

Board of Municipal Utilities
Work Session Minutes
October 17, 2017
201 Miller Road
Avon Lake, Ohio

Call to Order – Roll Call

The meeting was called to order at 6:03 PM.

Present: Mr. Dzwonczyk, Mr. Phillips, Mr. Rush, Mr. Rickey, and Mrs. Schnabel.

Also present: Chief Utilities Executive Danielson, WPCO Manager Baytos, Community Outreach Specialist Arnold, Customer Service Clerk Farch, Mayor Zilka, and Councilmember Fenderbosch.

LORCO Executive Director Gene Toy presented an update regarding LORCO. He indicated that the Asset Transfer Agreement for Cinnamon Lake was executed October 2, 2017, and that will be a satellite system similar to Barrington Estates with Grafton. He also indicated there are several potential subdivisions moving forward within the existing service area including a 375-home subdivision currently named Eaton Crossing, a 36-home subdivision currently named Stone Creek, and a few others further into the future. Also, LORCO is trying to work with the County to connect Eaton Estates and Brentwood Village to LORCO's system

By year's end, LORCO will owe Avon Lake Regional Water \$6 million, if these projects move forward, LORCO should have the ability through tap fees to reduce outstanding debt to only \$2 million and would be much closer to the approximate breakeven number of accounts, which is estimated to be 2,800.

With the current growth in the system, LORCO requests reducing the current monthly operations payment they receive from \$13,500 to \$12,000 in 2018.

The work session adjourned at 6:40 PM.

Approved November 7, 2017

John G. Dzwonczyk, Chairman

Todd A. Danielson, Clerk