

May 17, 2011

The regular Commission meeting of the SJWD Water District was held at 307 Spartanburg Hwy in Wellford, SC with the following present:

Commissioners: *Buddy Carlton, Wanda Fowler, Tom Lomax, and Frank Nutt.* John Sexton was absent.

Staff: *Mike Caston, Executive Director; Larry Christopher, Director of Finance and Administration; Mike Frost, Director of Construction and Projects; and Billy Cothran, Director of Engineering.*

Guests: *None.*

The Agenda for the meeting was emailed to WSPA TV, the *Spartanburg Herald-Journal*, and the *Hometown News (Middle Tyger Times)*.

Buddy Carlton called the meeting to order at 12:50 PM.

APPROVAL OF APRIL 26, 2011 MINUTES:

Frank Nutt made a motion, which was seconded by Wanda Fowler, to approve the minutes of the April 26, 2011 meeting. The motion was approved unanimously. Tom Lomax did not vote because he did not attend the April 26, 2011 meeting.

MONTHLY FINANCIAL REPORT

Staff reviewed the Financial Report and Bank Balance Report for the period ending April 30, 2011.

REVIEW OF 2011-12 BUDGET PRESENTATION – FIRST READING

Staff presented the first reading of the 2011-12 operating budget. The Commissioners asked the staff to supply more detail about certain line items in the expense budget at the second reading in June. The Commissioners also requested more information on the total cost of service to customers including property taxes.

OFFICER ELECTION

Tom Lomax nominated Frank Nutt to fill the unexpired term of Roger Nutt for the office of Vice-Chairman. This will be in effect until December 31, 2011 when officer elections will be held for the next two years. Wanda Fowler seconded the nomination. The nomination was approved.

MISCELLANEOUS ADMINISTRATIVE MATTERS

Water Treatment Plant Update – Mike Frost and Billy Cothran gave a report about the progress of the project. The project is about 3 weeks behind schedule. However, within four to six weeks, the project will be slightly ahead of schedule. Currently, the \$800,000 contingency is still intact.

Follow-up to Retreat – The first in a series of follow-up meetings from the Commission Retreat was held on May 9, 2011 at the Middle Tyger Community Center. The next meeting is scheduled for June 21, 2011 from 10:00 AM to noon, just before the regular Commission meeting at SJWD.

Tyger River Run – SJWD will sponsor and organize the first annual Tyger River Run on Saturday, May 21, 2011 in conjunction with Lyman Fest. The proceeds will go to the Middle Tyger Community Center.

Legal Update – Mike Caston informed the Commission that a hearing to dismiss the lawsuit brought by the Town of Lyman has been scheduled for June 2, 2011 at the County Courthouse in Spartanburg at 11:30 AM. As of the drafting of these minutes, this hearing was postponed until a later date. Also, staff informed the Commission about a lawsuit involving an accident in the summer of 2009. The matter has been turned over to SJWD's insurance company for defense.

Annexation of Certain Industries for Fire Protection – Billy Cothran gave an update on the progress of the annexation of the By-Pass 85 LLC (Johnson Development) property off of John Martin Rd. This property was originally approved by the Commission for annexation in December 1996; however, the taxing boundary was never changed to reflect this. Billy will work with Spartanburg County to resolve this issue. Since the annexation has already been approved, no further action by the Commission is required.

List of Properties – Staff has been approached by someone who is interested in purchasing a small piece of property near the old Fairforest tank site. Staff will work with SJWD's attorney, Jim Seeley, and bring back a recommendation of whether to sell it or not.

Tom Lomax made a motion, which was seconded by Frank Nutt to adjourn the meeting. The motion was approved unanimously. The meeting was adjourned at 3:03 PM.

The next Commission meeting will be held on Tuesday, June 21, 2011 at the SJWD Administrative Office.

Read & Approved

Buddy Carlton
Frank Nutt
R. Roman

Wanda Fowler
Secretary

Wanda O. Fowler