

**WEST CENTRAL CONSERVANCY DISTRICT
MINUTES SPECIAL MEETING
January 11, 2002**

Directors Present: S. Panagouleas, W. Holland, P. Allen, K. Buetow
Directors Absent: J. Crowe

3 other WCCD Non-Board Representatives in attendance

4 Guests

The meeting was held in the WCCD Board Room at 4:00 P. M.

The Board of Directors met for the purpose of discussing and acting upon three (3) agenda items:

- 1) The Cost Of Service Study conducted by H. J. Umbaugh & Associates and associated rates to cover operation, maintenance and proposed debt with reserves as recommended by H. J. Umbaugh & Associates.
- 2) Closing on a short term Line of Credit Note in the amount of \$9.8 Million from Old National Bank, Terre Haute, Indiana.
- 3) Settlement of Kingsway Church litigation.

After discussion of a proposal from Kingsway Church, as related to the Board by Mr. Hux, Motion by S. Panagouleas, second by W. Holland, vote unanimous, to settle the litigation in the monetary amount of \$8,000.00.

(Mr. Buetow entered meeting at 4:20 P. M.)

Mr. Panagouleas excused himself from consideration of the Line of Credit agenda item and stepped down as Chairman of the Board.

Mr. Holland assumed the chairmanship of meeting.

Rate Resolution 02-01 presented authorizing the issuance of a line of credit to refund outstanding indebtedness.

Motion by K. Buetow, second by P. Allen, to accept Resolution 02-01 and authorizes R. Goff to pay the commitment fee of \$15,000.00 and incidental closing costs. W. Holland, P. Allen, K. Buetow for, S. Panagouleas not voting, motion passed.

Mr. Holland recessed meeting for the purpose of document signing and loan closing at 4:45 P. M.

Mr. Holland reconvened meeting at 5:10 P. M

(Mr. Panagouleas entered meeting and assumed chairmanship of meeting at 5:10 P.M.)

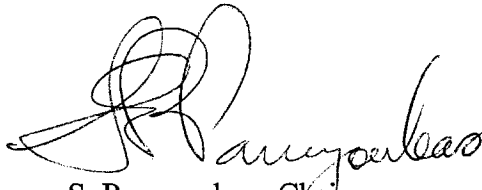
The Board considered the Cost of Service Study as presented by Mr. Fredericks, H. J. Umbaugh & Associates.

Motion by S. Panagouleas, second by K. Buetow, that based upon the Rate Consultants recommendation to permit the District to cover operation and maintenance costs, plus proposed debt and necessary reserves, the rate shall be \$45.00, as a flat rate, for residential, single family, users and that non-residential customers will be billed based upon metered rates. S. Panagouleas, P. Allen, K. Buetow for, W. Holland against, motion passed.

Motion by S. Panagouleas, second by K. Buetow, directing Mr. Hux to draft a resolution for the purpose of implementing the rates as stated above. S. Panagouleas, P. Allen, K. Buetow for, W. Holland against, motion passed.

The Board, by consensus, directed R. Goff and consultants, as necessary, to contact Old National Bank for the purpose of requesting a proposal for bonding the indebtedness, as proposed, with revenues as established by Board action.

Meeting adjourned at 5:54 P. M.



S. Panagouleas, Chairman



P. Allen, Secretary