

**MINUTES OF SPECIAL MEETING
OF BOARD OF DIRECTORS
OF LOCKWOOD WATER AND SEWER DISTRICT**

January 27, 2017

A special meeting of the Lockwood Water and Sewer District Board of Directors was held on January 27, 2017. President Peters called the meeting to order at 7:00 p.m. in the conference room of the Lockwood Water & Sewer District office, 1644 Old Hardin Road, Billings, MT.

Board members at the meeting were Carl Peters, Carlotta Hecker, Merrill Walker and Stuart Deans. Also present were LWSD Manager Mike Ariztia, and LWSD legal counsel, Terry Seiffert. Board member Nancy Belk was absent.

Guest present representing Exxon Mobil Corporation were Paul Briggs, Safety, Health and Environmental Manager, Ron Kuhler, Environmental Engineer, and Dan Carter, Public Affairs.

Attendance and Voting Record attached to Minutes

PUBLIC COMMENT:

None.

Manager Ariztia advised that the meeting was an unscheduled Board meeting. The initial reason for needing to call the Board meeting was to be able to address renewal of the District's healthcare benefits. Due to the need of Exxon Mobil to expedite the Service Agreement process to accommodate its deadlines before the next Board meeting, Manager Ariztia deemed it advisable to include anticipated approval of the Service Agreement in the agenda.

The agenda for the meeting was posted on January 26, 2017 at 2:21 p.m. in the lobby of the District office, and also on the LWSD website.

NEW BUSINESS:

Review and approval of a Service Agreement between the Lockwood Water & Sewer District and Exxon Mobil Corporation

The Service Agreement between LWSD and Exxon Mobil Corporation was presented to the Board for final review. With the addition of provisions the Board requested to be added, and additional provisions requested by Exxon Mobil, the agreement was approved for signature by President Peters. Both parties agreed they will work together for solutions to any problems or changes they encounter during the duration of this agreement. The agreement will now be

finalized by Exxon with the signature of acting local Exxon Mobil manager, Chris Jessup.

- I. Merrill Walker moved to approve the Service Agreement between Lockwood Water & Sewer District and Exxon Mobil Corporation for the transportation of industrial wastewater to the City of Billings. Stuart Deans seconded the motion. Motion carried.

Employee and Dependent healthcare insurance

Manager Ariztia advised by renewing early in the first quarter, it will save the District \$2,000 a year. Locking in first quarter rates as opposed to going to the second quarter, results in a 11.73% increase. If the District waited to the normal renewal period in the second quarter, it would result in a 15.42% increase. This is based on the current Blue Cross/Blue Shield policy with all provisions remaining the same.

- II. Carlotta Hecker moved to approve early renewal of the current Blue Cross/Blue Shield policy to take advantage of the lower percentage increase, changing the anniversary date from April 1st of every year to March 1st of every year. Merrill Walker seconded the motion. Motion carried.
- III. Carlotta Hecker moved to adjourn the meeting. Stuart Deans seconded the motion. Motion carried.

There being no further business to come before the Board, the meeting was adjourned at 7:45 p.m.



Attest



Attest