

METROPOLITAN SERVICE DISTRICT
BOARD OF DIRECTORS MEETING MINUTES

DECEMBER 10, 1971

ATTENDANCE

Eldon Hout, Chairman
Robert Schumacher
Gus Mohr
Harold Ruecker
Mel Gordon
Lloyd Anderson
Homer Chandler, Executive Director
Herbert Hardy, Counsel

There being a quorum present, the Board took action on the following items:

I. MINUTES OF PREVIOUS MEETING

Minutes of the meeting of December 3, 1971, were reviewed and approved as written.

II. LOAN AGREEMENT FOR SOLID WASTE MANAGEMENT STUDY

Mr. Hardy reviewed the action taken by the State Department of Environmental Quality regarding the proposed loan agreement between the State and Metropolitan Service District.

In this agreement, if approved by the State Emergency Board, the District will receive \$439,250 which will be used for the development of a solid waste disposal system. The loan will be paid back over a 17 year period at an interest rate of 4.4932.

Mr. Hardy stated that the Department of Environmental Quality requested some changes made in the original agreement. One of those changes is found in the section entitled, Security Pledge. In the original agreement, it stipulated that the District agrees to place a percentage of revenues to the repayment of the loan in the revised and approved agreement. This section reads, the Department agrees to impose users' charges, fees, and assessments and to pledge to the Department a percentage thereof.

The second change required by the Department of Environmental Quality was item 3 under General Conveyance and Conditions. The original stipulation that the District could not borrow and incur additional indebtedness in excess of \$25,000 without first requiring written consent of the State. Mr. Hardy recalled that the District Board felt this was not acceptable and requested that it be increased to a \$100,000 limit. He stated that, when this was discussed with the Department officials, they did not consent to an increase of the \$25,000. However, a change was made so by stipulating that the Department in its discretion and upon a proper showing by the District, may increase the dollar limit which the District may borrow without obtaining prior written consent of the Department.

A third change is item 4, under General Covenants. This requires the District to establish a reserve trust account in a bank that is insured by the Federal government. The change makes it possible to establish a reserve trust account in a bank or a savings and loan association.

Mr. Hardy stated that he does not believe that any of the proposed changes are detrimental to the District, therefore, he recommends approval of the revised agreement.

Mr. Ruecker concurred with Mr. Hardy's assessment of the revised agreement and moved its approval. Mr. Schumacher seconded the motion; the motion carried unanimously.

Mr. Hardy stated that the State had imposed one more condition on seeking the loan--that being that the Columbia Region Association of Government must review and endorse the MSD Work Program and the loan agreement.

Mr. Ruecker moved that this matter be forwarded to the Columbia Region Association of Governments with a request

that they endorse that which MSD is attempting to accomplish. Mr. Mohr seconded the motion; the motion carried unanimously.

III. CITIZENS PARTICIPATION

Mr. Cliff Schiel, representing the Metropolitan Disposal Commission, Inc., submitted a letter to the Board in which he outlined the groups that should be represented on the Citizens Advisory Committee. He indicated that his principals are prepared to suggest names for the committee appointments, but first they would like to have an agreement upon types of persons needed on the advisory committee.

Mr. Gordon stated that there would undoubtedly be many names submitted for appointment; therefore, he moved that the Chairman appoint a screening committee to review all names submitted. Mr. Schumacher seconded the motion; the motion passed unanimously.

IV. CONDUCT OF MSD MEETINGS

Mr. Ruecker moved; Mr. Mohr seconded, that the Executive Director be instructed to draft a set of rules and regulations that would guide the conduct of the Metropolitan Service District meetings and that this should be ready for their next regular meeting, January 14.

There being no further business, the Board adjourned at 2:15 p.m.