



MEETING MINUTES

November 22, 2016

7:30 PM

Approved

In Attendance: B. Watts, Chairman, L. Schack, Vice-Chairman, D. Carlson, Member (by telephone), W. Quinn, Member, H. Harper, Member, G. Matthew Brown, P.E., Authority Administrator, Michael Knouse, P.E. and Katie Cirone EIT, ARRO Consulting, Inc.

Call to Order

B. Watts called the meeting to order at 7:30 PM.

Approval of Minutes

H. Harper moved to approve the draft minutes of the October 27, 2016 meeting as presented. W. Quinn seconded. It was so moved.

Approval of Payments

Following several questions and a brief discussion, a motion was made by H. Harper to approve the payments for November 2016. W. Quinn seconded. It was so moved. Following a brief discussion, H. Harper made a motion to accept in good faith the Balance Sheet and Revenue and Expenses Reports as prepared by the Township Treasurer through September 2016. W. Quinn seconded the motion. It was so moved.

Authority Administration Reports

M. Brown noted that all treatment facilities were operating well and within their permit requirements. He noted the four reports (including the public works report) and asked if there were any questions regarding the reports. Several questions and a brief discussion followed.

M. Brown noted the investigation of parcels of undeveloped land in Upper Uwchlan and West Vincent Townships to be used as disposal sites was progressing well. He stated ARRO would have a presentation for the Authority on potential sites at the December meeting. M. Brown requested the Authority consider Change Order No. 3 from MG Property Management. This was for a time extension with no change on total dollars of the contract. He noted the extension was necessary as some of the residents for whom they were installing laterals were late in making their tapping fee payment. L. Schack moved, seconded by H. Harper to approve the change order. It was so moved.

M. Brown then reviewed the "conditions" required by Toll Brothers to purchase the additional disposal capacity as mentioned at the previous month's meeting. He shared that Toll's major issue was they did not want the Authority/Township to use it for new residential developments. M. Brown stated that after a review of this stipulation with the Township Manager, he sent a

letter to Toll requesting the purchase of 26,100 gpd of the total 41,114 gpd of uncommitted capacity. He stated that his letter delineated several commercial developments and the McKee 55+ community project as the needs for the 26,100 gpd. M. Brown shared that Toll returned a letter the day before the Authority meeting agreeing to sell the 26,100 gpd but inflated the cost per gpd based upon their contention it would not be used strictly for existing residential properties as was the original intent in the Second Amendment to the Developer's Agreement. M. Brown shared there was no original intent delineated in any of the developer agreements but felt the differential in cost did not warrant a legal dispute and recommended the Authority authorize the purchase of the 26,100 gpd for a price of \$1,214,111.25. He further stated this was for purchase of the capacity only and was not any commitment by the Authority to offer that capacity to any specific development not yet approved by the Township/Authority (i.e. McKee). L. Schack moved, W. Quinn seconded, authorizing the purchase of the additional disposal capacity at the aforementioned price. It was so moved.

H. Harper moved to approve the reports of the Authority Administrator. L. Schack seconded. It was so moved.

Presentation of Draft 2017 Operating and Capital Budgets

M. Brown presented the 2017 Draft Capital and Operating Budgets. He noted for the Operating Budget two scenarios were presented...one with the current rates and one with a \$10/quarter rate increase per EDU. After several questions and discussion, M. Brown stated he would be looking for approval at the December meeting as was the practice.

Open session

No one was present to comment.

Next Meeting Date - December 27, 2016 - 7:30 PM

B. Watts noted the date and time of the next meeting of the Authority. Some discussion arose regarding the availability of members on that date. M. Brown stated he would circulate some options to ensure best attendance since it was a budget approval meeting.

Adjournment

There being no further business to be brought before the Authority, L. Schack moved, seconded by H. Harper to adjourn the meeting at 8:38 PM.

Respectfully submitted,

G. Matthew Brown, P.E., DEE
Authority Administrator