



MINUTES

FPB Board Meeting

5:00 PM - Tuesday, July 16, 2019

Community Room

The Frankfort Plant Board Council met in a Board Meeting on Tuesday, July 16, 2019 at 5:00 PM in the Community Room.

ATTENDANCE:

Anna Marie Pavlik-Rosen, Board Chair (via video-conference)

Walt Baldwin, Board Vice-Chair

Dawn Hale, Board Secretary/Treasurer

Stephen Mason, Board Member

Jeff Bradshaw, Board Member

James Liebman, Board Attorney

Gary Zheng, General Manager

David Billings, Chief Water Engineer

Harvey Couch, Marketing Video Content Coordinator

Katrina Cummins, Finance Director

Adam Hellard, Interim Cable Superintendent

Scott Hudson, Electric Superintendent

Casey Jones, IT Director

Cathy Jennings, Executive Assistant to CFO

Cathy Lindsey, Public Information Coordinator

Kathy Poe, Executive Assistant to GM

Hance Price, Assistant GM Administration/Staff Attorney

Leigh Ann Phillips, Support Services Director

Julie Roney, Water Treatment Superintendent

Alan Smith, Water Distribution Superintendent

Scott Stafford, Media Services Manager

April Rhodes, Customer Service Supervisor

Deron Rambo, Network Operations Center Director

JC Lyons, Safety Field Assistant

Travis McCullar, Chief Electric Engineer

Nichell Brown, HR Specialist

State Journal

1 ACTION ITEM: APPROVAL OF MINUTES

1.1 Approve Minutes for June 18, 2019 Board Meeting.

1.2 Accept Draft Minutes from June 11, 2019 Cable Advisory Committee Meeting.

The Cable Advisory Committee met on June 11, 2019. Staff requests the Board move to accept draft minutes of the Cable Advisory Committee.

Dawn Hale moved to approve the minutes of the June 18, 2019 board meeting and accept the draft minutes of the June 22, 2019 Cable Advisory Committee meeting. Jeff Bradshaw seconded the motion.

CARRIED. 5 to 0.

2 INFORMATIONAL ITEM: PUBLIC COMMENT

2.1 None

3 INFORMATIONAL ITEM: WEBSITE CUSTOMER COMMENTS

4 INFORMATIONAL ITEM: DEPARTMENTAL REPORTS

- CABLE/TELECOMMUNICATIONS
- MEDIA SERVICES
- CUSTOMER SERVICE
- NETWORK OPERATIONS CENTER (NOC)
- ELECTRIC DEPARTMENT
- SEPA
- KYMEA
- SAFETY
- WATER DISTRIBUTION
- WATER TREATMENT PLANT

5 ACTION ITEMS:

5.1 Consider Approval of KURTS Resolution of Authority.

The Kentucky Utilities and Rail Tracking System (KURTS), is a web-based tool created by the Kentucky Transportation Cabinet for utility and rail coordination tasks. The Transportation Cabinet will be using this system for submission of plans, invoices and other related documents on highway relocation projects. Participation in the online tracking system will also give FPB early indication of highway projects that may affect our facilities.

Staff is requesting the Board approve a Resolution of Authority, granting engineering, accounting and other necessary FPB staff rights to issue electronic signatures and access to data pertinent to FPB in the Kentucky Utilities and Rails Tracking System ("KURTS").

Walt Baldwin moved to approve KURTS Resolution of Authority. Stephen Mason seconded the motion.

CARRIED. 5 to 0.

5.2 Consider \$1,600,000 Rebate of Electric Operating Revenues to Eligible FPB Electric Customers to Return Portion of Wholesale Power Savings Expected From Change In Wholesale Power Suppliers.

The Frankfort Plant Board (FPB) officially switched wholesale power suppliers from Kentucky Utilities (KU) to the Kentucky Municipal Energy Agency (KYMEA) on May 1, 2019. The FPB expects to save close to \$5M annually on wholesale power expense due to this supplier change. Staff is asking the Board to consider returning \$1.6M of this estimated annual wholesale power savings back to eligible FPB electric customers as reflected in the 2019-2020 FPB budget.

To be eligible for the rebate, you must have been a FPB electric customer on May 1, 2019 when the wholesale power savings began. The rebate will be

issued as a credit on eligible FPB electric customer bills. The credit each eligible electric customer will receive will be based on the total dollar value of the last 12 months (May 2018 – April 2019) electric bills for that customer as a percentage of all FPB electric customer bills for the same period. The credit will be put on bills to be received by customers in August 2019. You must be a FPB electric customer when the electric rebate credit is issued to receive the credit. Based on this structure, the average residential customer would receive approximately \$34.

Walt Baldwin moved to approve \$1,600,000 Rebate of Electric Operating Revenues to Eligible FPB Electric Customers to Return Portion of Wholesale Power Savings Expected from Change in Wholesale Power Suppliers.

Stephen Mason seconded the motion.

CARRIED. 5 to 0.

5.3 Consider Changes to the FPB Job Classification and Compensation Plan - Re-classification of Three Positions.

Staff asks the Board to consider approving the re-classification of three positions: Cable Construction Supervisor (Cable/Telecom), Electric Construction Supervisor (Electric), and System Technician Supervisor (Electric).

In June, the Board approved several re-classifications based on the recent classification and compensation study by the Johanson Group. Following meetings with all employees to discuss the changes, Staff found three additional supervisory level positions that should have been included in the re-classifications based on the market study data.

The proposed changes are below:

POSITION	Current Pay Grade	Current Pay Range	Proposed Pay Grade	Proposed Pay Range
Cable Construction Supervisor	112	\$27.08 - \$40.61	113	\$29.35 - \$44.03
Electric Construction Support Supervisor	114	\$31.63 – \$47.44	115	\$33.90 – \$50.86
System Technician Supervisor	114	\$31.63 - \$47.44	115	\$33.90 – \$50.86

Walt Baldwin moved to Approve Changes to the FPB Job Classification and Compensation Plan to Reclassify the Three positions: Cable Construction Supervisor, Electric Construction Supervisor, and System Technician Supervisor.

Dawn Hale seconded the motion.

CARRIED. 5 to 0.

6 INFORMATIONAL ITEM: GENERAL MANAGERS COMMENTS

6.1 Cathy Lindsey gave an update to the board regarding recent community work by FPB and employees.

7 INFORMATIONAL ITEM: OLD & NEW BUSINESS

7.1 Mr. Mason read a prepared statement recommending a compromise for the reservoir project specifically regarding the Board considering a 6.5 million gallon tank option.

Mr. Mason moved to recommend a 6.5 million gallon tank to the Frankfort City Commission for their review and action, and this recommendation to be delivered in a letter with an attached diagram which explicitly shows them the exact height and circumference of the proposed tank.

The Board discussed their thoughts regarding the 6.5 million gallon tank option as well as specifics of past meetings with TNAi, the City and Planning and Zoning. The vote was called by member.

Stephen Mason moved to recommend a 6.5 million gallon tank to the Frankfort City Commission for their review and action, and this recommendation to be delivered in a letter with an attached diagram which explicitly shows them the exact height and circumference of the proposed tank.

Dawn Hale seconded the motion.

DEFEATED. 2 to 3.

<i>Anna Marie Pavlik-Rosen</i>	<i>Against</i>
<i>Walt Baldwin</i>	<i>Against</i>
<i>Dawn Hale</i>	<i>For</i>
<i>Stephen Mason</i>	<i>For</i>
<i>Jeff Bradshaw</i>	<i>Against</i>

8 REQUEST PERMISSION TO HAVE CHAIR CALL FOR A CLOSED SESSION

8.1 Move to call a closed session pursuant to KRS 61.810(1)(c) to discuss proposed litigation regarding medical reimbursement claim.

Walt Baldwin moved to call a closed session pursuant to KRS 61.810(1)(c) to discuss proposed litigation regarding medical reimbursement claim and ongoing litigation regarding the reservoir. Jeff Bradshaw seconded the motion.

CARRIED. 5 to 0.

8.2 Proceed as discussed in closed session.

Walt Baldwin moved to direct staff to proceed as discussed in closed session regarding the medical reimbursement claim. Jeff Bradshaw seconded the motion.

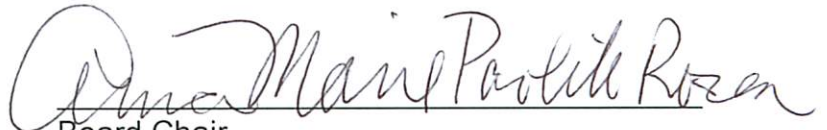
CARRIED. 5 to 0.

9 ACTION ITEM: ADJOURNMENT

9.1 To adjourn the meeting.

Walt Baldwin moved to adjourn. Jeff Bradshaw seconded the motion.

CARRIED. 5 to 0.


Board Chair


Board Secretary/Treasurer