

March 17th, 2014

Central Mainline Sewer Authority
P O Box 35 93 Jones Street, Lilly, PA 15938
March 17th, 2014 6:07 PM

Salute to the Flag/ Roll Call of the Board:

Chairman William Claar, Secretary Rita Butterbaugh, Dennis Beck, Edward Myers, Solicitor William Barbin, Plant Operator Francis Hartline and Recording Secretary Pamela Flis.

Raymond Guzic, Jr. was unable to attend the meeting.

Leslie Devett and Rachael Vasilko, representing Mainline Newspapers also attended the meeting.

Public Participation:

None at this time.

Secretarial Report:

Motion made by Dennis Beck 2nd Rita Butterbaugh to accept the Regular Monthly Minutes dated February 17th, 2014, as submitted in written form. Roll call, all in favor, Motion passed.

Motion made by Dennis Beck 2nd Rita Butterbaugh to accept the Treasures Report and Unpaid Bills report as submitted in written form. Roll call, all in favor, Motion passed.

Motion made by Dennis Beck 2nd Rita Butterbaugh to Accept the Chapter 94 Report as submitted in written form. Roll call, all in favor, Motion passed.

As Discussed:

- The completion of the 2014 Ethics Forms.

Correspondence:

As Discussed:

- Kevin Waksmunski and sewer tap for 168 Park Road/116 Hilltop Road. If does not want a monthly bill then the tap reverts back to CMSA.

Motion made by Dennis Beck 2nd Rita Butterbaugh to send Kevin Waksmunski a letter

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of correspondence explaining the exoneration procedures of the Authority. Roll call, all in favor, Motion passed.

- Timothy Thornsberry, Sr., 157 Oil Circle Road – Lien follows property owner, re-pressure testing required at time of real estate re-sale. Property to be sold to Timothy Thornsberry Jr. by Article of Agreement.

Engineers Report:

None at this time.

Solicitors Report:

As Discussed:

- The re-financing with PFM, Solicitor has put a hold on the rating procedures, due to a change in debt service USDA loan amount due. The smaller loan of \$827,000.00 will be satisfied in April 2014, due to the US Army Corps of Engineer grant applied to the loan; originally the loan was to be satisfied in 2046.
- Brings the 2014 debt service down from \$221,544.00 to \$176,352.00 savings of \$45,192.00. CMSA budgeted \$221,544.00 for 2014.
- The total savings, after all cost, based on total payments CMSA would make to USDA (at the new rate of \$176,352) and the payments we would make under the proposed bond issue amount to \$122,358, with all of the savings coming at the end from the years the debt is shortened. CMSA would be paying more in the short term, but saving money at the end.
- The fact that CMSA is in perpetual existence, this refinancing does not promise what was agreed to by resolution.
- Cash flow dictates customer rates and the authorities' ability to pay for necessary repairs at the wastewater treatment plant, cash flow may be more important to the Authority.
- What if CMSA keeps up with the \$18,462.00 monthly payment that has always been paid to USDA, instead of \$14,696.00 which would be the total amount due?
- Will USDA refinance or change the amortization of the current loan owed?
- The costs associated with the ratings procedure with Standards and Poor's.

Motion made by Dennis Beck 2nd Edward Myers to authorize Solicitor Barbin to communicate with USDA for re-amortization for the existing loan # 9201, if payments are able to remain annually at \$221,554.00. Roll Call, all in favor, Motion passed.

Plant Operators Report:

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As Discussed:

- Monthly flow meter report presented to the board.
- The updated quote from Enviro-Care from replacement parts of the wear bars and brushes.
- Bridgeway Cummings completed the annual maintenance on the back-up generator and the generator fuel tanks have been filled.

Motion made by Dennis Beck 2nd Rita Butterbaugh to authorize the purchase of new wear bar and brushes totaling \$8,405.95 through Enviro-Care. Roll Call, all in favor, Motion passed.

Old Business:

None at this time.

New Business:

None at this time.

Tabled Items:

- Real Estate Re-Pressure testing-Tabled-106 Jacks Alley/286 Farmers Turnpike

Adjournment:

Motion made by Dennis Beck 2nd Rita Butterbaugh to adjourn the March 17th, 2014, at 6:39 PM. Roll call, all in favor, Motion passed.

For the Record: A copy of the March 17th, meeting packet with February 17th meeting minutes was given to the CMSA Chairman for delivery to LBSA.