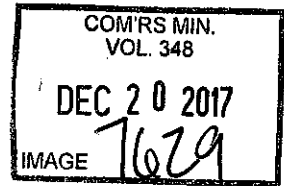


On the motion of Mr. Portune, seconded by Ms. Driehaus
the following resolution was adopted...

**APPROVING AND ADOPTING THE
2018 MSD OPERATING BUDGET,
THE
2018-2022 CAPITAL
IMPROVEMENT PROGRAM, AND
CRITICAL ASSET MANAGEMENT
EXPENDITURES FOR THE
THE METROPOLITAN SEWER DISTRICT OF GREATER
CINCINNATI, HAMILTON COUNTY, OHIO,**



BE IT RESOLVED that the Board of Commissioners of Hamilton County, Ohio hereby adopts and approves the 2018-2022 Capital Improvement Program for the Metropolitan Sewer District of Greater Cincinnati in the amount of \$129,118,155; and

BE IT RESOLVED that the Board of Commissioners of Hamilton County, Ohio hereby adopts and approves the 2018 MSD Operating Budget in the amount of \$211,217,612; and

BE IT RESOLVED that the Board of County Commissioners of Hamilton County, Ohio hereby adopts legislation approving Project ID 10280717 authorizing Critical Asset Management Projects for 2017 in the amount of \$8,951,990 subject to additional terms in this resolution; and

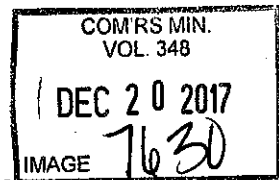
BE IT FURTHER RESOLVED that the BOCC ratifies and affirms that MSDGC shall comply with all MSD Rules and Regulations, including but not limited to those related to reporting and financial practices; and

BE IT FURTHER RESOLVED that MSD and the County shall meet during Quarter 1 of 2018 to resolve policy questions around the use of District funds for the repair, maintenance and renovation of building sewers including the use of allowance spending thereon; and

BE IT FURTHER RESOLVED that pending future discussions with Consent Decree Regulators and the US District Court, future project spending associated with this 5-year CIP, relating to asset management and WWIP shall be amended, as needed and directed, to reflect the policy position of the Board of County Commissioners; and

BE IT FURTHER RESOLVED that the appropriate capitalization of costs for 10130740 Werk & Westbourne EHRT, 10140417 LMCPR Monitoring and Modeling, and 10199018 Program Management and Support Services will be discussed in early 2018 and adjusted as needed; and

BE IT FURTHER RESOLVED that Project Number 10199118 "Hamilton County Utility Oversight and Coordination 2018" reflects a total of \$1,000,000 for 2018 an amount which is reduced from the 2017 CIP and which shall be tracked and amended on a quarterly basis, if needed and as directed by the Board of County Commissioners, in conjunction with the oversight needs of the County including but not limited to WWIP and Consent Decree negotiations with Federal Regulators; and



BE IT FURTHER RESOLVED that references in the attached legislation to Project 10280518 WWC High Risk Asset Renewal 2018 shall reference that "The scope of work does not include addressing building sewers as those are the legal responsibility of the building owner/operator and not MSDGC."; and

BE IT FURTHER RESOLVED that the funding allocated within the 2018 Operating Budget and Capital Improvement Program is consistent with advancing the recommendations of the Hamilton County/MSD Rate Affordability Task Force and that the County and MSD will continue to jointly advance those recommendations as expeditiously as possible; and

BE IT FURTHER RESOLVED that individual projects associated with the Critical Asset Management work of the Metropolitan Sewer District shall not commence until project description and cost detail is received, reviewed and approved by the County; and

BE IT FURTHER RESOLVED that the Clerk of the Board certify copies of this resolution to Jeff Aluotto, County Administrator; and Dusty Rhodes, County Auditor.

ADOPTED at a regularly adjourned meeting of the Board of Commissioners of Hamilton County, Ohio, in session this 20th day of December 2017.

Ms. Driehaus YES

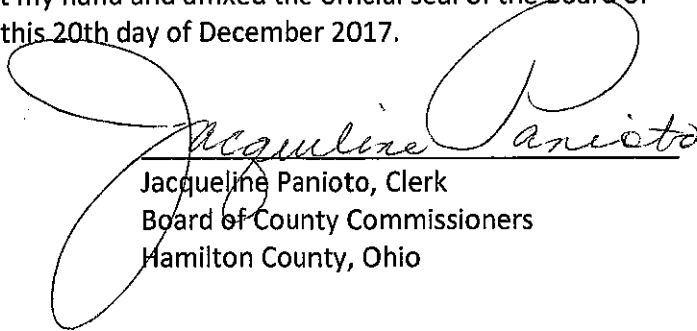
Mr. Monzel YES

Mr. Portune YES

CERTIFICATE OF CLERK

IT IS HEREBY CERTIFIED that the foregoing is a true and correct transcript of a resolution adopted by the Board of Commissioners of Hamilton County, Ohio, the 20th day of December 2017.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the official seal of the Board of Commissioners of Hamilton County, Ohio, this 20th day of December 2017.


Jacqueline Panioto, Clerk
Board of County Commissioners
Hamilton County, Ohio

PROJECT IDENTIFIERS: 2018 OPERATING BUDGET
METROPOLITAN SEWER DISTRICT OF GREATER CINCINNATI

LEGISLATIVE ACTION REQUESTED:

- DESIGN¹
 ADD'L DESIGN²
 EASEMENT OR REAL PROPERTY APPROPRIATION³
 CONSTRUCTION⁴
 ADD'L CONST⁵
 AMEND CIP⁶
 OTHER⁷: Resolution approving / appropriating funds for 2018 MSD Operating Budget

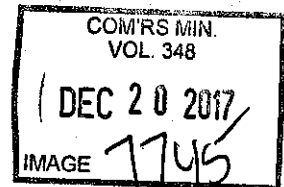
PROJECT TYPE:

- PROJECT GROUNDWORK / WWIP
 PG / WWIP Activity ID: N/A PG / WWIP Milestone Dates: N/A
 PROJECT GROUNDWORK / ASSET MANAGEMENT SUSTAINABLE INFRASTRUCTURE
 OTHER: MSD Operating Budget

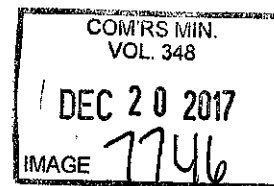
PROJECT PURPOSE:

Listed below is the recommended 2018 operating budget for the Metropolitan Sewer District of Greater Cincinnati:

OPERATION	2018 BUDGET
PERSONNEL SERVICES	
OFFICE OF DIRECTOR	\$1,888,000.00
WASTEWATER ENGINEERING	\$8,000,000.00
WASTEWATER ADMINISTRATION	\$6,500,000.00
WASTEWATER TREATMENT	\$19,100,000.00
WASTEWATER COLLECTION	\$10,400,000.00
REGULATORY COMPLIANCE & SAFETY (INDUSTRIAL WASTE)	\$5,062,000.00
WATERSHED OPERATIONS	\$1,800,000.00
SEWER BACK UP PROGRAM (SBU)	\$668,000.00
TOTAL - PERSONNEL SERVICES	\$53,418,000.00



1. **Design** = 1 resolution - authorizing preparation of detailed plans, specifications, and estimate of cost and appropriating funds for the same.
 2. **Add'l Design** = 1 resolution - appropriating additional funds for design.
 3. **Easement /Real Property Appropriation** = 3 resolutions - approving detailed plans, specifications and estimate of cost; declaring project necessity and intent to proceed with construction; appropriating easements or full fee takes.
 4. **Construction** = 4 resolutions - approving detailed plans, specifications and estimate of cost; declaring project necessity and intent to proceed with construction; appropriating funds for construction; authorizing project advertisement & bid.
 5. **Add'l Construction** = 3 resolutions - amending approved detailed plans, specifications and estimate of cost; amending project necessity and proceed resolutions; appropriating add'l funds for construction.
 6. **Amend CIP** = 1 resolution - adding proposed project to program year Capital Improvement Plan.
 7. **Other** = Resolutions not covered above. Purpose is listed.



PROJECT PURPOSE (cont.):

OPERATION	2018 BUDGET
NON-PERSONNEL EXPENSES	
OFFICE OF DIRECTOR	\$1,100,000.00
WASTEWATER ENGINEERING	\$700,000.00
WASTEWATER ADMINISTRATION	\$10,300,000.00
WASTEWATER TREATMENT	\$24,800,000.00
WASTEWATER COLLECTION	\$9,900,000.00
REGULATORY COMPLIANCE & SAFETY (INDUSTRIAL WASTE)	\$1,600,000.00
WATERSHED OPERATIONS	\$5,100,000.00
SEWER BACK UP PROGRAM (SBU)	\$5,700,000.00
GENERAL FUND OVERHEAD	\$2,984,000.00
VEHICLES	\$1,100,000.00
OFFICE, TECHNICAL & OPERATING EQUIP.	\$1,553,000.00
DEBT SERVICE	\$92,962,612.00
TOTAL - NON-PERSONNEL SERVICES	\$157,799,612.00
2018 TOTAL OPERATING BUDGET	\$211,217,612.00

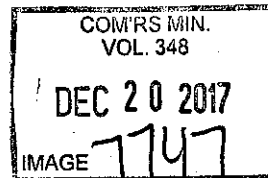
Estimated operating revenues for the calendar year beginning January 1, 2018 through December 31, 2018 and unappropriated funds available for use by MSD are sufficient to meet the requirements of the aforesaid operating budget.

The submitted 2017 operating budget reflects that:

- MSD continues to demonstrate fiscal responsibility and provides for operational needs;
- This budget request is 8.3% less than the approved 2017 budget;
- This budget request does not include any additional costs that may occur as a result of the anticipated transition from City to County management;
- The personnel budget request maintains the 2017 staffing plan level;
- About 44% of the operating budget (\$93M) is allocated to pay debt service related to consent decree driven and other capital improvements;
- About 21% of the requested budget (\$43.9M) is allocated to MSD's wastewater treatment operation ("WWT");
- About 10% of the requested budget (\$20.3M) is allocated to MSD's wastewater collection operation ("WWC")

The proposed operating budget *without* debt service is \$118,255,000.

The Board held public hearings on the MSD 2018 Operating Budget on November 8 and 15, 2017, thereby affording all interested parties the opportunity to comment. The hearings were advertised in the Cincinnati Enquirer on October 28, 2017, November 4 and 11, 2017.



BACKGROUND DATA, SCHEDULES, AND BUDGET:

PRIOR LEGISLATION: N/A

FUTURE LEGISLATION NONE ANTICIPATED AT THIS TIME

FUNDING REQUEST

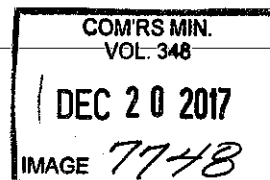
Total Estimated Cost: \$211,217,612.00 (for 2018 MSD operations)

Current Request: \$211,217,612.00 (for 2018 MSD operations)

Programmatic Contingency YES NO

December 5, 2017

Honorable Board of County Commissioners
Hamilton County, Ohio
% Mr. Jeff Aluotto
Hamilton County Administrator
County Administration Building
138 E. Court Street, Room 603
Cincinnati, Ohio 45202



Honorable Commissioners:

Attached for your consideration is a revised resolution adopting the Metropolitan Sewer District of Greater Cincinnati's 2018 Operating Budget. The request is to appropriate \$211,217,612 for the projected and planned operational expenses of the sewer district during 2018.

The first public hearing was held on November 8, 2017, affording the opportunity for comment from all interested parties to the Board of County Commissioners. A second public hearing was held on November 15, 2017.

RECOMMENDED:

Gérald R. Checco
Director, MSD

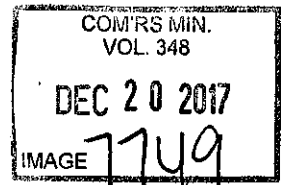
Approved:

Harry Black
City Manager

Provided to the Hamilton County Clerk of the Board on 12.7.17.

Reviewed by  and recommended by County Administration.

On motion of Mr. Portune, seconded by Ms. Driehaus, the following resolution was adopted....



MSD RESOLUTION

APPROVING AND ADOPTING A 2018 OPERATING BUDGET FOR
THE METROPOLITAN SEWER DISTRICT OF GREATER CINCINNATI
HAMILTON COUNTY, OHIO

WHEREAS, the Director of the Metropolitan Sewer District of Greater Cincinnati ("MSD") and the City of Cincinnati Department of Sewers has submitted to the Board of County Commissioners of Hamilton County, Ohio (the "Board") an operating budget for calendar year 2018 for the Metropolitan Sewer District, attached hereto as **EXHIBIT A**, and made a part hereof; and

WHEREAS, the submitted 2018 operating budget reflects that:

- MSD continues to demonstrate fiscal responsibility and provides for operational needs;
- This budget request is 8.3% less than the approved 2017 budget;
- This budget request does not include any additional costs that may occur as a result of the anticipated transition from City to County management;
- The personnel budget request maintains the 2017 staffing plan level;
- About 44% of the operating budget (\$93M) is allocated to pay debt service related to consent decree driven and other capital improvements;
- About 21% of the requested budget (\$43.9M) is allocated to MSD's wastewater treatment operation ("WWT");
- About 10% of the requested budget (\$20.3M) is allocated to MSD's wastewater collection operation ("WWC"); and

WHEREAS, this Board has reviewed said 2018 MSD operating budget, and held duly noticed public hearings on November 8 and November 15, 2017 for the 2018 MSD operating budget; and

WHEREAS, this Board did conclude, on November 15, 2017, said public hearings on said 2018 MSD operating budget; and

WHEREAS, estimated operating revenues for the year beginning January 1, 2018 through December 31, 2018 and unappropriated funds available for use by MSD are sufficient to meet the requirements of the aforesaid operating budget; and

NOW THEREFORE BE IT RESOLVED, by the Board of County Commissioners of Hamilton County, Ohio, that the aforesaid operating budget for the year beginning January 1, 2018 through December 31, 2018, be and hereby is adopted and appropriated as follows:

DEC 20 2017

IMAGE

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OPERATION	2018 BUDGET
PERSONNEL SERVICES	
OFFICE OF DIRECTOR	\$1,888,000.00
WASTEWATER ENGINEERING	\$8,000,000.00
WASTEWATER ADMINISTRATION	\$6,500,000.00
WASTEWATER TREATMENT	\$19,100,000.00
WASTEWATER COLLECTION	\$10,400,000.00
REGULATORY COMPLIANCE & SAFETY (INDUSTRIAL WASTE)	\$5,062,000.00
WATERSHED OPERATIONS	\$1,800,000.00
SEWER BACK UP PROGRAM (SBU)	\$668,000.00
TOTAL - PERSONNEL SERVICES	\$53,418,000.00
NON-PERSONNEL EXPENSES	
OFFICE OF DIRECTOR	\$1,100,000.00
WASTEWATER ENGINEERING	\$700,000.00
WASTEWATER ADMINISTRATION	\$10,300,000.00
WASTEWATER TREATMENT	\$24,800,000.00
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GENERAL FUND OVERHEAD	\$2,984,000.00
VEHICLES	\$1,100,000.00
OFFICE, TECHNICAL & OPERATING EQUIP.	\$1,553,000.00
DEBT SERVICE	\$92,962,612.00
TOTAL - NON-PERSONNEL SERVICES	\$157,799,612.00
2018 TOTAL OPERATING BUDGET	\$211,217,612.00

BE IT FURTHER RESOLVED, that the Clerk of this Board be and hereby is directed to certify copies of this resolution to Jeff Aluotto, Hamilton County Administrator; Harry Black, Cincinnati City Manager; and Gérald R. Checco, Director of the Metropolitan Sewer District of Greater Cincinnati.

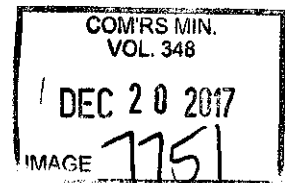
BE IT FURTHER RESOLVED, that this Board of County Commissioners hereby finds and determines that all formal actions relative to the adoption of this Resolution were taken in an open meeting of the Board of County Commissioners, and that all deliberations of this Board of County Commissioners and of its committees, if any, which resulted in formal action were taken in meetings open to the public, in full compliance with applicable legal requirements, including Section 121.22 of the Ohio Revised Code.

ADOPTED at a regularly adjourned meeting of the Board of County Commissioners of Hamilton County, Ohio, this 20th day of Friday, 2017

Ms. Driehaus YES

Mr. Monzel YES

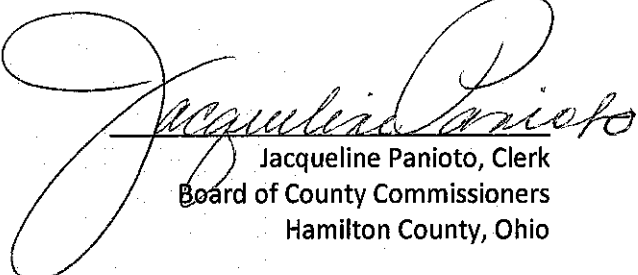
Mr. Portune YES



CERTIFICATE OF CLERK

IT IS HEREBY CERTIFIED that the foregoing is a true and correct transcript of a resolution adopted by the Board of County Commissioners in session this 20th day of December, 2017.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the Official Seal of the Office of the Board of County Commissioners of Hamilton County, Ohio this 20th day of December, 2017.


Jacqueline Panioto, Clerk
Board of County Commissioners
Hamilton County, Ohio

