

**BROKEN ARROW MUNICIPAL AUTHORITY  
MINUTES  
COUNCIL CHAMBERS  
220 SOUTH FIRST STREET  
BROKEN ARROW, OKLAHOMA 74012  
June 1, 2015**

**1. Call to Order**

**Section Minutes:** Chairman Craig Thurmond called the meeting to order at approximately 6:59 p.m.

**2. Roll Call**

<b>Present:</b>	Scott Eudey, Johnnie Parks, Mike Lester, Richard Carter and Craig Thurmond
<b>Absent:</b>	None

**3. Consideration of Consent Agenda**

**Section Minutes:** Chairman Thurmond asked if there were any items to remove from the Consent Agenda. There being none, he asked for a motion.

<b>Motion:</b>	<b>Move to approve the Consent Agenda as presented</b>
<b>Motion by:</b>	Mike Lester
<b>Second by:</b>	Scott Eudey
<b>Ayes:</b>	Scott Eudey, Johnnie Parks, Mike Lester, Richard Carter and Craig Thurmond
<b>Nays:</b>	None

- A. Approval of the City Council and Broken Arrow Municipal Authority Special Joint Budget Meeting Minutes of May 12, 2015
- B. Approval of meeting minutes of May 19, 2015
- C. Approval of and authorization to execute a Recycling Program Operation Agreement between the Broken Arrow Municipal Authority and the Metropolitan Environmental Trust (M.e.t.)
- D. Approval of and authorization to execute a Household Pollutant Collection Events Service Agreement with the Metropolitan Environmental Trust (M.e.t.)
- E. Approval of bids received and award of the most advantageous bid to J&R Equipment for the purchase of one (1) street sweeper for the Street department
- F. Approval of the Claims List

**4. Consideration of Items Removed from Consent Agenda**

**Section Minutes:** There were no items removed from the Consent Agenda. No action was required or taken.

**5. General Authority Business**

- A. Discussion, presentation and possible action on Utilities Rate Study Review

**Item Minutes:** Director of Finance, Mr. Tom Caldwell, reminded the Council that during the Budget Review on May of 2015, the Acting City Manager, Mr. Russell Gale, told the Council that staff would update information used to calculate the needed increases for the utilities rate study performed by Black & Veatch. Mr. Caldwell reviewed the original rate study recommendations as follows:

- Water
  - 2016 two 9% rate increases
  - 2017 one 7% increase
- Sewer
  - 2016 two 12% rate increases
  - 2017 one 11% rate increase
- Stormwater
  - 2016 one 5% rate increases
  - 2017 one 5% rate increase

Mr. Caldwell said after the necessary adjustments that were needed because the City did not borrow \$20,000,000.00 in 2015 as suggested Black & Veatch it had been determined that the rate increase for that debt service could be deferred until 2018. He said the remainder of the rate increase would then result in only one increase during 2016 for each of the utilities as opposed to two increases for water and sewer.

Mr. Caldwell reviewed the detailed changes to the budget as a result of the adjustments for each of the utilities.

Chairman Thurmond said it was important to continue to make capital investments and stay ahead of the curve on capital outlay. He said this would support the City's efforts to take care of the infrastructure. Chairman Thurmond expressed his pleasure that only one rate increase would be needed in 2016 and he said he believed that was of importance to the citizens as well.

Mr. Caldwell told the Council that revenues still fell short of covering stormwater expenses under his adjusted calculations which was not the case in the approach provided by Black & Veatch. He said this was due in large part to the added capital outlay for multiple projects needed to support the infrastructure.

Mr. Caldwell concluded by saying that it was important to adjust rates as close as possible to cover expenses for Municipal Utilities as a whole but as Municipal Authority capital outlay remained on hold it may be necessary to pull funds from the other utilities to cover critical stormwater expenses. He added that it should also be noted that the Black and Veatch study did not include the sanitation utility which would need to be examined during the next fiscal year.

No action was required or taken.

- B. Consideration, discussion and possible approval of bids received and award the most advantageous bid to United Rentals for the purchase of one Z-Boom Lift for the Verdigris Water Treatment Plant

**Item Minutes:** City Attorney, Ms. Beth Anne Wilkening, said that this item had been brought to the Authority's attention because the lowest bidder had not been selected. She said that the reason was that the lowest bid did not meet specifications. She said that funds for this purchase had been appropriated at \$50,000.00 and the most advantageous bid had come in second at \$44,678.34.

<b>Motion:</b>	<b>Move to award the most advantageous bid to United Rentals for the purchase of a Z-Boom Lift</b>
<b>Motion by:</b>	Johnnie Parks
<b>Second by:</b>	Scott Eudey
<b>Ayes:</b>	Scott Eudey, Johnnie Parks, Mike Lester, Richard Carter and Craig Thurmond
<b>Nays:</b>	None

6. **Executive Session**

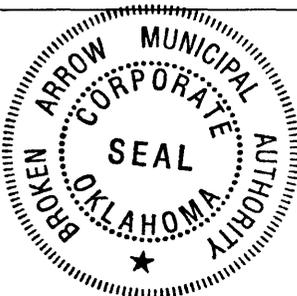
**Section Minutes:** There was no Executive Session. No action was required or taken.

7. **Adjournment**

**Section Minutes:** The meeting adjourned at approximately 7:15 p.m.

<b>Motion:</b>	<b>Move to adjourn</b>
<b>Motion by:</b>	Johnnie Parks
<b>Second by:</b>	Mike Lester
<b>Ayes:</b>	Johnnie Parks, Mike Lester, Richard Carter, Craig Thurmond, Scott Eudey
<b>Nays:</b>	None

  
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 Chairman



**Attest:**  
  
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 Secretary