

CITY OF HENDERSON – RECORD BOOK

Record of Minutes of _____ *A Special Called* _____ *Meeting on* _____ May 08, 2018

A special called meeting of the Board of Commissioners of the City of Henderson, Kentucky, was held on Tuesday, May 08, 2018, at 3:00 p.m., prevailing time, in the third floor Assembly Room located in the Municipal Center Building at 222 First Street, Henderson, Kentucky.

There were present Mayor Steve Austin presiding:

PRESENT:

- Commissioner Patti Bugg
- Commissioner Robert N. Pruitt, Sr.
- Commissioner Bradley S. Staton
- Commissioner Austin P. Vowels

ALSO PRESENT:

- Mr. Russell R. Sights, City Manager
- Mrs. Dawn Kelsey, City Attorney
- Mrs. Jennifer Latimer, Acting City Clerk
- Mrs. Donna Stinnett, Community Relations Manager/Public Information Officer
- Mr. William L. “Buzzy” Newman, Jr., Assistant City Manager
- Mr. Robert Gunter, Finance Director
- Mrs. Connie Galloway, Human Resource Director
- Mr. Chris Heimgartner, HMPL General Manager
- Mr. Gary Bell, Utility Commission Chair
- Mr. Randal Redding, HMPL Attorney
- Mr. Todd Bowley, HWU Chief Financial Officer
- Mr. Paul Bird, Water & Sewer Commission Chair
- Mr. Eric Shappell, Water and Sewer Board Attorney
- Mr. Aaron Hauser
- Mrs. Brandi Hauser
- Miss Hattie Hauser
- Master Parker Hauser
- Master Spencer Hauser
- Mr. Jeff Goldberg, 44 News
- Mr. Doug White, *the Gleaner*
- Mr. Jonas Schwerkhard, Police Officer

ORDINANCE NO. 09-18: SECOND READ
ORDINANCE ACCEPTING PUBLIC IMPROVEMENTS
AN ORDINANCE ACCEPTING PUBLIC IMPROVEMENTS IN CANOE CREEK II
SUBDIVISION, ARROW WAY EXTENSION

MOTION by Commissioner Staton, seconded by Commissioner Pruitt, that the ordinance be adopted.

The vote was called. On roll call, the vote stood:

- Commissioner Pruitt ----- Aye:
- Commissioner Bugg ----- Aye:
- Commissioner Vowels ----- Aye:
- Commissioner Staton ----- Aye:
- Mayor Austin ----- Aye:

WHEREUPON, Mayor Austin declared the ordinance adopted, affixed his signature and the date thereto and ordered that the same be recorded.

/s/ Steve Austin
Steve Austin, Mayor
May 08, 2018

ATTEST:

Maree Collins, City Clerk _____

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ORDINANCE NO. 10-18: SECOND READ

ORDINANCE ADOPTING CHARGES FOR WATER, WASTEWATER, AND STORMWATER SERVICES

AN ORDINANCE REPEALING AND REPLACING ORDINANCE 07-17, AND ADOPTING NEW WATER, WASTEWATER, AND STORMWATER CHARGES TO BE EFFECTIVE ON JULY 1, 2018, AND IMPLEMENTATION OF RATE INCREASE ON JULY 1, 2019

MOTION by Commissioner Vowels, seconded by Commissioner Bugg, that the ordinance be adopted.

The vote was called. On roll call, the vote stood:

- Commissioner Pruitt ----- Aye:
- Commissioner Bugg ----- Aye:
- Commissioner Vowels ----- Aye:
- Commissioner Staton ----- Aye:
- Mayor Austin ----- Aye:

WHEREUPON, Mayor Austin declared the ordinance adopted, affixed his signature and the date thereto and ordered that the same be recorded.

/s/ Steve Austin
Steve Austin, Mayor
May 08, 2018

ATTEST:

Maree Collins, City Clerk _____

ORDINANCE NO. 11-18: SECOND READ

ORDINANCE AMENDING NATURAL GAS SERVICE RATES AND CHARGES
ORDINANCE AMENDING ORDINANCE NO. 65-17 BY ESTABLISHING NEW NATURAL GAS SERVICE RATES AND CHARGES

MOTION by Commissioner Staton, seconded by Commissioner Pruitt, that the ordinance be adopted.

The vote was called. On roll call, the vote stood:

- Commissioner Pruitt ----- Aye:
- Commissioner Bugg ----- Aye:
- Commissioner Vowels ----- Aye:
- Commissioner Staton ----- Aye:
- Mayor Austin ----- Aye:

WHEREUPON, Mayor Austin declared the ordinance adopted, affixed his signature and the date thereto and ordered that the same be recorded.

/s/ Steve Austin
Steve Austin, Mayor
May 08, 2018

ATTEST:

Maree Collins, City Clerk _____

PRESENTATION: Henderson Municipal Power & Light

CHRIS HEIMGARTNER, Henderson Municipal Power & Light General Manager, presented an overview of the Integrated Resource Plan recently completed on behalf of Henderson Municipal Power and Light by GDS Associations, Inc.; a general overview of the history of HMP&L; and overview of Station Two. HMPL was formed in 1896 and has 35 miles of 69,000 volt transmission lines, 22 miles of 161,000 volt lines with seven substations and about 60 distribution feeders that run around the city and supply end-use customers. Station Two has two coal-fired units that were commissioned in 1972 and is operated under contract by Big

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Rivers Electric Corporation. The units are well beyond their planned operating life of 30 years. An Integrated Resource Plan (IRP) is a tool used to forecast future utility uses and needs. Different economic and usage scenarios are used to predict the needs of the utility 20 years into the future and how much it would cost to create or purchase that energy utilizing various equipment and energy sources. If the utility plans to keep and rebuild the current coal-fired units, specific improvements will be necessary before 2023 to comply with the Clean Water Act of 2007. There are a multitude of alternate options for improvements to Station Two which include: upgrading one or both of the coal-fired units; upgrading one coal-fired unit and adding one or more peaker units-there are numerous types of peaker units; upgrading one coal-fired unit and purchasing power as needed; or any combination of the above listed options. Solar, wind and nuclear options were also reviewed in the IRP. The installation of one type peaker unit could be as little as nine months or the new source siting permitting process could take as long as five years. He indicated that he would be back in the near future with a more detailed plan, that this was just an overview of all of the options that were available for review and further discussion.

Mr. Heimgartner also reported that the Utility Commission had recently passed a resolution establishing how a portion of the settlement received from Big Rivers would be distributed. The Utility Commission discussed several options and recommended that \$2 million be refunded directly to customers through the fuel cost adjustment over a two to three month period and that \$1 million be placed in an interest bearing account with the interest used for low-income relief assistance. The details of administering this program are still under review.

EXECUTIVE SESSION: Litigation

MOTION by Commissioner Bugg, seconded by Commissioner Staton, to go into Executive Session pursuant to KRS 61.810(1)(c) for the purpose of discussion of pending litigation against the City.

The vote was called. On roll call, the vote stood:

Commissioner Pruitt ----- Aye:
 Commissioner Bugg ----- Aye:
 Commissioner Vowels ----- Aye:
 Commissioner Staton ----- Aye:
 Mayor Austin ----- Aye:

WHEREUPON, Mayor Austin declared the Board adjourned into Executive Session.

MEETING RECONVENED:

MOTION by Commissioner Staton, seconded by Commissioner Pruitt, the Board of Commissioners reconvened in regular session.

The vote was called. On roll call, the vote stood:

Commissioner Pruitt ----- Aye:
 Commissioner Bugg ----- Aye:
 Commissioner Vowels ----- Aye:
 Commissioner Staton ----- Aye:
 Mayor Austin ----- Aye:

WHEREUPON, Mayor Austin reconvened the Board into regular session.

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MEETING ADJOURN:

MOTION by Commissioner Staton, seconded by Commissioner Pruitt, to adjourn the meeting.

The vote was called. On roll call, the vote stood:

- Commissioner Pruitt ----- Aye:
- Commissioner Bugg ----- Aye:
- Commissioner Vowels ----- Aye:
- Commissioner Staton ----- Aye:
- Mayor Austin ----- Aye:

WITHOUT OBJECTION, Mayor Austin declared the Meeting adjourned at approximately 5:30 p.m.

ATTEST:

Steve Austin, Mayor
May 22, 2018

Maree Collins, City Clerk