

**MINUTES OF CLINTON PUBLIC WORKS AUTHORITY MEETING
DECEMBER 16, 2014**

Minutes of the regular meeting of the Chairman and Trustees of the Clinton Public Works Authority of Clinton, Oklahoma, Custer County, held in the City Council Room, City Hall on Tuesday, December 16, 2014, at 5:30 p.m. A notice of this meeting with agenda was posted on the bulletin board in the lobby of Clinton City Hall on December 12, 2014.

Chairman Seth Adams called the meeting to order with the following present;

MAYOR: Seth Adams

COUNCIL: Don Rodolph, Wheeler Lowry, Jason Hulin, Mustafa Sami

CITY MANAGER: Mark Skiles

CITY CLERK: Lisa Anders

CITY TREASURER: Debra Blanchard

DEPUTY CLERK: Lisa Anders

CITY ATTORNEY: Ryan Meacham

NEWS MEDIA: Gerald Green and Corianne Fairchild

OTHERS: Kris Werny, Gene McCullough, Mary Smith, Wade Anders, Randy Carpenter, Donald Webb, Ben Oglesby, Kristy Ventimiglia, Russ Meacham, Dacia Phillips, Brian Meier, James Kuykendall and others.

Dan Day of the Ministerial Alliance opened the meeting with prayer and Trustee Mustafa Sami led the Pledge of Allegiance.

AGENDA ITEM NO. 3: CONSENT AGENDA

- A. Minutes of Regular Meeting of December 2 , 2014
Minutes of the Special Meeting of November 25, 2014

Moved by Trustee Hulin and seconded by Trustee Lowry that Consent Agenda Item No. 3 (a) be approved.

Chairman put the motion to a roll call vote:

Aye: Hulin, Lowry, Sami, Rodolph, Adams

Nay: None

Chairman declared the motion carried.

AGENDA ITEM NO. 4 ACTION ITEMS

4A. PRESENTATION AND CONSIDERATION OF 2013-2014 AUDIT

James Kuykendall of Brittan, Kuykendall and Miller presented the audit for the City of Clinton. He explained that the report was prepared by Dacia Phillips and Russ Meacham. He explained the process of testing, records verifications; grant compliance and internal controls were verified.

He reviewed the net position and explained the restatement of \$675,000.00 that was due to the overpayment of Use Tax by the Oklahoma Tax Commission. He said the decrease in the Business Account is due to the transfer. He said the City has done a good job and is in good shape.

He reported on the debt coverage and explained the tax revenue will decrease and expenses will continue to increase.

Trustee Rodolph expressed his appreciation to staff for keeping the records straight.

Motion was made by Trustee Rodolph and seconded by Trustee Hulin to accept and approve the 2013-2014 audit of the City of Clinton.

Chairman put the motion to a roll call vote:

Aye: Rodolph, Hulin, Lowry, Sami, Adams
Nay: None

Chairman declared the motion carried.

4B. REPORT FROM MUNICIPAL FINANCE SERVICE REGARDING BOND SALES

Ben Oglesby of Municipal Finance Service reported on the bond sales that had taken place earlier in the day. He reviewed the interest rate, par and noted the reduction in the indebtedness. He noted the net interest cost of 3.689% was better than anticipated. He also noted that the first net debt service payment would be due December 2015.

Oglesby reported that the closing on the bonds is scheduled for December 23, 2014.

4C. REPORT FROM BURNS & MCDONNELL REGARDING ENGINEERING SERVICES

Brian Meier of Burns & McDonnell reported on the progress of the engineering services. He said a meeting with the Department of Environment Quality had been conducted earlier in the day to review the progress on the Dixon property. He said the process is moving forward and steps will be overlapped to expedite the project. He said the bids have been released to contractors. He said the test drilling is planned even before the permit has been issued and he expects to file the application for permit this week. He said a Pre-Bid meeting was held today with potential contractors and bids will be received on December 19, 2014.

Trustee Rodolph asked about bids for the pipeline.

Mr. Meier said the project cost should be developed by the first week in January. He said the EnviroTech has been contracted with to begin design work for the disposal well.

Trustee Hulin asked when the well should be on-line.

Mr. Meier said the first of February the well should be on-line. He said it should be drilled by the first week of January.

City Manager Skiles said the contractors will be working on multiple test wells on various locations.

4D. CONSIDER TAKE ACTION WITH RESPECT TO A RESOLUTUION OF THE CLINTON PUBLIC WORKS AUTHORITY (THE "AUTHORITY") APPROVING THE RESIGNATION OF OKLAHOMA BANK AND TRUSTE COMPANY, AS TRUSTEE BANK, AND APPOINTING BANCFIRST, AS SUCCESSOR TRUSTEE BANK, WITH RESPECT TO CERTAIN OBLIGATIONS OF INDEBTEDNESS OF THE AUTHORITY; AND CONTAINING OTHER PROVISIONS RELATING THERETO

Ben Oglesby of Municipal Finance Services explained that the 2012 bonds and the new bonds need to be under the same indenture. He said there are only two banks in the State of Oklahoma that have the capability of providing the necessary service for the bonds. Oklahoma Bank & Trust is the current Trustee bank who is resigning the position and BancFirst will be the new Trustee Bank.

City Manager Mark Skiles said that representatives of Oklahoma Bank & Trust came to the City to let us know that they would not be able to comply with the requirements.

Mr. Oglesby said that more banks cannot meet the requirements.

Motion was made by Trustee Rodolph and seconded by Trustee Hulin to approve Resolution PW14-09 regarding approving the resignation of Oklahoma Bank & Trust as Trustee Bank and appointing BancFirst as successor Trustee Bank.

Chairman put the motion to a roll call vote:

Aye: Rodolph, Hulin, Sami, Adams

Abstain: Lowry

Nay: None

Chairman declared the motion carried.

AGENDA ITEM NO. 5 TRUSTEE REPORT

Trustee Rodolph said he was pleased with the results of the bond sales and with the progress on the engineering of the wells.

City Manager Skiles said it takes the effort of a lot of people to put together the work that has been involved in the bond sales and engineering.

AGENDA ITEM NO. 6: MANAGER'S REPORT

None

AGENDA ITEM NO. 7: AUDIENCE PARTICIPATION

None

AGENDA ITEM NO. 8: ADJOURNMENT

Moved by Trustee Hulin and seconded by Trustee Lowry to adjourn the meeting.

Chairman put the motion to a roll call vote:

Aye: Hulin, Lowry, Sami, Rodolph, Adams

Nay: None

Chairman declared the meeting adjourned at 6:20 p.m.