

**SOUTH MONMOUTH MUNICIPAL UTILITIES AUTHORITY
MEETING MINUTES**

May 3, 2012

9:30 AM

The South Monmouth Municipal Utilities Authority members met in the Wall Township Municipal Building Meeting Room on May 3, 2012. Present were Chairman Bryan Dempsey representing the Borough of Spring Lake, Thomas Nolan representing the Borough of Brielle, Art Herner representing the Borough of Spring Lake Heights, Executive Director Joseph Verruni representing Wall Township and Vice Chairman Kevin Thompson representing the Borough of Sea Girt. Also present were attorney Mark Kitrick, attorney John Cantalupo, CFO Steve Mayer, Kate Kohri Wall Assistant Administrator, NJWSA Director of Finance and Administration Beth Gates, NJWSA Manager Paul McKeon, Spring Lake Heights Administrator Joseph Delaney, and Wall Township Water Operator Joe Langel.

The meeting was called to order by Chairman Dempsey.

Chairman Dempsey called for a moment of silence followed by the Salute to the Flag.

Chairman Dempsey read the Open Public Meeting notice.

Roll-call was taken by Phyllis Heinle.

Chairman Dempsey called for a motion to approve the April 5, 2012 Meeting Minutes.

Tom Nolan made a motion to approve the minutes, Joe Verruni seconded the motion and all being in agreement, Chairman Dempsey declared the minutes approved.

Chairman Dempsey called for a motion to approve the May bill list totaling \$216,796.80.

Joe Verruni made a motion to approve the May bill list.

Tom Nolan seconded the motion and upon roll-call the members voted as follows:

Bryan Dempsey	Yea
Kevin Thompson	Yea
Joseph Verruni	Yea
Thomas Nolan	Yea
Art Herner	Yea

There being 5 yeas and no nays, Chairman Dempsey declared the bill list approved.

Mark Kitrick began discussion on the Cooperative Pricing Systems. He discussed the draft resolution and pricing agreement he had sent to the administrator and municipal attorney of each of the member towns. The resolution needs to be adopted and the agreement executed in order to proceed at which time documents could be filed with the state.

Kevin Thompson made a motion for the member towns to proceed with the adoption of the resolution and execution of the agreement.

Tom Nolan seconded the motion and upon roll-call the members voted as follows:

Bryan Dempsey	Yea
Kevin Thompson	Yea
Joseph Verruni	Yea
Thomas Nolan	Yea
Art Herner	Yea

There being 5 yeas and no nays, Chairman Dempsey declared the motion adopted.

Joe Verruni asked if the board thought the DPW directors or licensed water operators should meet possibly quarterly to discuss their respective town's needs. Art Herner agreed it would be beneficial and they would schedule something.

In old business, Tom Nolan said Birdsall people had asked if SMMUA as an entity wanted Birdsall to come up with a sample bid spec in terms of the propagation study, doing meters - doing the upgrade leading to shared meter reading and billing. Art Herner discussed talking to Sensus to get a volume rate on replacing meters for the towns.

John Cantalupo discussed the NJEIT financing Resolution 2012-07 authorizing application to the LFB for \$8.6 million for water storage and other improvements to the plant and the lagoons. The application has been submitted and will be on the consent agenda.

Joseph Verruni made a motion to adopt Resolution 2012-07.

Tom Nolan seconded the motion and upon roll-call the members voted as follows:

Bryan Dempsey	Yea
Kevin Thompson	Yea
Joseph Verruni	Yea
Thomas Nolan	Yea
Art Herner	Yea

There being 5 yeas and no nays, Chairman Dempsey declared the resolution adopted.

Mr. Cantalupo said that he will be sending a resolution to each town approving the additional issuance of bonds and consenting to doing this. He will have the formal resolution in June, which approves the financing. They will go forward with temporary financing through the EIT, which will be for zero interest until the next project proceeds in August or September. When the permanent financing begins, the interest rate will be 2%. The facility will be paid off

on August 1st of this year. There will be a drop-off of \$2 million in debt service not including the current issue. The project will add an additional amount but the average rate payer will save about \$95 per year inclusive of this debt service. Mr. Cantalupo said this will probably be the last time they will have to go out for bonds as they should be able to cover future projects out of their cash.

Mark Kitrick thanked Joe Verruni for his invaluable contribution to the creation of the SMMUA. This is Mr. Verruni's last meeting since he will be retiring on May 31st from his position as Wall Township Administrator.

There being no public comment, Tom Nolan made a motion to adjourn and was seconded by Art Herner.

All being in agreement, the meeting was adjourned at 10:12 AM.