

**CITY OF PIKEVILLE
BOARD OF COMMISSIONERS
SPECIAL MEETING MINUTES
DECEMBER 22, 2005**

The Board of Commissioners for the City of Pikeville was called to meet in Special Meeting on Thursday, December 22, 2005, at Noon, for the following purposes:

1. Discussion and approval of the recommendation from the Main Street Board to appoint Serena Stiltner to the position of Main Street Director.
2. Consider discussion and action on proposed agreement with Sandy Valley Water, Southern Water, Floyd County Fiscal Court and City of Pikeville, Kentucky.
3. Request for closed session to discuss legal question in regard to an Agreement with Sandy Valley Water, Southern Water, Floyd County Fiscal Court and City of Pikeville, KY

The meeting was held in the second floor conference room at City Hall

There being a quorum present, Mayor Franklin D. Justice, II called the meeting to order. Commission Members present at roll call were as follows:

COMMISSIONER:	DALLAS LAYNE
	EUGENE W. DAVIS
MAYOR:	FRANKLIN D. JUSTICE, II

Commissioners James A. Carter and M. Shane Hall were absent.

1. City Manager Donovan Blackburn reported that the Pikeville Main Street Board of Directors met in Special Meeting on December 20th. The Board recommended the appointment of Serena Stiltner to the position of Pikeville Main Street Manager. Commissioner Davis made the motion to affirm the recommendation of the Pikeville Main Street Board of Directors to appoint Serena Stiltner to the position of Pikeville Main Street Manager. Commissioner Layne seconded the motion. The motion carried 3 – 0.

2. The City Commission recognized Paul Hunt Thompson and Brett Davis, Floyd County Judge/Executive and Deputy Judge/Executive, respectively. Discussed was a proposed Interlocal Cooperation Agreement relating to water and sewer service along US 23 in the Harold/Betsy Layne/ Mare Creek area of Floyd County and the Mossy Bottom/Coal Run Area of Pike County. Parties participating in the Interlocal Agreement are Floyd County Fiscal Court, City of Pikeville, Sandy Valley Water District, and Southern Water and Sewer District. A sewer project to be

known as “PRIDE on the River” will be constructed. Components of the project include an extension of the Pikeville sewer collection system to serve the communities of Harold, Betsy Layne and Mare Creek in Floyd County (Phase I); a new treatment plant in Floyd County (Phase 2) and construction of extension to serve the many communities of Mud Creek in Floyd County (Phase 3). To assure the project has the lowest possible customer rates and to provide for appropriate management control of the wastewater system, the parties have agreed that a single utility own and operate both water and wastewater services. Sandy Valley Water District will join with Pikeville and Southern Water and Sewer District in transferring the portion of Sandy Valley’s water facilities located in Pike County and in Floyd County, together with the debt obligation associated with each portion, to Pikeville and Southern Water and Sewer District, respectively. Pikeville will assume responsibility for daily operations of Sandy Valley’s facilities on February 1, 2006. Sandy Valley will retain control of its facilities and shall make timely payment of invoices relating to cost of Sandy Valley operations each month until the Kentucky Public Service Commission approves the transfer of assets. Water rates for Sandy Valley customers will remain unchanged for a period of one year from the date of PSC approval. With regard to construction of the wastewater facilities, Pikeville and Floyd County Fiscal Court will file a joint CDBG funding application in the amount of \$2 million. The Big Sandy Area Development District is designated as the administrator of the agreement.

Mayor Justice, along with Commissioners Layne and Davis commented on the significance of the various local governments and agencies working together for the benefit of all citizens. Through this cooperation of the various agencies, the area will realize a greater benefit from combining its tax dollars. Mayor Justice expressed his appreciation to Veolia Water Manager, Roger Recktenwald, for his assistance in developing the agreement.

Mayor Justice made the motion to approve the Interlocal Agreement as presented. Commissioner Davis seconded the motion. The motion carried 3 – 0.

Commissioner Davis made the motion, seconded by Commissioner Layne to authorize Mayor Justice to execute the Interlocal Agreement on behalf of the City of Pikeville. The motion carried 3 – 0.

There being no further business to come before the Commission, Commissioner Davis made the motion, seconded by Mayor Justice to adjourn the meeting. The motion carried 3 – 0.

APPROVED: 
FRANKLIN D. JUSTICE, II, MAYOR

ATTEST:

Karen W. Harris

KAREN W. HARRIS, CITY CLERK