

LEBANON UTILITY SERVICE BOARD
Lebanon, Indiana

June 3, 2009

Utility Conference Center

4:00 P.M.

Present:

Board:

Allen Milburn, Chairman
Gary Ladd, Vice Chairman
Tom Temple, Secretary
Dan Lamar, Member
Jim Urban, Member

Staff:

Michael Martin
Bob Waples
Randy Parsons
Sandra Morgan
Linda Ridgway

Guests:

Keri Vincent

Larry Giddings, Legal Counsel

1. Chairman Allen Milburn called the regular meeting of the Lebanon Utility Service Board to order at 4:00 P.M. with a full quorum of members present. Confirmation of appropriate notification was acknowledged.

2. Chairman Milburn requested comments on the May 20, 2009 minutes. Hearing no comments Vice President Gary Ladd made a motion to approve the minutes as written. Secretary Tom Temple seconded the motion. Motion carried.

3. Water/Wastewater Manager Bob Waples presented to the Board the following bid results for lining of the equalization basin at the Wastewater Treatment Plant:

Midwest Trenchless Technologies, Inc.	\$89,464.00
DECO Group, Inc.	\$105,500.00
E.B. Miller Contracting, Inc.	\$269,400.00

Since documentation for the lowest bidder is inadequate and other bids are over the budgeted amount for the project it was suggested that Finance Manager Sandra Morgan check with Charlie Pride of the State Board of Accounts to verify as to whether we can use previous bids where labor and material were presented in separate bid packages to cover the project and were lower in cost. Member Urban made motion to table any action by the Board until we receive more information from Manager Morgan.

4. Water/Wastewater Manager Bob Waples discussed for information only the Lafayette Stormwater Project that is being undertaken by the Stormwater Board and associated water infrastructure projects that impact the Utilities and will require Board approval in the future.

5. General Manager Martin provided a power point presentation on Net Metering for information only. Net metering would allow a customer to subtract ("net") electricity produced from customer-owned generation from that customer's use of electricity. He stated that customer generation involving wind, solar, biomass, geothermal or hydroelectric would qualify for net metering. The amount of such generation would be limited to 0.1% of the company's peak demand. General Manager Martin stated that if we were to join other municipalities and approved a net metering ordinance, IMPA will do a group filing at the IURC saving our company the cost of filing and

preparation of such. After discussion the Board agreed to take the initiative under advisement until the July 8th meeting and if approved it would be presented to City Council.

6. IT and Telecommunications Manager Randy Parsons discussed with the Board the Department's Monthly Broadband Report. Manager Parsons reported that the fiber optic run to Perry Worth School is completed and that work at other locations is either finished or nearly so. The system will be lit up by the week of June 15th, 2009. Manager Parsons is comfortable with the ongoing schedule for this project.

7. Secretary Temple made a motion to pay the claims dated May 31, 2009 for \$244,541.34 and June 3, 2009 for \$372,296.58. Vice Chairman Ladd seconded. Motion carried.

8. Chairman Milburn asked for any other business that should be brought before the Board. General Manager Martin informed the Board the Finance Department has received an invoice from Power Construction Group for an amount greater than what the Board had approved for the project. Manager Martin asked Keri Vincent to explain to the Board Power Construction Group's invoice for an additional \$38,189.39 for work performed involving the North Substation Modification Contract. Mr. Vincent stated that a portion of these additional charges were for work carried out at a second project very similar in scope, the Duke 69KV Delivery Point for two breaker upgrades. The second project was very similar in scope and the intent was to utilize Power Construction Group while on site for the second project.

Vice Chairman Ladd stated he felt the Public Bid Law states a change order can not be more than 20% of the original bid. Attorney Giddings will check the statutes on this cap. A motion was made by Member Urban to approve the additional \$38,189.39 to Power Construction Group's original contract since the work is satisfactorily completed. Included in the motion were instructions to Mr. Vincent to prepare bid documents for the completion of the AMI substation equipment installation and associated foundation work. Secretary Temple seconded. Motion carried.

Chairman Milburn read a letter from John D. Isenhour regarding his gratitude to the Utility Board for improving the appearance of several lampposts around the downtown area. Mr. Isenhour encouraged the Utility Board to "keep up the good work".

Due to scheduling issues with the 2009 APPA National Convention it was decided to cancel the 2nd Utility Board Meeting in June. The next Utility Board Meeting will be July 8, 2009

9. Hearing no further business before the Board, a motion was made to adjourn the meeting by Member Urban. Vice Chairman Ladd seconded. Meeting was adjourned at 5:45pm.

APPROVED THIS ____ DAY OF _____, 2009

CHAIRMAN OF THE BOARD

ATTEST:

CLERK OF THE BOARD