

Board Minutes
December 18, 2007

The Board of Trustees met in regular session with Chairman Mark A. Genereux and Trustees Carl L. Heinrich, Glen M. Mitchell, Martin L. Brooks and Maureen R. Kruse. In attendance were General Manager Drummey, Administrative Manager Wisniski, and Administrative Assistant Powell. Also present were Charles Haas, Chris Koenig, Glen Dostal with HDR Engineering, Inc., Luka Daniels with Layne Western, Inc., and Jared Olson with hgm Associates, Inc.

I. The Chairman called the meeting to order at 4:30 P.M.

II. General Manager's Report

1. Construction Projects and Main Extension Agreements
2. Operation update.
3. Insurance Claims update.

III. Consent Agenda

1. Approval of the minutes of the November 13, 2007 regular meeting.
2. Claims Register.
3. Monthly Report.

Trustee Heinrich motioned and Trustee Kruse seconded to approve the consent agenda. The motion carried unanimously.

IV. Public Hearings

1. The Chairman stated this was the time and place for a public hearing on the authorization of a Loan and Disbursement Agreement and the issuance of Notes to evidence the obligation of the System thereunder not exceed \$29,846,000 Water Revenue Capital Loan Notes to evidence the obligations of the Council Bluffs Municipal Water Works under said Loan and Disbursement Agreement, in order to provide funds to pay costs of acquisition, construction, reconstruction, extending, remodeling, improving, repairing and equipping all or part of the Council Bluffs Municipal Water Works, in the County of Pottawattamie, State of Iowa. The Chairman asked if any written protests were received. The Secretary advised there were no written comments. The Chairman then asked if there was anyone present to speak for or against the authorization. Receiving no response the Chairman closed the public hearing.

(1) Trustee Mitchell moved to adopt resolution 07-39-12 instituting proceedings to take additional action for the authorization of a Loan and Disbursement Agreement and the issuance of not to exceed \$29,846,000 Water Revenue Capital Loan Notes. Trustee Heinrich seconded the motion. Following discussion the Chairman called for a roll call vote. The roll call vote was as follows:

Aye: Trustee Heinrich, Trustee Mitchell, Trustee Brooks, Trustee Kruse and Trustee Genereux. The Chairman announced the resolution duly adopted. A copy of the resolution follows these minutes and by reference is made a part thereof.

(2) Trustee Brooks moved to adopt a resolution 07-40-12 approving and authorizing a form of Interim Loan and Disbursement Agreement by and between the Council Bluffs Municipal Water Works, in the County of Pottawattamie, State of Iowa, and the Iowa Finance Authority, and authorizing and providing for the issuance and securing the payment of a \$2,867,000 Water Revenue Capital Loan Note Anticipation Project Note, No. R-1, Series 2008, of the Council Bluffs Municipal Water Works, in the County of Pottawattamie State of Iowa, under the provisions of the Code of Iowa, and providing for a method of payment of said Note. Trustee Kruse seconded the motion.

Following discussion the Chairman called for a roll call vote. The roll call vote was as follows:

Aye: Trustee Heinrich, Trustee Mitchell, Trustee Brooks, Trustee Kruse and Trustee Genereux. The Chairman announced the resolution duly adopted. A copy of the resolution follows these minutes and by reference is made a part thereof.

2. The Chairman stated this was the time and place for a public hearing on the plans specifications, form of contract and estimated cost for construction and installation of Division V: Water Main, South 13th Street Interceptor, Phase III. The Chairman asked if any written protests were received. The Secretary advised there were no written comments. The Chairman then asked if there was anyone present to speak for or against the project. Jared Olson with Hgm Associates, Inc., participant in the Leadership Council Bluffs program, observed how the Board of Trustees conducts its business and gave a presentation about the Phase III, South 13th Street project. The Chairman closed the public hearing.

(1) Trustee Kruse moved to adopt resolution 07-41-12 on the plans, specifications, form of contract and estimated cost for construction and installation of Division V: Water Main, South 13th Street Interceptor, Phase III. Trustee Brooks seconded the motion. Following discussion the Chairman called for a roll call vote. The roll call vote was as follows:

Aye: Trustee Heinrich, Trustee Mitchell, Trustee Brooks, Trustee Kruse and Trustee Genereux. The Chairman announced the resolution duly adopted. A copy of the resolution follows these minutes and by reference is made a part thereof.

V. Presentation

HDR Engineering, Inc. and Layne Western, Inc. representatives gave a presentation on the South Well Field Groundwater Supply Model, and water plant site selection.

The Board recessed at 6:00p.m. and returned to regular session at 6:07p.m.

VI. Action Items

1. Trustee Heinrich moved to authorize the Secretary to execute Task Order No. 7 and Task Order No. 8 with HDR Engineering, Inc. Trustee Mitchell seconded the motion. Following discussion the motion carried unanimously.

2. Trustee Brooks moved to allow the general manager to retain an appraisal firm for the purpose of appraising certain real estate on behalf of the Board. Trustee Mitchell seconded the motion. Following discussion the motion carried unanimously.

3. Trustee Mitchell moved to ratify the Collective Bargaining Agreement between the Board of Water Works Trustees of the City of Council Bluffs, Iowa "Employer" and Water Works Employees of Council Bluffs AFSCME Council 61, Local 3642 "Employees" effective January 1, 2008 through December 31, 2012. Trustee Kruse seconded the motion. Following discussion the motion carried unanimously.

4. Trustee Brooks moved to adopt resolution 07-42-12 awarding Calendar Year 2008 Water Treatment Chemicals. Trustee Kruse seconded the motion. Following discussion the motion carried unanimously.

5. Trustee Heinrich moved to adopt resolution 07-43-12 authorizing the purchase of vehicles and equipment. Trustee Kruse seconded the motion. Following discussion the motion carried unanimously.

6. Trustee Kruse moved to approve the 2008 rates for HGM Associates Inc. engineering services. Trustee Heinrich seconded the motion. Following discussion the motion carried with a vote of three ayes. Trustee Mitchell and Trustee Genereux abstained.

7. Trustee Mitchell moved to approve the Management Staff Compensation Structure and cost of living adjustment and proposed merit increase as presented for

January 1, 2008 through December 31, 2008. Trustee Heinrich seconded the motion. Following discussion the motion carried unanimously.

The Board set the date for the next meeting as January 15, 2007 at 4:30 P.M.

There being no further business, the Chairman adjourned the meeting at 6:23 P.M.

Mark A. Genereux

CHAIRMAN

Carl L. Heinrich

TRUSTEE

Douglas P. Drummey

GENERAL MANAGER

Glen M. Mitchell

TRUSTEE

Celestine Powell

RECORDING SECRETARY

Martin L. Brooks

TRUSTEE

Maureen R. Kruse

TRUSTEE