

MINUTES OF THE SPECIAL SESSION OF THE FREDERICK PUBLIC WORKS AUTHORITY, HELD AT THE WATER & LIGHT OFFICE AT 4:00PM ON JUNE 02, 2010.

Pursuant to the giving and posting of notice under 25 O.S. Section 301-314 and in accordance with the posted agenda, the Frederick Public Works Authority held a meeting.

Chairman Whitworth called the meeting to order and declared a quorum. Trustees present: Whitworth, Evaige, Meador, Smith and Shanks. Staff Present: General Manager Johnston and City Attorney Kent. Absent: City Treasurer Reyes and Trustee Secretary Arumugam.

The minutes were taken by the General Manager.

The purpose of the Special Session was to discuss the FY2010-2011 Budget, cancellation of June 22, 2010 Meeting and conducting the General Manager's Annual Performance Evaluation.

Agenda Item 3A: Topics of discussion regarding the FY-2010-2011 Budget included: employee health insurance, CPI based increases of 2.2%, salary adjustments, aging vehicles, capital improvements, Honeywell/AMR meter reading, increase in sewer rates due to Sewer Lagoon improvements, grant writing, workers' compensation, insurance quotes for fleet/property insurance and ways of increasing revenue.

Agenda Item 3B: Motion by Smith and second by Meador to cancel the 06-22-10 Council Meeting and schedule a Special Meeting on 06-18-10 at noon at the Water & Light Office to adopt the FY2010-2011 Budgets

ROLL CALL: (AYE) Evaige, Meador, Smith, Shanks and Whitworth
(NAY) None

Agenda Item 3C: Motion by Smith and second by Meador to enter into Executive Session as permitted by Section 307(B)(2) of the Oklahoma Open Meeting Act, for the purpose of conducting the General Manager's Annual Performance Evaluation. Present at this session were: City Attorney Kent, General Manager Johnston, Chairman Whitworth and Trustees: Evaige Meador, Smith and Shanks.

ROLL CALL: (AYE) Evaige, Meador, Smith, Shanks and Whitworth
(NAY) None

Agenda Item 3C: Motion by Meador and second by Smith to exit from Executive Session.

ROLL CALL: (AYE) Evaige, Meador, Smith, Shanks and Whitworth
(NAY) None

Honeywell

ESG/Global Water

Projected Net Annual Financial Benefit:	\$ 2,903 to \$133,174	\$24,969 to \$293,230
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Discussion continued during which the similarities and differences between the proposals were noted and financing methods were reviewed. It was noted that the most obvious difference was that ESG/Global Water had not yet done a project near Frederick and that timely troubleshooting may be an issue until they are more firmly established closer than Arizona/Indiana.

Agenda Item 4A: Motion by Smith and second by Meador to select Honeywell as the "Qualified Provider" for the proposed City-Wide Infrastructure Improvement Project, Pursuant to Title 62, Oklahoma Statutes, Section 318 – Performance-Based Efficiency Contracts with Qualified Providers.

**ROLL CALL: (AYE): Evaige, Meador, Smith and Whitworth
(NAY): Shanks**

Agenda Item 4B: Motion by Smith and second by Meador authorizing General Manager Johnston and City Attorney Kent to negotiate a "Letter of Intent" with Honeywell as the Qualified Provider.

**ROLL CALL: (AYE) Evaige, Meador, Smith, Shanks and Whitworth
(NAY) None**

Agenda Item 9: Motion by Smith and second by Evaige to adjourn.

**ROLL CALL: (AYE) Evaige, Meador, Smith, Shanks and Whitworth
(NAY) None**