

Minutes of the Meeting of the Board of Trustees
Springfield Metro Sanitary District
Held May 26, 2015
In the Board Room of the Spring Creek Plant
3000 North 8th Street
Springfield, Illinois

The Board of Trustees of the Springfield Metro Sanitary District met at the Spring Creek Treatment Plant of the Springfield Metro Sanitary District, Springfield, Illinois at 9:00 a.m. on May 26, 2015. President Richard Ciotti called the meeting to order. The roll was called and the following Trustees were present: Richard Ciotti, Rex Bangert, Jim Reinhart, Drinda OConnor and John Pasko. Also present were Gregg S. Humphrey, Executive Director, Jason Jacobs, District Engineer, Justin Reichert, District Attorney, Human Resource Officer, Ed Vehovic, Treasurer, Brian Schackmann, Secretary and Bruce Stratton, District Attorney. Guests present were Christy Crites of CMT and Kevin McFadden of Zach Stamp LTD.

Trustee John Pasko moved the April 2015 Meeting Minutes be approved. The motion was duly seconded by Trustee Rex Bangert and upon being put to a vote was unanimously approved. Those voting "aye" when their names were called being: Richard Ciotti, John Pasko, Drinda OConnor, Jim Reinhart and Rex Bangert. Those voting "no" being: none.

Trustee Drinda OConnor moved the May 2015 invoices be approved. The motion was duly seconded by Trustee Jim Reinhart and upon being put to a vote was unanimously approved. Those voting "aye" when their names were called being: Richard Ciotti, John Pasko, Drinda OConnor, Jim Reinhart and Rex Bangert. Those voting "no" being: none.

4. Unfinished Business

a. Organization of the Board and Appointments

At its May Meeting, the Board of Trustees must organize itself and make appointments for the new fiscal year. Trustee John Pasko moved to continue the fiscal year 2014-2015 appointments for fiscal year 2015-2016. The motion was duly seconded by Drinda OConnor and upon being put to a vote was unanimously approved. Those voting "aye" when their names were called being: Richard Ciotti, John Pasko, Drinda OConnor, Jim Reinhart and Rex Bangert. Those voting "no" being: none.

5. New Business

a. May 2015 Bond Expenditure Resolution No. 2015-17

The Board was presented with the May 2015 Bond Expenditure Resolution. This contains a complete listing of bond expenditures for all current bond issues. Trustee Drinda OConnor moved to approve the Resolution. The motion was duly seconded by Trustee Jim Reinhart and upon being put to a vote was unanimously approved. Those voting "aye" when their names were called being: Richard Ciotti, John Pasko, Drinda OConnor, Jim Reinhart and Rex Bangert. Those voting "no" being: none.

b. 2015A Bond Series Ordinance No. 2015-18

The Board was presented with a bond ordinance for the Sugar Creek Project. Trustee Rex Bangert moved to approve the ordinance. The motion was duly seconded by Trustee John Pasko and upon being put to a vote was unanimously approved. Those voting "aye" when their names were called being: Richard Ciotti, John Pasko, Drinda OConnor, Jim Reinhart and Rex Bangert. Those voting "no" being: none.

c. Cardinal Ridge Apartments-Chatham, IL-Population Equivalent Request

The Board was presented with a request to allow a development to exceed the maximum 15 Population Equivalents per acre. The information pertaining to the request was presented and the request was recommended for approval. Trustee John Pasko moved to approve the request. The motion was duly seconded by Trustee Rex Bangert and upon being put to a vote was unanimously approved. Those voting "aye" when their names were called being: Richard Ciotti, John Pasko, Drinda OConnor, Jim Reinhart and Rex Bangert. Those voting "no" being: none.

d. DAC Disclosure Dissemination Agreement

The Board was presented with an agreement with DAC Reporting to provide disclosure services for the District's bond issues. Trustee Jim Reinhart moved to approve the agreement. The motion was duly seconded by Drinda OConnor and upon being put to a vote was unanimously approved. Those voting "aye" when their names were called being: Richard Ciotti, John Pasko, Drinda OConnor, Jim Reinhart and Rex Bangert. Those voting "no" being: none.

e. Corps of Engineers Compliance Proposals

The Board was presented with proposals for services related to the Corps of Engineers Permit for the Spring Creek Plant. Trustee Rex Bangert moved to approve Andrews Engineering to perform the work. The motion was duly seconded by Jim Reinhart and upon being put to a vote was unanimously approved. Those voting "aye" when their names were called being: Richard Ciotti, John Pasko, Drinda OConnor, Jim Reinhart and Rex Bangert. Those voting "no" being: none.

6. Trustee Reports – There were no Trustee Reports

7. Staff Reports

The Director reported the District has received approval of its \$20 million loan with IEPA. The agreement will be signed and a Notice of Award will be issued to the Contractor. It is anticipated construction will start on or before July 6. It was also discussed the auditors have indicated there may be a debt service coverage issue for FY 2015. Preliminary numbers indicate the coverage will be approximately 110% (not 125%). Dan Forbes of Speer Financial and Todd Anderson of Pehlman & Dold will be developing a plan to move forward with the proposed financing for Sugar Creek taking into account maintaining adequate debt service ratios in the future. This may require reclassifying the existing IEPA SRF Loans. The reduced 2015-2016 Budget should also help obtain coverage rations. It does not appear that an increase in rates will be necessary until FY 2018 and will be only a small

rate adjustment to provide debt service coverage. It is anticipated the first bond issue for Sugar Creek will close this July.

Christy Crites of CMT reported the Spring Creek Plant turbo blowers are being changed out to screw compressors and the work should be completed within 3-2 weeks.

Jason Jacobs reported there was a forcemain break on the old Chatham North Pump Station but it was immediately shut off (as there is a second forcemain to serve the station) and repaired.

8. Attorney's Report-There was no Attorney's Report

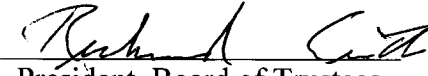
There being no further business to come before the Board of Trustees, Trustee John Pasko moved the meeting be adjourned. The motion was duly seconded by Trustee Jim Reinhart and upon being put to a vote was unanimously approved. Those voting "aye" when their names were called being: Richard Ciotti, John Pasko, Drinda OConnor, Jim Reinhart and Rex Bangert. Those voting "no" being: none.

The meeting was adjourned at 9:25 a.m.

Respectfully Submitted:


Secretary

Minutes approved,


President, Board of Trustees

Attest:


Clerk

