

Be it remembered that the Loudon County Legislative Body met in a Regular Session, August 3, 1992 at 7:00 P.M. with the Chairman, J.J. Blair presiding and Deputy Clerk Addie Ruth Clarke, were present whereupon Sheriff Tim Guider Opened Court, Led the Pledge of Allegiance to the Flag and presented Gary Amos, who gave the Invocation.

The following Commissioners were present:

Blair
Bledsoe
Millsaps

Maples
Price
Park

Williams
Twiggs

Commissioner Millsaps was absent.

MINUTES
APPROVED AS
CORRECTED

It was moved by Commissioner Bledsoe and seconded by Commissioner Price that the minutes be approved as corrected. The vote was unanimous.

RESOLUTION
OF INTENT
REQUESTING
DEVELOPMENT
OF STORM
WATER &
RETENTION
REQUIREMENTS
APPROVED

It was moved by Commissioner Twiggs and seconded by Commissioner Price that a Resolution of Intent Requesting Development of Storm Water and Retention Requirements be approved. The vote was unanimous and it is attached hereto as Resolution No. 84-92 Exhibit A.

UPDATE ON
NATIONAL
GUARD
ARMORY

County Executive, George Miller, reported no change since last month on the update of the National Guard Armory however, he received a letter on the date of County Court meeting from Michael L. Ferrell, Director of Construction and Maintenance which is attached hereto as Exhibit B.

TASS
1992-93
BUDGET
APPROVED

After some discussion, it was moved by Commissioner Price and seconded by Commissioner Twiggs that the Tellico Area Services Annual Report and 1992-93 Fiscal Year Budget be approved. On Roll Call the vote was unanimous and it is attached hereto as Exhibit C.

EXCESS
PROPERTY
COMMITTEE
REPORT

County Executive, George Miller, reported that the Excess Property Committee has one more piece of property to check on and then will be able to report to County Commission.

PAULA
GIBBS
REAPPOINTED
TO LIBRARY
BOARD

It was moved by Commissioner Price and seconded by Commissioner Park that a Resolution reappointing Paula Gibbs to the Loudon County Library Board by the County Executive be approved. The vote was unanimous and it is attached hereto as Resolution No. 8592 Exhibit D.

1992-93
SCHOOL
BUDGET
APPROVED

Director of Accounts, Nancy Richesin presented the 1992-93 School Budget for approval. It was moved by Commissioner Park and seconded by Commissioner Maples that the 1992-93 School Budget be approved. On Roll Call the vote was unanimous and it is attached hereto as Exhibit E.

BUILDING
INSPECTOR'S
REPORT

Building Inspector, Doug Lawrence, presentd his report:

Number permits-----59
Fees-----\$ 4,298.00
Estimated Value-----\$ 1,866,700.00
New Taxes-----\$ 14,671.00

SEPTEMBER
MEETING
CHANGED TO
SEPT. 14,
1992

It was moved by Commissioner Price and seconded by Commissioner Park that a Resolution to change the September 7, 1992 meeting to September 14, 1992 due to the Labor Day Holiday. The vote was unanimous and it is attached hereto as Resolution No. 86-92 Exhibit 7.

CONSIDER
NEW BULLET
PROOF VESTS
FOR SHERIFF'S
DEPT.
OFFICERS

Mr. Llional Herdon , a local resident, spoke to the Commissioners urging them to provide funding for new bullet proof vests for the Loudon County Sheriff's Department Officers, which would cost approximately \$10,000.00.

NOTARIES
APPROVED

It was moved by Commissioner Price and seconded by Commissioner Bledsoe that the following Notaries be approved:

Kay Forrester Bell, Faye Clinton, Barbara A. Estes,
Joyce B. Logan, Ronald Lynn McNabb, and Ronald L. Huffstetler.

The vote was unanimous.

There being no further Business, Court adjourned at 7:25 P.M.

County Executive

County Clerk

LOUDON COUNTY COMMISSION

RESOLUTION NO. 84-92

RESOLUTION OF INTENT REQUESTING DEVELOPMENT OF STORM WATER
AND RETENTION REQUIREMENTS

WHEREAS, the increased development of properties in Loudon County already has caused several problems in the handling of storm water drainage as it affects existing drainage ways and water courses, public right-of-ways, and private property;

NOW, THEREFORE, BE IT RESOLVED by the Loudon County Commission, in regular session assembled, this 3rd day of August, 1992, that the Loudon County Planning Commission, and its staff, look into the question of amending the Zoning Regulations of Loudon County so as to add requirements concerning new developments and new buildings, reducing the impact of flooding and protecting public and private properties from uncontrolled drainage.

COUNTY CHAIRMAN

APPROVED:

COUNTY EXECUTIVE

ATTEST:

COUNTY CLERK

PREPARED BY:

Harvey L Sprad
COUNTY ATTORNEY

Ex Exhibit A

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AGTN-DCM

August 3, 1992

SUBJECT: Lenoir City Armory

Judge George M. Miller
County Executive
P.O. Box 246
Loudon, Tennessee 37774

Dear Judge Miller:

I understand that you are concerned about the progress of the Construction of the Lenoir City Armory. I am also very concerned and we are continuing to resolve the problems associated with the project. As you are aware, it was our original intent to renovate the portion of the old school building that has not been demolished. Due to the fact that the federal government will not participate in the cost of renovating the old building, this cost must be supported with State and Local funds. Since there is currently not sufficient State and Local funds to support this renovation, we are currently increasing the designer's contract approximately \$18,000.00 in order for him to re-design the project which would include complete demolition of the remaining classroom structure. As soon as the re-design and revised cost estimate is complete, we will analyze available funds and proceed as required in order to construct the new Armory.

I regret that awarding a contract on the project has not been accomplished, but I assure you that this project is our highest priority and we are continuing to resolve all outstanding problems. I appreciate the continued support of Loudon County for the Tennessee Army National Guard and if there is anything which I may do to assist you, feel free to contact my office.

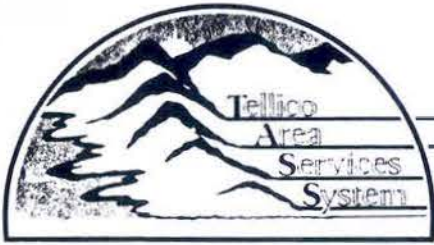
Sincerely,



MICHAEL L. FERRELL
Director
Construction & Maintenance

Exhibit B

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P.O. BOX 277

VONORE, TENNESSEE 37885

PHONE: (615) 884-6400 OR (615) 856-3530

June 2, 1992

Honorable George Miller
Loudon County Executive
P.O. Box 246
Loudon TN. 37774

Honorable J. Allan Watson
Monroe County Executive
Monroe County Court House
Madisonville TN. 37354

Re: Fiscal Year 1991-92 Report., and Budget for 1992-93
(attached as Exhibit 8) for the Tellico Area Services
System

Gentlemen:

This report complies with the interlocal contract between the two counties forming the Tellico Area Services System (TASS) requiring the Board of Commissioners annually to file a report as to the accomplishments and important events that have occurred concerning the operation of TASS as an agency of the two Counties.

SHORT HISTORY OF AGENCY

A short history and background of the Agency is attached to this report as Exhibit A.

PRESENT OFFICERS AND BOARD MEMBERS

The officers and Board members during the 1991-92 Fiscal Year, composed of the Monroe County and Loudon County Boards of Public Utilities, were as follows:

Chairman - Douglas F. Heuer III	Monroe County
Vice Chairman - Steve Hurst	Loudon County
Secretary Treasurer - Norman Berdan	Loudon County
Member - Tom Tallent	Monroe County
Member - Curtis Yates	Loudon County
Member - Ernest West	Monroe County

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Exhibit C

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TELLICO AREA SERVICES SYSTEM ANNUAL REPORT

As required by State statute, the Board of Public Utilities for each of the counties continues to meet annually or bi-annually to set up their formal organizational structures. The Boards last organizational meeting was conducted in January 1992. Following are the present Officers:

MONROE COUNTY BOARD OF PUBLIC UTILITIES

Chairman	Douglas F. Heuer, III
Vice-Chairman	Ernest West
Secretary-Treasurer	Tom Tallent

LOUDON COUNTY BOARD OF PUBLIC UTILITIES

Chairman	Norman Berdan
Vice-Chairman	Curtis Yates
Secretary-Treasurer	Steve Hurst

These County Boards have designated the monthly meeting (required by statute) of the Tellico Area Services System Board of Commissioners to serve as the regular monthly meeting time of the County Boards respectively because almost all of the business of each of the Boards is involved in the operation of the Tellico Area Services System.

PROPOSED BUDGET

Attached as Exhibit B is the budget and Capital Improvement Plan for TASS for the coming fiscal year of 1992-93, as approved by the TASS Board of Commissioners and is presented to the respective County Commissions for approval.

TELLICO AREA SERVICES SYSTEM ANNUAL REPORT

HIGHLIGHTS OF THE YEAR

WATER PLANT ROOF: A new truss roof was installed on the TASS water treatment plant replacing the old flat tar and felt roof which was leaking. The new roof greatly improves the appearance and enhances the energy efficiency of the building.

LEAK DETECTION DEVICE: TASS purchased a leak detection device to help locate and pinpoint leaks which will reduce water loss and associated revenue loss. This instrument will also prevent digging up areas unnecessarily trying to locate leaks.

TRUCKS: TASS has purchased two new trucks (one F150 4x4 and one F150 standard pickup) replacing the old 1979 service truck and 1985 F150 Ford pickup which were used as trade-ins.

411 HIGHWAY FOUR LANE: TASS continues to coordinate with the State of Tennessee concerning plans for re-routing the main water lines along Highway 411 in the proposed construction areas. Plans of the project are to be available sometime in the middle of this year by the State Highway Department. This continues to be a very expensive proposition, and TASS is attempting to do what it can to minimize the cost and request any assistance the County Commissioners can give in this regard.

COMPUTER SYSTEM: TASS has installed a computer system and presently has bookkeeping and accounting procedures in the system. This system provides for efficient accounting procedures. TASS has a consultant available for training and updating programs.

EXTENSIONS

In October 1991 TASS funded and installed 900 feet of two inch service line on the west side of Excellence Way in the TRDA Industrial Park to serve the new Monroe County Emergency Center at a total cost to TASS of \$1500.

TELLICO AREA SERVICES SYSTEM ANNUAL REPORT

CUSTOMER RATE SCHEDULES

TASS presently has two rate schedules: basic/industrial, and wholesale. TASS has amended its basic/industrial rate schedule on the minimum of the 1 inch and larger meters. The 1 inch and larger meters minimum bill will stay at the minimum until they have consumed a volume of water with a larger dollar value than the minimum bill.

For example an (8) eight inch water meter with a minimum water bill of \$652.08 would have to purchase over 424,000 gallons of water before the water bill would go over the minimum of \$652.08, but if the purchase should be less than 424,000 gallons the bill would not be less than the minimum bill of \$652.08. The amendment reduced the cost of water to our large users by approximately \$30,000 per annum.

TASS WATER CUSTOMERS

TASS has added an average of 61 customers per year for the past three (3) years

<u>Date</u>	<u>NO# of Customers</u>	<u>Increase</u>
May 92	784	65
May 91	719	66
May 90	653	53

TASS WATER SALES

TASS water sales have increased at an exceptional rate during the past two (2) years. These increased sales are primarily attributed to the addition of Carlex Glass Company which buys a average of 4.5 million gallons per month and the South Blount Utility District which buys an average of 6.5 million gallons per month.

<u>Date</u>	<u>Water Sales</u>	<u>Percent Increase</u>
May 92	40,684,900 gallons	10%
May 91	36,475,900 gallons	41%

TELLICO AREA SERVICES SYSTEM ANNUAL REPORT

SOUTH BLOUNT UTILITY DISTRICT

The South Blount Utility District continues to be a valued customer of TASS. South Blount continues to purchase from TASS an average of 6.5 million gallons per month at the TASS wholesale rate. However South Blount has purchased land for the indicated intention of building a new water plant, and this situation could change at some time in the future.

COOPER COMMUNITIES

Tellico Village has continued to grow and presently purchases from TASS an average of 3.5 million gallons per month. Cooper Communities is now negotiating with TASS for water service to the Sequoyah and Kahite territories possibly to be constructed in the future.

GLENDALE UTILITY DISTRICT

In 1984 TASS sponsored the creation of the Glendale Utility District in Loudon County as a separate utility because of anticipated advantages in having a separate legal entity that could borrow money without affecting the bonded indebtedness of either Counties, and which could be eligible for separate grants or loans. Since that time Glendale has not qualified for grants or loans. As of May 1992, Lanny Davis of the engineering firm Davis, Dollar and Associates has applied to the Farmers Home Administration for a loan of \$800,000 and a grant of \$400,000 and is requesting TASS fund approximately \$400,000 to install the waterlines in the Glendale area. Also, presently it is being contemplated to by-pass the Glendale Utility District and to request Loudon County to issue or endorse the indebtedness to be paid for by TASS. This proposed change in administration of the project is due to an opinion rendered relative to Glendales legal authority to borrow funds. An opinion rendered by the firm of Bass Berry and Sims indicate that Glendale' cannot borrow funds as currently chartered.

The Glendale Extension extends from Greenback along HWY 95 to the Fort Loudon Dam and has the potential of selling water to the Town of Friendsville. At the beginning the project should serve approximately 320 customers and has a potential of over 500 customers. The total length of the project would be approximately thirty (30) miles.

TELLICO AREA SERVICES SYSTEM ANNUAL REPORT

RED RIDGE LAND FILL EXTENSION

This extension as a part of the Super Fund National Toxic Program , has been completed for two years. This development continues to grow and presently provides water to 65 customers.

SEWER SERVICES

TASS continues to operate the Niles Ferry Waste Water Plant owned by Monroe County. Process changes have been developed by TASS personnel during fiscal year 1992 that will reduce the cost of electricity to Monroe County.

TASS also has a contract with Monroe County for the processing of sewage that is transported from the Nine-Mile Marina (Tellico Harbor).

TASS EMPLOYEES AND QUALIFICATIONS

For the past year Jonathon Lequire has been acting Plant Manager. Working with him is Consultant Wayne Roach, Manager of the Sweetwater Utilities Board, who is employed on a part-time basis to advise and assist the acting Manager as required. The Board continues to be in the position of making a final decision as to future management at this point. TASS presently has certified operators in all positions as required by the State of Tennessee.

THE LICENSES HELD BY ALL EMPLOYEES ARE AS FOLLOWS:

JON LEQUIRE

Grade III Water
Grade III Sewer
Grade II Distribution
Cross Connection

CLAUDE TEAGUE

Grade I Distribution

DION SHULTS

Grade I Distribution
Grade I Collection

TELLICO AREA SERVICES SYSTEM ANNUAL REPORT

PRESENT EMPLOYEES

1. Jonathon Lequire, Acting Manager
2. Mary Mason, Secretary/Bookkeeper
3. Claude Teague, Sewer Plant Operator, Part time Distribution system
4. Jimmy Stinnett, Water Treatment Plant Operator
5. Dion Shults, Distribution System Operator
6. Neil Brackett, Water Plant Operator trainee
7. Victoria Summey, Part time Secretary

GILLESPIE & SHERROD

The accounting firm of Gillespie & Sherrod of Maryville, Tennessee, who specialize in utility audits, continue to be the auditors for TASS.

RETIREMENT BENEFITS

The retirement benefits approved by the two County Commissions and the TASS Board in 1990 continue to be available to all employees.

CONSULTANT'S STUDY

Three Years ago, TASS contracted Wayne Roach to perform a management/operations study on TASS, which continues to be utilized. Implementation of its recommendations has since proven to be a very useful tool to TASS.

INDUSTRIAL PLANTS NOW SERVED BY TASS

Greenback Industries, Sea Ray Boats (two plants), Cobia Boats, National Seating Company, Havco, TRW/Koyo, Great Lakes Boat Top Company, Carlex Glass Company, Matsushia Refrigeration Company, TRDA Training Center, Avcor, IT Analytical, Supra Boat Company.

TELLICO AREA SERVICES SYSTEM ANNUAL REPORT

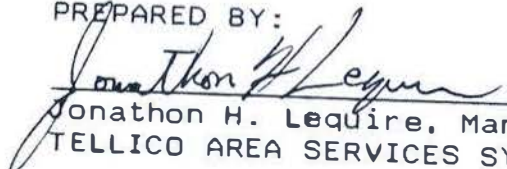
CONCLUSION

Tellico Area Services System Board of Commissioners and Employees continue to help the System grow and expand. TASS looks forward to expanding into areas in which TASS has not had the opportunity to serve before. Our long range goal is to serve all citizens and businesses within our service area.



Douglas F. Heuer III, Chairman
TELLICO AREA SERVICES SYSTEM

PREPARED BY:



Jonathon H. Lequire, Manager
TELLICO AREA SERVICES SYSTEM

TELLICO AREA SERVICES SYSTEM

JULY 1992 - JUNE 1993

BUDGET

	1990-91 BUDGET	1991-92 BUDGET	1992-93 BUDGET
<u>RECEIPTS</u>			
METER WATER SALES	435,000	512,000	648,000
SEWER SALES	-0-	-0-	2,400
METER TAP	11,000	16,000	16,800
SERVICE CHARGE	1,600	1,800	2,400
INTEREST INCOME	17,000	15,000	21,000
NILES FERRY	25,000	30,000	33,000
WATERLINE INSTALLATION	45,000	15,000	15,000
MISCELLANEOUS	12,000	6,000	18,000
TOTAL OPERATING REVENUE	621,700	595,800	756,600
<u>DISBURSEMENTS</u>			
SALARIES	32,000	28,000	30,000
GENERAL WAGES	97,000	100,000	92,000
PAYROLL TAXES	10,800	10,000	9,600
RETIREMENT	7,900	7,700	6,000
GROUP INSURANCE	18,000	19,500	20,000
OFFICE SUPPLIES	1,600	1,500	2,400
BILLING SERVICE	1,700	2,200	2,400
TELEPHONE	4,500	4,500	5,200
POSTAGE	1,700	2,300	2,400
AUDIT	4,500	4,500	4,200
LEGAL	9,000	10,000	6,000
RENTAL (Uniforms)	2,000	2,000	1,200
WATERLINE INSTALLATION	45,000	15,000	15,000
METER INSTALLATION	4,000	6,000	12,000
UTILITIES	60,000	68,000	76,000
CHEMICALS	20,000	22,000	33,000
LAB SUPPLIES	4,000	4,500	3,600
REPAIR WATER PLANT	25,000	25,000	25,000
REPAIR OTHERS	6,000	5,000	8,000
INSURANCE	15,000	15,000	15,000
INTEREST EXPENSE	-0-	69,230	67,200
VEHICLE EXPENSE	8,000	9,000	7,500
MILEAGE (Personnel)	400	1,000	500
TRDA (10%-40%)	6,000	6,000	-0-
GARBAGE PICK-UP	800	800	800
SUPPLIES-MAINTENANCE	-0-	-0-	5,000
SUPPLIES-BUILDING	-0-	-0-	3,600
ADVERTISING	-0-	-0-	200
EMPLOYEE WORKSHOP	-0-	-0-	2,000
ENGINEER/CONSULTANT	1,000	5,000	17,200
COMMISSIONERS EXPENSE	3,600	3,600	3,600
MISCELLANEOUS	15,000	16,000	8,000
BANK CHARGE	-0-	-0-	900
DEPRECIATION	-0-	146,000	156,000
TOTAL OPERATING EXPENSE	413,500	609,331	641,500
NET BEFORE DEPRECIATION			317,300
LESS DEPRECIATION			(156,000)
NET OPERATING INCOME			161,300
OTHER INCOME (INTEREST)			21,000
OTHER DEDUCTIONS (BOND INTEREST)			(67,200)
NET INCOME			115,100
DEPRECIATION			156,000
TOTAL CASH			271,100
DEBT RETIREMENT			(42,400)
AVAILABLE FOR CAPITAL IMPROVEMENTS			228,700

PLAN FOR CAPITAL IMPROVEMENTS

1. Design and specifications for relocation of facilities on US 411 (Monroe County).
2. Renovation of 300,000 gallon reservoir (Greenback).
3. Participation in Glendale Extension to include partial funding.
4. Small line extensions and services to service new construction in our area.
5. Any activity required by TASS to service Cooper Communities.

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LOUDON COUNTY COMMISSION
RESOLUTION NO. 85-92

RESOLUTION APPROVING OR ACKNOWLEDGING BOARD OR COMMITTEE
APPOINTMENT BY COUNTY EXECUTIVE

WHEREAS, by statute, and/or intergovernmental agreement and/or County Procedural Regulations, the County Executive has authority to make certain committee and board appointments; and

WHEREAS, an appointment (or appointments) is necessary and/or desirable at this time; and

WHEREAS, the County Executive appoints the following as a member of:

<u>COUNTY LIBRARY BOARD</u> (Name of Committee or Board)	
<u>Appointee</u>	<u>Term Expiration</u>
Paula Gibbs	1995

NOW, THEREFORE, BE IT RESOLVED that the County Commission in regular session assembled this 3rd day of August, 1992 hereby approves or acknowledges (as appropriate), the said appointment(s).

ATTEST:

COUNTY CHAIRMAN

APPROVED:

COUNTY CLERK

COUNTY EXECUTIVE

The remaining members and their continuing expiration terms for said board or committee are as follows:

	<u>Term Expiration</u>
Bonnie Ledbetter	1995
Judy Curtis	1995
Charlotte Brannon	1993
Mr. Joe Drake	1994
Ms. nep (Dixie) Miller	1994
Ms. Ed (Kathy) Waller	1993

Exhibit D



Loudon County
Tennessee

Resolution

NO. 86-92

RESOLUTION CHANGING DATE OF COUNTY COMMISSION MEETING

WHEREAS, the normal meeting time of Monday, September 7, 1992, is on the Labor Day holiday; and

WHEREAS, due to the long Labor Day weekend, many may have plans to be out of town, making September 7th a most inconvenient date to meet;

NOW, THEREFORE, BE IT RESOLVED by the Loudon County Commission, in regular session assembled on this 3rd day of August, 1992, that the regular meeting date of September 7, 1992, be changed to Monday, September 14, 1992, at 7:00 p.m..

COUNTY CHAIRMAN

APPROVED:

COUNTY EXECUTIVE

ATTEST:

COURT CLERK

Ex. Salut F

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