

Big Sandy Area Development District
Annual Board of Directors Meeting
January 24, 2017 – 11:30 – District Meeting Room

MEMBERS PRESENT

Judge-Executive Tucker Daniel
Judge-Executive Ben Hale
Judge-Executive Charles Hardin
Judge-Executive Kelly Callaham
Mayor Bill Mike Runyon
Mayor Pete Shepherd
Mayor Jimmy Carter, by proxy Mr. Sean Cochran
Mayor Sam Howell, by proxy Mr. James Reynolds
Mayor Andrew Scott
Mr. Mark McKenzie
Mayor Jerry Fultz
Ms. Lillian Wheeler
Mr. Don Cecil
Ms. Susan Howard

GUESTS PRESENT

Ms. Bertha Daniels, AppalRed
Ms. Lynette Schindler, CPA
Mr. Bobby McCool
Mr. Aaron Thompson, DLG
Mr. Adam Rice, Congressman Rogers Office
Representative Larry Brown

STAFF PRESENT

Ms. Sandy Runyon	Ms. Janice Prater
Ms. Terry Trimble	Ms. Peggy McKenzie
Mr. Joe Jacobs	Ms. Misha Curnutte
Ms. Elizabeth Hamilton	Ms. Denise Thomas
Mr. Greg Salyers	Ms. Sharlet Butler
Ms. Angela Winston	Ms. Sandra Justice
Mr. Steve Jones	Ms. Regina Hall
Mr. Brandon Montgomery	

After a quorum was determined to be present, the chair called the meeting to order. He then took the liberty of introducing guests

The minutes from the November 22, 2016 meeting were presented for approval. With a motion and a second from Judge-Executive Charles Hardin and Judge-Executive Tucker Daniel, the minutes were approved. Motion passed. The Agenda was reviewed and approved with a motion and a second from Judge-Executive Charles Hardin and Mr. Mark McKenzie. Motion passed.

The nominating committee, consisting of Judge-Executive Kelly Callaham, Judge-Executive Tucker Daniel, Mayor Andrew Scott, Judge-Executive Ben Hale and Judge-Executive Charles Hardin, gave their recommendations as follows:

Chair:	Judge-Executive Ben Hale
Vice Chair:	Mayor Andrew H. Scott
2 nd Vice Chair:	Judge-Executive Tucker Daniel
Secretary:	Judge-Executive Charles Hardin
Treasurer:	Ms. Nita Collier

Regional Low Income Representative: Ms. Susan Howard

KCADD Legislative Committee

BSADD Board Chair:	Judge-Executive Ben Hale
2 nd Member:	Mayor Les Stapleton

The chair called for nominations from the floor. There being none, there was a motion and a second from Judge-Executive Charles Hardin and Mayor Jerry Fultz to accept the nominating committee's recommendations. Motion passed. The new chair was seated.

Ms. Lynette Schindler gave the 2016 Audit Report. She explained to the board that one of the most important parts of the audit was page two – "The Opinion". They gave a clean opinion with good internal management. The balance sheet reflected that the assets to liabilities ratio was balanced. The income statement shows excess revenues over expenditures of \$68,000. The ED RLF fund had \$52,000 loaned out and \$243,000 sequestered. She told the board our building will be paid off in 2 years. There was no instance of non-compliance in the audit. A motion and a second by Mayor Jerry Fultz and Mr. Mark McKenzie approved the audit. Motion passed.

Greg Salyers gave the Financial Report. He told the board that in closing out December we had \$484,000 cash in the general account and \$350,000 in the ED RLF account. There is \$1.4 million in the unrestricted fund balance. Our expenses are over the normal percentage due to larger lease payments due and paid in December. We have a surplus in the CDO Program; KY Works is balanced; and CEDS shows a deficit. Judge-Executive Daniels complimented Greg and all staff

for their hard work. A motion and a second by Judge-Executive Tucker Daniel and Mayor Pete Shepherd approved the Financial Report. Motion carried.

The chair called for review and approval of the Executive Review report. The report as presented covered projects from November 2016 through January 2017:

- Pike County applied for \$428,425.00 for the University of Pikeville's Upward Bound Program to serve Pike County
- Pike County applied for \$257,499.00 for the University of Pikeville's Upward Bound Program to serve Floyd, Letcher, and Martin Counties
- Magoffin County applied for \$6,875,000.00 for the Royalton Trail Town for construction of a tourism infrastructure project to support the Dawkins Line Rail Trail
- Floyd and Johnson Counties applied for \$1,665,000.00 for Mountain Comprehensive Care Center to construct 10 units of Sober Living Apartments
- Floyd County applied for \$257,500.00 for BSCTC to launch an Upward Bound Program
- Floyd County applied for \$459,325.00 for culvert replacements along Trimble Branch
- Floyd County applied for \$38,656.00 for the purchase of a new police vehicle for the Floyd County Sheriff's office

A motion and a second by Mayor Andrew Scott and Mr. Mark McKenzie approved the report. Motion carried.

The chair honored the following staff with tenure certificates and a \$25 Walmart gift card for 10 years of service:

Mable Cantrell, Homecare Aide
Vickie Collins, Homecare Aide
Vicky Cordell, Employment Specialist
Lucy Kirk, Homecare Aide
Joelle Kiser, Employment Specialist

Mr. Joe Jacobs gave the transportation update. We have a contract with the Transportation Cabinet to convene a regional Transportation Committee to prioritize all road projects into a 6-year Highway Plan. 90% of all these projects have no money available. We need to change the way they are prioritized and hold back on some projects to gather funds. The committee will re-prioritize by giving points. In February Joe Jacobs and the highway district office planner will be visiting County Judges to talk about priorities and to re-appoint representatives from each county to the Transportation Committee. They will be pooling all projects – funded and unfunded. Comments were made relative to some counties/cities not having a representative in attendance at the meeting and the possible lack of input resulting from this absence. The Committee is only as strong as its members; therefore it's critical we have active members.

The next order of business before the board was a resolution that would authorize the Executive Director to execute and furnish all required documentation, including a

memorandum of agreement as may be required by The Kentucky Office of Homeland Security to purchase DMARCS capable radios for Emergency Management officials in Floyd, Johnson, Magoffin, and Martin counties. These specialized radios will link local Emergency Operations officials and EOCs to the Kentucky EOC in Frankfort, as well as each other during times of disaster. A motion and a second by Mayor Andrew Scott and Mr. Mark McKenzie approved the resolution. Motion passed.

Directors Comments:

Ms. Runyon informed the board that there has been a bill filed in the Legislature about transparency and accountability. Our only concern is that it is going to require the state auditor to audit the ADDs at the ADD's expense which will be quite costly. We already pay a substantial amount for the audit we receive each year. We are working with the State Auditors office to incorporate the differences needed into our audit process. This is just an FYI if you are in Frankfort and hear anything.

With no further business, the meeting adjourned.