

NORTH LITTLE ROCK WASTEWATER TREATMENT COMMITTEE

MINUTES OF A MEETING HELD TUESDAY, NOVEMBER 10, 2015

A meeting of the North Little Rock Wastewater Treatment Committee was held on Tuesday, November 10, 2015 at the administrative offices located at the Faulkner Lake Treatment Plant.

The meeting was called to order by Chairman Matthews at approximately 12:17 p.m. Those in attendance at the meeting were Mr. K.W. Matthews, Mr. Ed Nelson and Ms. Karen Bryant. Also in attendance were Mr. Marc Wilkins, Director, Ms. Gina Briley, Mr. Charles Frost, Mr. Lyle Leubner, Mr. Ronnie Thompson, Mr. Sam Hilburn and Mr. Mark Halter with Hilburn, Calhoon, Harper, Pruniski & Calhoun, Ltd. and Dawn Harmon.

First, the Committee reviewed the minutes of its October 13, 2015 meeting. After review, a motion was made by Ms. Bryant, seconded by Mr. Nelson, to approve the minutes of the October 13, 2015 meeting as submitted. The motion carried unanimously.

Next, the Committee reviewed the cash disbursements for October 2015. There being no questions or comments, a motion was made by Mr. Nelson, seconded by Ms. Bryant, to approve the cash disbursements for October 2015 reflecting total cash disbursements of \$2,074,768.79 and transfers between accounts of \$2,001,795.97. The motion carried unanimously.

Upon motion made by Mr. Nelson, seconded by Ms. Bryant, the Committee unanimously approved the Financial Statement for October 2015.

The Committee then reviewed the Wastewater Consolidation Agreement by and between Central Arkansas Water, North Little Rock Wastewater Treatment Committee and Maumelle Water Management. It was noted that the following schedule outlines the important dates should the Committee approve the Wastewater Consolidation Agreement:

11.10.2015	NLRW approves Wastewater Consolidation Agreement
11.10.2015	MWM approves Wastewater Consolidation Agreement
11.12.2015	CAW approves Wastewater Consolidation Agreement
12.08.2015	NLRW confirms that all contingencies have been addressed, and that it is ready to proceed with wastewater consolidation
12.14.2015	North Little Rock City Council approves Wastewater Consolidation Agreement
03.01.2016	Closing and Effective Date

After further discussion, a motion was made by Mr. Nelson, seconded by Ms. Bryant, to

enter into a Wastewater Consolidation Agreement by and between Central Arkansas Water, North Little Rock Wastewater Treatment Committee and Maumelle Water Management. The motion carried unanimously.

Mr. Wilkins then informed the Committee that Mr. Dan Jackson, Vice President of Wildan*Economists.com, has completed a preliminary analysis of the proposed consolidation of Maumelle Water Management's wastewater facilities with North Little Rock Wastewater. The preliminary findings revealed efficiencies for both North Little Rock Wastewater and Maumelle Water Management and recommended proceeding with the consolidation. The study also recommended that North Little Rock Wastewater proceed with a Phase 2 detailed analysis and forecast of operating revenues and expenses. The cost of the Phase 2 analysis is expected to be in the range of \$30,000 to \$40,000 based on time and expenses. This item was not budgeted for separately and will be paid from general revenues. After discussion, a motion was made by Ms. Bryant, seconded by Mr. Nelson, to authorize the Utility staff to use the services of Wildan*Economists.com to conduct a due diligence analysis of the financial impacts of entering into a Wastewater Consolidation Agreement with Central Arkansas Water and Maumelle Water Management. The motion carried unanimously.

A motion was then made by Mr. Nelson, seconded by Ms. Bryant, to excuse the absence of Mr. McGlothlin and Mr. Smith from the meeting. The motion carried unanimously.

There being no further action to come before the Committee, a motion was made by Mr. Nelson to adjourn the meeting. The motion carried unanimously, and the meeting was adjourned at approximately 1:04 p.m.

APPROVED AS TO FORM:



K. W. MATTHEWS, CHAIRMAN

RESPECTFULLY SUBMITTED,



SYLVESTER SMITH,
VICE-CHAIRMAN/SECRETARY