

UTILITIES SERVICE BOARD MEETING

May 29, 2007

Utilities Service Board meetings are recorded electronically or stenographically and are available during regular business hours in the office of the Director of Utilities.

Board President Swafford called the regular meeting of the Utilities Service Board to order at 5:01 p.m. The meeting was held in Conference Room 100B at the Indiana University Research Park at 501 North Morton Street in Bloomington, Indiana.

Board members present: Tom Swafford, Jeff Ehman, Pedro Roman, Tim Henke, John Whitehart, Jason Banach and ex-officio member Tim Mayer. Staff members present: Patrick Murphy, John Langley, Michael Horstman, Mike Trexler, Tom Staley, Adam Reid, Mike Hicks, Jane Fleig and Mike Bengtson. Others present: Ben Beard representing Gentry Estates, Margaret Fette representing the Libertarian Party and Sue Mayer.

MINUTES

Board member Henke moved and Board member Ehman seconded the motion to approve the minutes of the May 14, 2007 meeting. Motion carried. 5 Ayes, 2 members absent, (Roberts and Banach).

CLAIMS

Board member Ehman moved and Board member Henke seconded the motion to approve the claims as follows:

Claims 0790739 through 0790797 including \$153,803.78 from the Water Operations & Maintenance fund and \$210.00 from the Water Construction fund for a total of \$154,013.78 from the Water Utility; Claims 0730430 through 0730474 including \$144,614.87 from the Wastewater Operations & Maintenance fund and \$369.42 from the Wastewater Construction fund for a total of \$144,984.29 from the Wastewater Utility; and claim 0770051 through claim 0770055 for a total of \$2,925.05 from the Wastewater/Stormwater Utility. Total claims approved – \$301,923.12.

Board member Ehman asked about a claim to far Structron Fiberglass D-handled spade. The claim was for \$1,048.00 which seemed to be a lot for a spade. Superintendent of Operations Staley explained that a comma had been left out. The claim was for Structron Fiberglass and a D-handled spade.

Board member Henke asked about the claim for Mallor, Clendening, Grodner and Bohrer. He wanted to know if it pertained to the Utilities share of the Illinois Spring Treatment Plant. Deputy Director Langley said that it is actually for implementation on the PCB agreement. This claim covers various conversations Mr. Langley had with Mr. Grodner or that Mr. Grodner has with other parties such as the City Administration.

Mr. Henke asked if Mr. Grodner is working on the situation with Illinois Spring. Mr. Langley said he works on that also. He monitors that for Utilities' legal concerns.

Mr. Langley said that the claim included at least one out of town meeting that Mr. Grodner attended with Mr. Langley.

Motion carried. 6 ayes. 1 member absent, (Roberts).

Wire transfers and fees for the month of April 2007:

Board member Roman moved and Board member Henke seconded the motion to approve the wire transfers and fees for the month of April 2007 in the amount of \$582,067.88.

Motion carried. 6 ayes, 1 member absent, (Roberts).

REQUEST FOR APPROVAL OF CHANGE ORDER #2 BY CDI FOR THE NEW ADMINISTRATION BUILDING:

Capital Projects Director Hicks requested approval of Change Order number 2 for the new Administration Building. The contractor for the project is CDI, Inc. Early in the design of the new building it was determined that the common wall between the garage and the new building could be utilized and would not have to be demolished. It is an 8 inch concrete masonry block wall. Once the old building was demolished it was found that the wall was not fastened to any structure and was unstable. The designers of the project, Schmidt Associates evaluated the wall and when the time came to build the new roof they determined the wall could not support the roof. They needed to both stabilize the wall and also to make modifications to the top of the wall so the new roof could be constructed. It cost \$18,320 which was less than demolishing the wall and re-building it would have cost since there are many things connected to the wall on the garage side.

Board member Roman asked if this is the second change order. Mr. Hicks confirmed that it is. The first change order was for the meter service room, electrical work, some changes required for AT&T and also changing the side wall sprinklers. Mr. Roman asked how long the wall is. Mr. Hicks said that it is 200 feet long and 8 inches wide. It will be stabilized by being reinforced with bond beams. The blocks are filled and steel reinforcement is added. Every 3 ft. it is being attached to the existing garage with an angle iron brace.

Mr. Roman said that he finds the request to be very reasonable.

Board member Banach asked if management is recommending that this action be taken. Mr. Hicks said it is. Mr. Banach asked if Utilities can afford it. Mr. Hicks agreed with that also.

Board member Banach moved and Board member Henke seconded the motion to approve change order number 2 by CDI for the new Administration Building. Motion carried. 6 ayes, one member absent (Roberts).

Board President Swafford asked Mr. Hicks to give an update on the progress with the building. Mr. Hicks reported that the final meeting with the contractor to discuss the schedule had taken place. They say they will be able to turn the building over very near to the substantial completion date required by the contract. A team of staff members has been assembled to plan the move. Staff will begin moving into the building around June 26th or 27th. The carpet is 40% down and things are being finished off. The Board room is coming along very nicely. On June 6th the furnishings will be delivered. It will take about 8 working days to install the furnishings.

Board member Mayer asked if IT is keeping up with the planned move. Mr. Hicks replied that Rick Routon, Deputy Director of IT, has been working closely with him to plan the moving of the electronic equipment. AT&T will be critical to the move. Within a matter of hours they will have to sever phone connections and re-establish them at the new building. This will be done in small groups of 8 to 12 employees per day. AT&T no longer has the capacity to keep a phone line open or "hot" in two

places. The office phones can be forwarded to cell phones during the time the lines are being moved.

Board member Mayer thanked Capital Projects Director Hicks for shepherding this project and Board President Swafford concurred.

OLD BUSINESS:

No old business was presented.

NEW BUSINESS:

No new business was presented.

SUBCOMMITTEE REPORTS:

Board member Henke reported that the Property & Planning Subcommittee had met to consider a request from Andrew Franklin. There was some disagreement over whether the committee had recommended denying Mr. Franklin's request to move a property line or and tabled it to allow him to get more information. The minutes for the meeting will be consulted to determine what action was taken.

There was also a request from Jim Fountain for a property trade. That request was tabled to allow Deputy Director Langley to go look at the property. The Property and Planning Subcommittee will meet again at 4:00 p.m. on June 11th to make a recommendation on Mr. Fountain's request.

STAFF REPORTS:

Budget Analyst Trexler said that the April finance report had been distributed in the packets. The net income through April was approximately \$1.5 million. That will be used next month when the first bond payment is made.

Assistant Engineer Fleig gave an update on the West State Road 48 waterline relocation. The bids have come in and it was awarded to Crider and Crider by INDOT. Utilities had an amount in the estimate of \$1,063,000 for the bid. When the actual unit prices for the bid are totaled it comes to \$565,000 about half of what was expected. That isn't a total cost yet which will be based on the actual measured quantities of what they put in the ground. Utilities Director Murphy said that means it can be paid out of the Water Extensions and Replacements.

Board President Swafford asked about the State Road 45/46 waterline relocation. Utilities Director Murphy said that INDOT has asked that Utilities do more work which will make it necessary to amend the contract with Beam, Longest and Neff. Utilities will be reimbursed for these additional expenses.

Assistant Director of Engineering Bengtson said that some discussions have taken place with Indiana University about the possibility of re-locating to the east side of the by-pass outside of the road right of way on the first 25 feet of IU's frontage. This would allow good service for IU in the future. Mr. Swafford asked if crossing the by-pass would cause any problems. Mr. Bengtson said it would not be a problem.

Mr. Swafford asked if this would be a project like State Road 48 that will be handled through INDOT. Mr. Bengtson said he believes that will be the case. The timing still hasn't been worked out. A location needs to be established. Then the specific costs can be determined which will allow the "hardship" amount for the State to be worked out.

Board President Swafford asked Superintendent of Operations Staley what the Transmission and Distribution Department had been doing. Mr. Murphy said that they are replacing 4 inch water lines on South Jordan. A sewer line on Wimbledon is being replaced and also one at Arden and High Street.

PETITIONS AND COMMUNICATIONS:

Ben Beard, representing Gentry Estates, asked when an Engineering Subcommittee would be scheduled to consider the sewer hook on maps the County Plan Commission has been working on. Mr. Swafford said that Utilities' maps will be done soon. The subcommittee meeting will be scheduled as soon as they are available.

ADJOURNMENT:

The meeting was adjourned at 5:26 p.m.

L. Thomas Swafford, President