

Grayson County Public Service Authority

P.O. Box 217, Independence, VA 24348

December 8 , 2022 5:00 p.m.

MEETING MINUTES Of the Public Service Authority

Members Present

John S. Fant Michael S. Hash Kenneth R. Belton R. Brantley Ivey Tracy A. Anderson **Staff Present**Paul Hoyle

Mitch Smith

CALL TO ORDER

Mr. Fant called the meeting to order.

APPROVAL OF AGENDA/CONSENT AGENDA

o Mr. Anderson made the motion to approve the agenda/consent agenda; duly seconded by Mr. Hash. Motion carried 5-0.

PRESENTATION(S)

o Ms. Emilie Zalfini, Sourthern Region Water Director for ServLine gave the following presentation:

PROPOSAL

SERVLINE UTILITIES PROTECTION

We pay for high water bills caused by customer leaks

HOWESERVE USA 7134 Lee Highway, Chattanooga, TN 37421 1 (866) 974-4801, info@servline.com, www.servline.com

Prepared For

COUNTY OF GRAYSON

PO Box 217 Independence, VA 24348

Proposal Issued: October 18, 2022

EXECUTIVE SUMMARY - UTILITY & COMMUNITY PROTECTION

COUNTY OF GRAYSON

We understand that you are tirelessly working to improve and supply the best overall product while also often thanklessly striving to offer excellent oustomer service.

DESPITE ALL YOUR EFFORT - CUSTOMER LEAKS STILL CAUSE

- Financial Strain
- · Administrative and Customer Burden
- · Issues to Undermine Public Perception

MEET SERVLINE BY HOMESERVE

ServLine is a full-service oustomer leak solution. We pay for high water bills caused by oustomer leaks by insuring the Utility. More specifically, by insuring the Leak Protection Program and then administering it on your behalf.

- Financial Assistance
- Administrative Support & Customer Relief
- · Public Relations Credibility

PROTECTION PLANS PRICING SNAPSHOT

LEAK PROTECTION PLANS PRICING

WATER LEAK PROTECTION

Limit	Residential
****	4
\$500	\$1.75
\$2,500	\$2.35

SERVICE LINE PROTECTION PLANS PRICING			
Protection Plan	Limit of Protection	Homeowner Rate	Royalty
External Water Service Line Plan External Sewer Service Line Plan Interior Plumbing & Drainage Plan	\$10,000 \$10,000	\$5.99 \$9.99	10% 10%

PROGRAM COMPARISON SIDE BY SIDE - LAP & LPP

COMPARISON TERMS

- LAP: Leek Adjustment Policy

 LPP: Leek Protection Program

 Frequency: Determined by the number of times an adjustment can be filed in a given time

 Qualifications: Determined by whether or not there is a limit that must be met prior to allowing for an adjustment.
- Benefits are reflective of your current Leak Adjustment Policy & data Benefits are determined by how customer leaks are being adjusted. Unprovided benefits will not be covered

COUNTY OF GRAYSON - CURRENT LAP

SERVLINE LEAK PROTECTION PROGRAM (LPP)

BENEFIT FREQUENCY No Written Leak Adjustment Policy No billing cycle frequency allowance stated

BENEFIT FREQUENCY 1 Occurrence/ 12-month 2 Consecutive billing cycles allowed per occurrence Ex. 1 billing cycle (month bill), 2 billing cycles (months)

BENEFIT QUALIFIER No Written Leak Adjustment Policy BENEFIT QUALIFIER

PROPOSED SAMPLE LEAK PROTECTION PROGRAM POLICY (LPP)

COUNTY OF GRAYSON

PROPOSED SAMPLE LEAK PROTECTION PROGRAM POLICY

County of Grayson is changing our Leak Adjustment Policy effective DATE 1, 2022. The following are qualifications for leak adjustments for the County of Grayson:

- It is the oustomer's responsibility to keep his plumbing system in good working order.
- 2. No oustomer shall receive more than one (1) leak adjustment that could incorporate a maximum of two (2) billing cycles during any twelve (12) month period.
- To qualify for a leak adjustment, the eligible plumbing leak must generate a minimum additional charge of at least two (2) times the average of the past twelve (12) months' bills.
- 4. Adjustments on water bills will NOT be made on the following:
 - a. Residential Customers who do not have their own water meter.

 - Commercial or Industrial Customers.
 Premises left or abandoned without reasonable care for the plumbing system.
 - Leaks on irrigation systems or irrigation lines, leaks in water features such as fountains, etc., leaks on any water lines coming off the primary water service line, plumbing leaks in any structure other than the primary residence.
 - e. Negligent acts such as leaving water running.
 - Excess water charges not directly resulting from a qualifying plumbing leak.
 Filting of swimming pools or leaks in swimming pools.
 Watering of lawns or gardens.
 Master-metered multi-habitational accounts. (OPTIONAL)
- In the event of a qualifying leak adjustment, the oustomer will be responsible for paying their average bill. The average bill will be calculated using the previous twelve (12) months' bills, excluding the high bills pertaining to the qualifying leak. The leak adjustment amount will be reimbursed up to County of Grayson's chosen protection limit less the oustomer's average bill.
- The County of Grayson shall not be obligated to make adjustments of any bills not submitted for adjustment within ninety (90) days from the billing date.
- Customers must present proof that a leak has been repaired before an adjustment will be made. (i.e. copy of invoice for materials or bill from plumber)
- In any case where a oustomer might incur a leak before there is three (3) months of average usage, an adjustment will not be made until they have established three (3) months of average usage.
- 9. Any enrolled oustomer may decline to participate in our ServLine Leak Protection Program by calling Phone Number. Any oustomer declining to participate in the program will be responsible for the full amount of their water bill with no adjustments being made. Our new County of Grayson ServLine Program is the only way qualifying leak adjustments will be made for leaks occurring after DATE 1, 2022.

LEAK PROTECTION PROGRAM

Imagine what you could do if you were paid for every customer's high water bill - and no longer had to manage their frustration over having to pay for it.

WATER LEAK PROTECTION

Limit of Protection	Residential Rate	
\$500 (Per Occurrence)	\$1.75	
\$1,000 (Per Occurrence)	\$2.00	
\$2,500 (Per Occurrence)	\$2.35	

Deductible Waived Reporting Conditions Customer Schedule Reporting & Adjustment Period Monthly

Special Terms and Conditions

- Coverage will be designed to reflect County of Grayson's Leak Protection Guidelines and eligibility established with ServLine. \$2.50 per unit
- Master Metered Habitational (Residential Only) Measure recurred manuscional (residencia Unity)
 Unimit Applies to Property Only and does not apply to units directly.
 Charges will be applied to the oustomers' utility bill.
- · Limit of proteotion to be selected by the Utility.

Note: 10% Discount on rates if the above coverages are offered by electing to include in your base rate rather than on the utility bill.

SERVICE LINE PROTECTION PLANS

Consider how a customer will feel about you when they realize that you had the foresight to provide optional solutions to help with their responsibility.

The following Service Line Protection Plans are service contracts that cover the private portion of the water and sewer infrastructure. They are separate from the Leak Protection Program and are not insurance policies. Service contracts provide the most comprehensive customer experience for our service line protection products.

EXTERNAL WATER SERVICE LINE PLAN

Homeowr	ner Rate:	Partner Royalty:
\$5.99 per	r month	10% of payments received - paid annually

Description:

Includes services to locate and repair/replace a leaking exterior water service line. Covered repairs include, but are not limited to: leaks, breaks, corrosion, blookages, and other types of damage (such as from freezing) that impair or limit the intended function of the system. Includes restoration of ground surface features after excavation for service lime repair, including filling, raking, reseeding, reinstallation of existing soft landscaping and shrubbery, and patching of paved surfaces.

Eligible Properties:

A single structure permanently secured to the ground and the land it is located on that is used and zoned only for residential occupancy, including:

- Single-family homes
- Townhomes and apartments
- Multi-family homes

Covers Homeowners' Responsibility:

From the point of utility's responsibility to the water meter or main shut-off valve inside the home.

Product Highlights:

- Off-bill. Billing for these products is handled directly between HomeServe and the oustomer
- · One-call solution to file a claim. No paperwork, or forms, to fill out to file claims
- · Educates homeowners about their water service line responsibility
- . Up to \$10,000 coverage per service call
- · No annual or lifetime limits, deductibles, or service fees
- · One-year guarantee on all covered repairs
- Coverage includes thaving of the frozen external water service line and repairs to non-functioning
 pressure reducing valves and backflow prevention devices that are part of the line

EXTERNAL SEWER/SEPTIC LINE PLAN

Homeowner Rate:	Partner Royalty:	
\$9.99 per month	10% of payments received - paid annually	

Description:

Includes services to locate and repair/replace a leaking exterior sewer service line. Covered repairs include, but are not limited to leaks, breaks, corrosion, blookages (due to fats, oils and grease), and other types of damage that impair or limit the intended function of the system. Includes restoration of ground surface features after excavation for service line repair, including filling, raking, reseeding, reinstallation of existing soft landscaping and shrubbery, and patching of paved surfaces

Eligible Properties:

A single structure permanently secured to the ground and the land it is located on that is used and zoned only for residential occupancy, including:

- Single-family homes
- · Townhomes and apartments
- Multi-family homes

Covers Homeowners' Responsibility: From the external wall of the home to the utility's responsibility.

Product Highlights:

- . Off-bill. Billing for these products is handled directly between HomeServe and the oustomer
- · One-call solution to file a claim. No paperwork, or forms, to fill out to file claims
- · Educates homeowners about their water service line responsibility
- . Up to \$10,000 coverage per service call
- · No annual or lifetime limits, deductibles, or service fees
- · One-year guarantee on all oovered repairs
- Coverage includes repairs to non-functioning grinder pumps that are part of the line

INTERIOR PLUMBING AND DRAINAGE PLAN

Homeowner Rate:	Partner Royalty:
\$10.99 per month	10% of payments received - paid annually

Description:

Provides coverage and repairs for the inside of the home. Coverage includes the emergency breakdown costs of repairing or replacing interior water service and drainage pipe materials, valves and other plumbing-related material, including unblocking, repair and replacement. Repair or replacement of floor drain, toilet flanges, supply or drain pipes, angle stops, P-traps and ball valves.

Eligibility:

A single structure or single housing unit within a structure not intended to be moved that is used and zoned only for residential occupancy, including:

- Single-family homes
- · Townhomes and apartments
- Multi-family homes

Product Highlights:

- . Off-bill. Billing for these products is handled directly between HomeServe and the oustomer
- . One-call solution to file a claim. No paperwork, or forms, to fill out to file claims
- . Up to \$3,000 coverage per service call, with up to 2 service calls per annual term
- · No lifetime limits, deduotibles, or service fees
- · One-year guarantee on all oovered repairs

LEAK PROTECTION PROGRAM DEFINITIONS

Water Leak Protection

Water Leak Protection covers excess water bills caused by a qualifying leak on the oustomer's side of the meter/point of responsibility. Developed in cooperation with ServLine and set according to the Utility's newly established Leak Protection Guidelines.

Sewer Leak Protection

Sewer Leak Protection covers excess sewer bills in the event of a qualifying leak at the oustomer's point of responsibility. Developed in cooperation with ServLine and set according to the Utility's newly established Leak Protection Guidelines.

Residential

Residential is defined as 2" meters or less with a single residential unit occupied as a residency. A qualifying unit must have a single meter to which it can be accounted for independently.

Commercial is defined as 2" meters or less with business or agricultural occupancy excluding master-metered habitational. A qualifying unit must have a single meter to which it can be accounted for independently.

Single Occupancy - Building has one business occupying space.

Multiple Occupancy - Building has more than one business occupying space.

Master-Metered Habitational

Multi-Unit residential property with a master-meter measuring usage for all units.

Residential Farm: Any farm that is a hobby or that does not derive additional income. There is no Agriculture meter or separate metered structures on the property and meets residential definition of the insurance company.

Commercial Farm: Any Farm that has an Agriculture meter/meter that services barns, cattle troughs, or other structures. Any Farm who derives income from the activities of the farm.

The rates furnished in this Proposal are determined by the data you have provided. It is mutually understood that the data produced, along with your explanation of how to interpret what is included in your data is done so in good faith and is complete and true to the best of your knowledge. All other factors have been determined in partnership with ServLine.

 Leak Protection Program
 The ServLine Leak Protection Program enhances your current Leak Adjustment Policy and acts as a superseding document which will overlay your existing policy with the given enhancements. All qualifying oustomer leaks would adhere first to your ServLine Leak Protection Program and then would be addressed by your existing Leak Adjustment Policy. As a recommendation - Your Leak Adjustment Policy would be
 updated to address unqualifying leaks rather than qualifying oustomers who choose to decline protection.

SUMMARY FOR LEAK PROTECTION PROGRAM

BILLING

Monthly Reporting Agency

PROJECT SCOPE & PROCESS

- Approval of ServLine
- Program Implementation
- Utility Staff Training Announcement Materials
- Setup and Integration ServLine Administers Leak Proteotion Program
- ServLine Handles Claims, Payments and Customer Service

TERMS AND CONDITIONS

Terms and conditions outlined in the quote may differ from the specifications submitted; please review the specific coverage part for details on coverage and exclusions.

Average claims payment is between 10 - 20 Days. Claims volume is due to change with seasons or other unforeseen events.

Pricing does not include taxes

Reports & Premium due by the 15th of the month following a reporting period. Example: Participating oustomers for month of January would be due no later than February 15th.

Premium payments include all participating oustomers and are not dependent on oustomer payment to the utility nor pending claims payments.

This quote is valid for thirty (30) days from the date of this letter. All rates are per participating customer per month.

THANK YOU

Thank you for your interest in becoming a valuable client of ServLine. We exist to make your Utility stronger and help you achieve your goals. One of our ohief goals is to serve you and to earn the privilege of being one of your favorite service providers. The ServLine team is always looking to establish long-term meaningful relationships with the opportunity to serve your Utility and your oustomers with integrity and excellence.

DISCLAIMER

This proposal shows the premiums for the general coverage described, but in no way changes or affects any terms, conditions or exclusions of policies as actually issued. Premiums shown are based on information furnished to the company.

SERVICE LINE PROTECTION PLAN HIGHLIGHTS

- · Off-bill. Billing for these products is handled directly between HomeServe and the customer
- No cost to the utility
- · Educates oustomers/homeowners on their responsibilities regarding their private service lines
- · Allows oustomers/homeowners to opt-in to the specific products they want
- 24/7/365 oustomer support
- · One-call solution to file a claim. No paperwork, or forms, to fill out to file claims
- · A national network of vetted, licensed, local area contractors is utilized to make the repairs
- · No service charges, deductibles, reimbursements, or out of pocket costs.
- Affordable rates and multiple payment methods
- · Plans pay contractors directly for covered work performed
- Provides peace of mind for homeowners
- Service Line Protection Plans are endorsed by the National League of Cities as well as multiple state municipal leagues

SERVICE LINE PROTECTION PLAN AGREEMENT

SERVICE LINE PROTECTION PLAN AGREEMEN	NT
FETTOTIVE DATE:	

This SERVICE LINE PROTECTION PROGRAM AGREEMENT is by and between the County of Grayson, Virginia ("County"), and HomeServe USA Repair Management Corp. ("Company").

- Plans. Company is the administrator of the National League of Cities Service Line Warranty Program
 which provides services to homeowners and other consumers for the repair of domestic infrastructure
 and related systems ("Plans"). Such Plans may include:
 - A. External Water Service Line Plan (initially, \$5.99 per month); Homeowner responsibility: from the utility's responsibility to the water meter or main shut-off valve inside the home; Limit: Unlimited number of calls! 510.000 per call!/Unlimited annual maximum.
 - Unlimited number of calls/\$10,000 per call/Unlimited annual maximum.

 B. External Sewer Service Line Plan (initially, \$9.99 per month); Homeowner responsibility: from the external wall of the home to the utility's responsibility; Limit: Unlimited number of calls/\$10,000 per call/Unlimited annual maximum.
 - C. Interior Plumbing and Drainage Plan (initially \$10.99 per month); Limit: 2 service calls per annual term/\$3,000 per call.

Company may adjust the Plan fees by no more than \$.50 per month in any 12-month period, unless otherwise agreed by the parties in writing. The prioring of the Plans are based upon the ourrently applicable County, municipal or similar codes. In the event of an applicable code change, Company shall have the ability to reassess the prioring. Prioring does not include taxes.

- Informational Campaign. From time to time, the parties will conduct informational campaigns
 consisting of Company materials of the Plans to be inserted into standard County mailings to
 homeowners.
- <u>Term</u>. The term of this Agreement shall be for one (1) year from the Effective Date and will
 automatically renew for additional one (1) year terms unless one of the parties gives the other written
 notice of at least ninety (90) days prior to end of the term of its intent not to renew.
- 4. Payment. During the term, Company will pay County ten percent (10%) of the payments of Plan fees actually received due to enrollment from the informational campaigns, net of any discount, rebates, refunds, chargebacks, credits, and sales or similar taxes incurred or paid by Company in connection with such plans. Payments shall be made on an annual basis on January 30th. County agrees to provide a completed W-9 form to Company to facilitate payment.

COUNTY OF GRAYSON	HOMESERVE USA REPAIR MANAGEMENT CORP.
Name:	Name: Michael Backus
Title:	Title: Chief Sales Officer

CLIENTS & PARTNERS



ASSOCIATION PARTNERS INCLUDE

National, Rural Water Association (NRWA), Tennessee Association of Utility Districts (TAUD), Georgia Rural Water Association (GRWA), North Carolina Rural Water Association (NCRWA), Alabama Rural Water Association (ARWA), Altianoe of Indiana Rural Water Association (ARWA), Illinois Rural Water Association (IRWA), Nova Rural Water Association (IRWA), Rural Water Association of Arizona (RWAA), Arkansas Rural Water Association (ARWA), California Rural Water Association (ARWA), Mediana Rural Water Association (IRWA), Maryland Rural Water Association (IRWA), New Mexico Rural Water Association (IRWA), Mississippi Rural Water Association (IRWA), Ohio Rural Water Association (IRWA), Virginia Rural Water Association (IRWA), New Mexico Rural Water Association (IRWA), New Mater Association (IRWA), New Mater Association (IRWA), New Mater Association (IRWA), New Mater Association (IRWA), Mississippi Rural Water Association of Utah (RWAU), Idaho Rural Water Association (IRWA), Mexico Rural Water Association (IRWA), Montana Rural Water Association (IRWA), Montana Rural Water Association (IRWA), Montana Rural Water Systems (IRWS), Louisiana Rural Water Association (IRWA).



INSURANCE PROVIDERS INCLUDE

Hanover Insuranoe Company, Virginia Surety Company, Inc.

CLAIMS PROCESS



ServLine offers both leak protection and line protection. The claims process for each is simple and straightforward and depicted in the charts below.

LEAK PROTECTION



LINE PROTECTION



STRONGER UTILITIES ARE



PARTNER TESTIMONIALS

"At the end of the day, our job is to provide service to a customer with a vital need they have every day. Servi ine assists the utility to do that."

Bob Freudenthal, Executive Director, Tennessee Association of Utility Districts

"ServLine has already been a blessing even during the very first month being on board!"

Sherry Walker, Office Manager, Dade County Water Authority

Working with ServLine has been a win-win for our customers and the utility. It has saved both the utility and customers thousands of dollars. The process has been easy and efficient with claims being handled promptly.

Kenny Baird, General Manager, LaFollette Utilities

"The ServiLine program provides great savings of both money and time dealing with leak adjustments, as well as providing greater benefit to our customers. It's a win-win!"

Tommy Fannin, CFO, Ocoee Utility District

"This program [ServLine] directly impacts our customers by eliminating the burden of a high water bill due to a leak. Our customers are very appreciative to us for providing this service."

Jimmy Langley, General Manager, Luttrell, Blaine, Corryton Utility District

"Our ServLine experience has been fantastic. It has helped us with all facets of our work. Customer interaction, customer options, revenue control, etc. I am very pleased and extremely satisfied with the product."

Liz Ordiales, Mayor, City of Hiawassee, GA

"I can't say enough about this program! Servi.ine is what we are all about in the top of our conversation with our new customers and current customers who ask or hear us talking about it. It has saved our municipality several thousands of dollars we would have written off. ServLine has also helped with our 'resident longevity.' Meaning, if the customer has a leak and owed a huge bill that they couldn't pay, the customer would get so behind and end up cut off and/or vacating the residence and end up on our collections list. Servi.ine has been a lifesaver for us and our customers and has brought tears of joy and relief. This is the best program out there!"

Jennie Cagle, Waterworks Department Manager, City of Niota, TN

"We would like to thank all of ServLine's staff members that we have had the pleasure of dealing with. They are professional, efficient, and pleasant. Thanks to all of you!"







Optional Line Protection

We can offer homeowners optional, effortable repair plans for water, sever and interior plans for water, sever and interior plansing lines through the NLC Sevice. It lies Westardy Program by Home-Serve, the only program of its kind endorsed by the National Lougue of Cities. Cambrines call to acceive persons in emergency appear provided by local, ficured and manged contractors.

The program includes outreach to selecate homeowners about their service line responsibility, screething they are often unawers of until they call their calling with a repair enrequency and learn that the utility can't help them. This can lead to dissatisfaction.

ServLine is part of HomeServe

HomeServe is a leading provider of repair service programs in North-America with an A+ Beller Business Bureau nating HomeServe is dedicated to providing best-in-class services and an exceptional customer experience.

Servicine is an abiliste partner of the National Panal Water Association and numerous State Rural Water Associations









To learn more about the ServLine

Leak Protection Program, von www.servline.com or call 866-974-4801.

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HomeServe has:



1,000+ municipal and utility partners



1.7 Million Repairs performed in the past throo years







8.2 Million+ Service Contracts

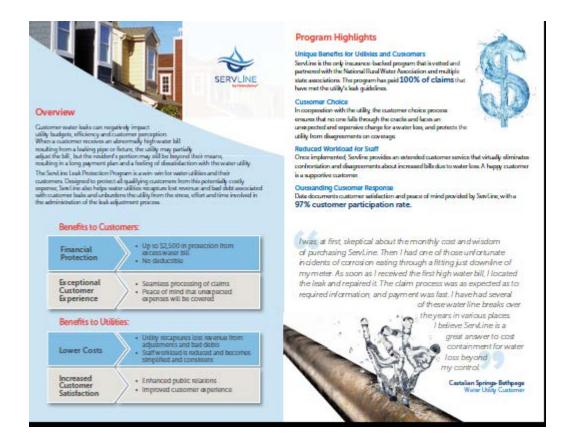


\$638 Million in senair costs saved by customers





COL 21 DELY SUB-



- Discussions included revenues, reimbursements, royalties and applies to only residential customers.
- Also in attendance were Mayor Richard Farmer/Jill Hill of the Town of Fries; Mayor Bill Mitchell of the Town of Troutdale and Shane Allen of the Town of Independence – will take information back to their council members
- Advantageous to have all homes enrolled

Consensus of the Board to table this until the next PSA meeting.

ADJOURN

Mr. Hash made the motion to adjourn; duly seconded by Mr. Anderson. Motion carried 5-0.