



Daphne Utilities

APPROVED MINUTES

Utilities Board Meeting

City of Daphne Council Chambers ♦ May 26, 2010 ♦ 5:00 p.m.

I. CALL TO ORDER

The May 26, 2010 regular Board meeting for the Utilities Board of the City of Daphne was held and called to order by Chairman Robert Segalla, at 5:01 p.m.

II. ROLL CALL

Members Present: Robert Segalla, Chairman
Ron Scott, Vice Chairman
Fred Small, Mayor - 5:05 pm
Fenton E. Jenkins

Others Absent: Lon Johnston, Secretary Treasurer

Others Present: Jerry Speegle - Board Attorney
Rob McElroy - General Manager
Danny Lyndall - Operations Manager
Teresa Logiotatos - Finance Manager
Deloris Brown - Human Resources Manager
Lori Scharles - Executive Assistant
Melinda Immel - Volkert & Associates
Doug Bailey - HMR

Others Absent: Drew Klumpp - Administrative Services Manager

III. PLEDGE OF ALLEGIANCE

The Chairman led the Board and meeting attendees in the Pledge of Allegiance.

IV. APPROVAL OF MINUTES

a. *Utilities Board Minutes from April 28, 2010:*

The Chairman inquired if there were any corrections noted for the Minutes from the April 28, 2010, Utilities Board meeting. No corrections,

additions and/or deletions were noted.

MOTION BY Ron Scott to approve the Minutes for April 28, 2010; Seconded by Fenton Jenkins.

AYE: JENKINS, SCOTT, SEGALLA ABSENT: JOHNSTON, SMALL ABSTAIN: MOTION CARRIED

b. *Utilities Board Minutes from May 5, 2010, Special Meeting:*

The Chairman inquired if there were any corrections noted for the Minutes from the May 5, 2010, Special Utilities Board meeting. No corrections, additions and/or deletions were noted.

MOTION BY Ron Scott to approve the Minutes for May 5, 2010, Special Utilities Board meeting; Seconded by Fenton Jenkins.

AYE: JENKINS, SCOTT, SEGALLA ABSENT: JOHNSTON, SMALL ABSTAIN: MOTION CARRIED

V. Old Business

a. *Central Services Building (Property Investigation) – Update*

Mr. McElroy advised the negotiations to the paperwork have been concluded. Mr. Speegle informed the Board that the contract is contingent on zoning and annexation which is in the approval process. Mr. McElroy notified that he made a presentation at a work session of the Planning Commission with no negative feedback; Danny Lyndall will be attending a Planning Commission meeting with no objections expected, and final drawings will be distributed afterward. Mr. Scott asked if an environmental study will be conducted. Mr. McElroy answered that discussions are underway with the engineer regarding this.

b. *Spanish Fort Sewer Franchise issues* – no current information was reported.

c. *Items in Abeyance:*

1. **Gas Franchise Agreement** – No current information was reported.
2. **19 Acres – Daphne Utilities property** – Ron Scott reminded the Board and staff of the donation agreement with the City of Daphne.

(5:05 pm – Mayor Small arrived.)

Mr. McElroy stated that a lease agreement had been discussed and ready to move forward with this. Mr. Scott suggested that Mr. Speegle and City Attorney Mr. Jay Ross collaborate on this agreement. (Return this item to Old Business agenda items, per Chairman Segalla.)

3. **Sewer Cut-off** – No current information was reported.

VI. New Business

a. *Approval of RESOLUTION 2010-05 – CORPORATE AUTHORIZATION FOR BRYANT BANK ACCOUNT (Board Action)*

MOTION BY Mayor Fred Small to approve Resolution 2010-05 – CORPORATE AUTHORIZATION FOR BRYANT BANK ACCOUNT;

Seconded by Ron Scott.

AYE: JENKINS, SCOTT, SEGALLA, SMALL ABSENT: JOHNSTON ABSTAIN: MOTION CARRIED

b. *Presentation of Audit –*

Mike Andreoli with Robertson, Andreoli & Covington, P.C. presented to and reviewed with the Board the Financial Statements with Independent Auditors' Report for years ended September 30, 2009 and 2008.

VII. BOARD ATTORNEY'S REPORT

Mr. Speegle had nothing further to add to his report.

VIII. FINANCIAL REPORT

Teresa Logiotatos addressed the Board advising them the financials are on par for a normal month. She highlighted the decrease in the gas revenue. She had nothing further to review.

IX. GENERAL MANAGER'S REPORT

a. *GM Report*

Mr. McElroy pointed out for the Board the EPA award received and are planning an awards luncheon with governmental dignitaries present.

Deloris Brown informed the Board that Tommy Mitchell, the Gas Supervisor, will be retiring after serving 25 years.

b. *Operations Report*

Danny Lyndall had nothing further to add to his report.

Melinda Immel of Volkert & Associates had nothing further to add to her report.

Ray Moore from HMR updated the Board on the Highway 64 South Sewer (Behind Target).

X. Board Action – addressed under New Business

XI. PUBLIC PARTICIPATION – None

XII. BOARD COMMENTS – Mr. Ron Scott commented on the Central Services layout.

XIII. ADJOURNMENT–

MOTION BY Mayor Small to adjourn the meeting. Seconded by Mr. Scott.

AYE: JENKINS, SCOTT, SEGALLA, SMALL ABSENT: JOHNSTON ABSTAIN: MOTION CARRIED

The meeting adjourned at 5:29 p.m.