at 3049 Dixie Highway until the regular Board meeting in September, 2009.

On motion of Commissioner Koester, seconded by Commissioner Collins, and after discussion, the Commissioners present unanimously agreed to authorize the District staff to advertise for proposals to purchase the District's property at 3049 Dixie Highway in Edgewood, Kentucky in accordance with directions provided by the President and CEO.

Other matters of a general nature were discussed.

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

CHAIRMAN

SECRETARY