

South Central Connecticut Regional Water Authority

Minutes of the May 21, 2015 Meeting

A regular meeting of the South Central Connecticut Regional Water Authority was held Thursday, May 21, 2015 at the office of the Authority, 90 Sargent Drive, New Haven, CT, Chair DiSalvo presiding.

Present: Authority – Ms. Lieberman, Messrs. Cermola, Curseaden (via telephone conference), DiSalvo, Marsh
Management – Mss. Devany, Discepolo, Kowalski and Messrs. Bingaman, Norris and Triana
RPB – Mr. Borowy
Staff – Mrs. Slubowski

The Chair called the meeting to order at 12:30 p.m.

At 12:30 p.m., on motion made by Mr. Cermola and seconded by Mr. Marsh, it was voted unanimously to recess the regular meeting to allow the Authority to meet as the Pension, Benefit and Compensation Committee.

Cermola	Aye
Curseaden	Aye
DiSalvo	Aye
Lieberman	Aye
Marsh	Aye

At 2:11 p.m., on motion made by Mr. Cermola and seconded by Ms. Lieberman, it was voted unanimously to recess the Pension, Benefit and Compensation Committee meeting to allow the Authority to meet as the Audit Committee.

Cermola	Aye
Curseaden	Aye
DiSalvo	Aye
Lieberman	Aye
Marsh	Aye

At 2:14 p.m. the Authority reconvened.

Mr. Marsh commented on the reasons for restating the Authority Voluntary Investment Plan and the changes incorporated into the Second Amendment. He moved for adoption of the Second Amendment to the Authority Voluntary Investment Plan:

WHEREAS, by written Plan instrument dated November 21, 2013, the South Central Connecticut Regional Water Authority (the "Authority"), a public corporation constituting a public instrumentality and political subdivision of the State of Connecticut, has amended and restated the Authority Voluntary Investment Plan (the "Plan"), effective except where otherwise indicated as of January 1, 2013; and

WHEREAS, by written Plan instrument dated June 19, 2014, the Authority has amended the Plan pursuant to the First Amendment thereto, effective except where otherwise indicated as of January 1, 2013; and

WHEREAS, the Authority wishes to amend the Plan in the particulars set forth below;
and

WHEREAS, the Authority reserved the right to amend the Plan in Section 14.1 thereof;

NOW, THEREFORE, the Authority hereby amends the Plan as follows, effective as of July 1, 2015:

1. Section 1.32 of the Plan is hereby amended in its entirety to read as follows:

“1.32 PARTICIPANT'S ACCOUNT. The term Participant's Account means each Participant's individual account maintained in accordance with the terms of this Plan. Each Participant's Account shall be maintained so as to reflect the amount attributable to Employer contributions under Section 4.2(b) and earnings thereon; the amount attributable to the 401(k) Account and earnings thereon; the amount, if any, attributable to Post-Tax Contributions and earnings thereon; and the amount, if any, attributable to Rollover Contributions and earnings thereon. Effective July 1, 2015, and in accordance with Section 4.13, separate sub-accounts will be maintained within the 401(k) Account, entitled the Roth Elective Deferral Account and the Pre-Tax Deferral Account.”

2. The following new Section 1.49 is hereby added to the Plan:

“PRE-TAX DEFERRAL CONTRIBUTIONS. The term Pre-Tax Deferral Contributions means pre-tax employer contributions made to the Plan pursuant to the Salary Deferral Agreement election of a Participant under a cash or deferred arrangement.

3. The following new Section 1.50 is hereby added to the Plan:

“PRE-TAX DEFERRAL ACCOUNT. Pre-Tax Deferral Account has the meaning set forth in Section 4.13(b)(1) of the Plan.”

4. The following new Section 1.51 is hereby added to the Plan:

“ROTH ELECTIVE DEFERRAL. Roth Elective Deferral has the meaning set forth in Section 4.13(f) of the Plan.”

5. The following new Section 1.52 is hereby added to the Plan:

“ROTH ELECTIVE DEFERRAL ACCOUNT. Roth Elective Deferral Account has the meaning set forth in Section 4.13(b)(1) of the Plan.”

6. The following new Section 1.53 is hereby added to the Plan:

“401(K) ACCOUNT. The term 401(k) Account means a separate sub-account within Participant's Account comprised of a Participant's Pre-Tax Deferral Account and Roth Elective Deferral Account.”

7. Subparagraph (A) of Paragraph (b)(2) of Section 3.1 is hereby amended to read as follows:

“(2) (A) Notwithstanding the provisions of paragraph (b)(1) of this Section 3.1, each Union Employee who first commences employment with the Authority on or after April 15, 2010 but before April 16, 2014 shall be eligible to become a Participant immediately without being required to complete ½ Year of Service. However, any Union Employee who first commences employment with the Authority after April 15, 2014 will be subject to the ½ Year of Service eligibility requirement and shall be eligible (upon satisfaction of such requirement) as of the applicable Entry Date. Furthermore, any such Union Employee who first commences employment with the Authority on or after April 15, 2010 (whether before, on or after April 15, 2014) shall be enrolled automatically in the Plan when first eligible and shall have a Pre-Tax Deferral Contribution made on his behalf at a contribution percentage rate of six percent (6%) of his Compensation. The Participant may elect to not participate, or may elect a different level or type of Salary Deferral Contribution within the limits specified in Section 4.1 of the Plan. The contribution shall continue as a Pre-Tax Deferral Contribution and at the six percent (6%) rate unless and until the Participant elects otherwise. The Administrator shall notify any such Participant of the automatic contribution arrangement and of his right to elect a different contribution percentage or type of Salary Deferral Contribution, or to make no Salary Deferral Contributions.”

8. Section 4.1(i) is hereby amended in its entirety to read as follows:

“(i) Determination of income or loss: Excess Elective Deferrals shall be adjusted for any income or loss up to the date of distribution. The income or loss allocable to Excess Elective Deferrals under this Plan is the income or loss allocable to the Participant's 401(k) Account for the taxable year multiplied by a fraction, the numerator of which is such Participant's Excess Elective Deferrals for the year and the denominator is the Participant's 401(k) Account without regard to any income or loss occurring during such taxable year. Effective for taxable years beginning on or after January 1, 2008, no income or loss for the period between the end of the Participant's taxable year and the date of distribution is taken into account.”

9. The following new Section 4.13 is hereby added to the Plan:

“4.13 ROTH ELECTIVE DEFERRALS.

(a) General Application.

(1) This Section 4.13 will apply to contributions beginning effective July 1, 2015.

(2) As of the effective date under subparagraph (1), the Plan will accept Roth Elective Deferrals made on behalf of Participants. A Participant's Roth Elective Deferrals will be allocated to a separate subaccount within the Participant's 401(k) Account maintained for such Deferrals as described in paragraph (b) and Section 1.32.

(3) Unless specifically stated otherwise, Roth Elective Deferrals will be treated as Elective Deferrals for all purposes under the Plan.

(b) Separate Accounting.

(1) Contributions and withdrawals of Roth Elective Deferrals will be credited and debited to the Roth Elective Deferral Account maintained for each Participant (the "Roth Elective Deferral Account"). Such Roth Elective Deferral Account will be a separate sub-account within the Participant's 401(k) Account. The sub-account for Pre-Tax Deferral Contributions within the Participant's 401(k) Account will be referred to as the Participant's Pre-Tax Deferral Account.

(2) The Plan will maintain a record of the amount of Roth Elective Deferrals in each Participant's Account.

(3) Gains, losses, and other credits or charges shall be separately allocated on a reasonable and consistent basis to each Participant's Roth Elective Deferral Account and the Participant's other sub-accounts in the Participant's Account under the Plan.

(4) No contributions other than Roth Elective Deferrals (including rollovers described in subparagraph (c)(4)) and properly attributable earnings will be credited to each Participant's Roth Elective Deferral Account.

(c) Direct Rollovers out of the Plan; Direct Rollovers into the Plan.

(1) Notwithstanding Section 7.7 of the Plan, a direct rollover of a distribution from a Roth Elective Deferral Account under the Plan will only be made to another Roth elective deferral account under an applicable retirement plan described in Section 402A(e)(1) of the Code or to a Roth IRA described in Section 408A of the Code, and only to the extent the rollover is permitted under the rules of Section 402(c) of the Code.

(2) The Plan will not be required to provide for a direct rollover (including an automatic rollover) for distributions from a Participant's Roth Elective Deferral Account if the amount of the distributions that are eligible rollover distributions are reasonably expected to total less than \$200 during a year. In addition, any distribution from a Participant's Roth Elective Deferral Account is not taken into account in determining whether distributions from a Participant's other Accounts are reasonably expected to total less than \$200 during a year, to the extent such a determination is relevant under the Plan (i.e., if the Plan does not provide for a direct rollover for such distributions). However, eligible rollover distributions from a Participant's Roth Elective Deferral Account are taken into account in determining whether the total amount of the Participant's Account balances under the Plan exceeds \$1,000 for purposes of mandatory distributions from the Plan.

(3) Any provisions of the Plan (if any) that allow a Participant to elect a direct rollover of only a portion of an eligible rollover distribution but only if the amount rolled over is at least \$500 is applied by treating any amount distributed from the Participant's Roth Elective Deferral Account as a separate distribution from any amount distributed from the Participant's other Accounts in the Plan, even if the amounts are distributed at the same time.

(4) Notwithstanding Section 4.6 of the Plan, the Plan will accept a rollover contribution to a Roth Elective Deferral Account only if it is a direct rollover from another Roth elective deferral account under an applicable retirement plan described in Section 402A(e)(1) of the Code and only to the extent the rollover is permitted under the rules of Section 402(c) of the Code. Such amounts shall be added to the Participant's Roth Elective Deferral Account. The Plan from which the direct rollover is being made shall provide the Plan Administrator with such information as the Plan Administrator determines to be necessary or advisable. This Plan shall separately account for the amount of the direct rollover that is not includible in income.

(d) Correction of Excess Deferrals.

(1) If a distribution of Excess Elective Deferrals is to be made pursuant to Section 4.1, a highly compensated employee may designate the extent to which the excess amount is comprised of Pre-Tax Deferral Contributions and Roth Elective Deferrals, but only to the extent such types of deferrals were made for the year.

(2) If the highly compensated employee does not designate which type of Elective Deferrals are to be distributed, the Plan will distribute Pre-Tax Deferral Contributions first.

(e) Other Distributions. In the case of a distribution due to hardship under Section 9.4, or in case of any other distribution of less than the Participant's entire 401(k) Account, such distribution will be made first from the Participant's Pre-Tax Deferral Account, unless the Participant specifies otherwise.

(f) Roth Elective Deferrals. A Roth Elective Deferral is an Elective Deferral that is:

(1) Designated irrevocably by the Participant at the time of the cash or deferred election as a Roth Elective Deferral that is being made in lieu of all or a portion of the pre-tax Elective Deferrals the Participant is otherwise eligible to make under the Plan; and

(2) Treated by the Employer as includible in the Participant's income at the time the Participant would have received that amount in cash if the Participant had not made a cash or deferred election.

(3) If a Participant does not affirmatively specify that such contributions (or a part thereof) is to be a Roth Elective Deferral, then such contributions shall be treated by the Employer as pre-tax contributions. Amounts contributed to the Plan as one type, either Roth Elective Deferrals or pre-tax, may not later be reclassified as the other type.

(4) The term "Elective Deferrals" includes pre-tax Elective Deferrals and Roth Elective Deferrals.

10. Section 6.2(b) of the Plan is hereby amended in its entirety to read as follows:

"(b) The 401(k) Account containing (i) the Pre-Tax Deferral Account containing all Pre-Tax Deferral Contributions made on behalf of the Participant and earnings thereon, and

(ii) the Roth Elective Deferral Account containing all Roth Elective Deferrals made on behalf of the Participant and earnings thereon;”

11. Section 7.6(a) of the Plan is hereby amended to replace the term “Pre-Tax Contribution Account” with the term “401(k) Account” in the first sentence thereof.
12. Section 9.4(a) of the Plan is hereby amended to replace the term “Pre-Tax Contribution Account” with the term “401(k) Account” in the first sentence thereof.
13. Except as hereinabove modified and amended, the Plan shall remain in full force and effect.
14. This Amendment is effective as of the dates specified herein.

Mr. Cermola seconded the motion. After discussion, the Chair called for the vote:

Cermola	Aye
Curseaden	Aye
DiSalvo	Aye
Lieberman	Aye
Marsh	Aye

Mr. Cermola moved for adoption of the following resolutions:

RESOLVED, That the Authority Voluntary Investment Plan, as amended and restated as of January 1, 2013, be, and it hereby is, amended by a Second Amendment thereto; and be it

FURTHER RESOLVED, That the Chairperson of the Authority be, and hereby is authorized to execute the Second Amendment on behalf of the Authority; and the appropriate officers of the Authority be, and they hereby are, authorized, empowered and directed to take any and all additional action which they deem necessary or appropriate in order to implement the same.

Ms. Lieberman seconded the motion. After discussion, the Chair called for the vote:

Cermola	Aye
Curseaden	Aye
DiSalvo	Aye
Lieberman	Aye
Marsh	Aye

Mr. Marsh stated that the Pension, Benefit and Compensation Committee recommended that the interest rate assumption and mortality tables used to calculate contributions to the retirement plans and the Retired Employees’ Contributory Welfare Trust be changed. He moved for adoption of the following resolutions:

RESOLVED, That, the interest rate assumption used to calculate contributions to the South Central Connecticut Regional Water Authority Retirement Plan, the South Central Connecticut Regional Water Authority Salaried Employees’ Retirement Plan and the South Central Connecticut Regional Water Authority Retired Employees’

Contributory Welfare Trust be reduced from 7.50% to 7.25% effective for the actuarial valuation as of January 1, 2015.

RESOLVED, That, the mortality table assumption used to calculate contributions to the South Central Connecticut Regional Water Authority Retirement Plan, the South Central Connecticut Regional Water Authority Salaried Employees' Retirement Plan and the South Central Connecticut Regional Water Authority Retired Employees' Contributory Welfare Trust be changed from the 2014 IRS Mortality (M/F) for Non-Annuitants and Annuitants Tables to the 2015 IRS Mortality (M/F) for Non-Annuitants and Annuitants Tables for the actuarial valuation as of January 1, 2015.

Ms. Lieberman seconded the motion. After discussion, the Chair called for the vote:

Cermola	Aye
Curseaden	Aye
DiSalvo	Aye
Lieberman	Aye
Marsh	Aye

Mr. Marsh stated that the Pension, Benefit and Compensation Committee recommended that the Regional Water Authority make the following contributions to its retirement plans and the Retired Employees' Contributory Welfare Trust during fiscal year 2016, as calculated in the actuarial valuation as of January 1, 2015: both pension plans combined - \$5,598,000; Retired Employees' Contributory Welfare Trust - \$2,290,881. He moved for adoption of the following resolutions:

RESOLVED, That, based on discussions with its actuary and its Pension, Benefit and Compensation Committee, the South Central Regional Water Authority authorizes a combined contribution of \$5,598,000 to the South Central Connecticut Regional Water Authority Retirement Plan and the South Central Connecticut Regional Water Authority Salaried Employees' Retirement Plan during fiscal year 2016;

RESOLVED, That, based on the recommendation of its actuary and its Pension, Benefit and Compensation Committee, the South Central Regional Water Authority makes a contribution of \$2,290,881 to the South Central Connecticut Regional Water Authority Retired Employees' Contributory Welfare Trust during fiscal year 2016.

Ms. Lieberman seconded the motion. After discussion, the Chair called for the vote:

Cermola	Aye
Curseaden	Aye
DiSalvo	Aye
Lieberman	Aye
Marsh	Aye

On motion made by Mr. Cermola and seconded by Mr. Marsh, the following items contained in the consent agenda were approved and adopted or received, as appropriate:

- A. Approve minutes of the April 8, 2015 and April 16, 2015 meetings.
- B. Approve Capital Budget Authorization for June 2015.

RESOLVED, That, the Controller is authorized to submit to the Trustee one or more requisitions in an aggregate amount not to exceed \$1,750,000 for the month of

June 2015 for transfer from the Construction Fund for capital expenditures. Each such requisition shall contain or be accompanied by a certificate identifying such requisition and stating that the amount to be withdrawn pursuant to such requisition is a proper charge to the Construction Fund. Such requisitions are approved notwithstanding the fact that amounts to be withdrawn for a particular project may exceed the amount indicated for such month and year in the current Capital Improvement Budget but will not cause the aggregate amount budgeted for fiscal year 2016 for all Capital Improvement Projects to be exceeded. In the absence of the Controller, the Vice-President and Chief Financial Officer or the Vice-President – Asset Management is authorized to sign in her place.

C. Receive capital budget transfer notifications detailed in Ms. Discepolo's memorandum dated May 14, 2015.

D. Adopt resolution authorizing exemptions from public bidding.

RESOLVED, That the Authority authorizes Management to negotiate the purchase of the following items for the fiscal year June 1, 2015 – May 31, 2016 without public bidding and such purchases without public bidding are hereby determined to be in the best interest of the Regional Water Authority for the reasons set forth in Ms. Discepolo's memorandum of May 14, 2015, a copy of which is to be filed with the records:

1. Polymers
2. John Deere Equipment
3. Meters
4. Pick up of Patch, Sand, Gravel, Stone and Topsoil
5. Programmable Logic Controllers
6. Variable Frequency Drives
7. Wach's Equipment

Cermola	Aye
Curseaden	Aye
DiSalvo	Aye
Lieberman	Aye
Marsh	Aye

Ms. Kowalski reviewed the April 2015 monthly financial report. She commented on the most significant variances in operating revenues and expenses and the projected fiscal year 2015 maintenance test. Discussion took place regarding revenues, operating and maintenance expenses for the month ended April 30, 2015 and she stated the projected maintenance test for FY 2015 is 117% with no projected draw from the Rate Stabilization Fund as long as budgeted revenues, collections and expenses are maintained. She provided an update on accounts receivable collections and call center strategies.

Ms. Discepolo reviewed the proposed supplemental resolution providing for the issuance, sale and delivery of the Thirty-first Series bonds. Mr. Marsh moved for adoption of the following resolution:

WHEREAS, Section 22 of Special Act 77-98, as amended, of the Connecticut General Assembly (the "Act") provides, in pertinent part, that bonds shall be authorized by a resolution of the South Central Connecticut Regional Water Authority (the "Authority") which shall provide for the terms and conditions of the bonds, and may provide for any matter which in any way affects the security or protection on the bonds; and

WHEREAS, Section 22 of the Act further provides, in pertinent part, that the Authority has the power, without the approval of the Representative Policy Board to refund any bonds by the issuance of new bonds; and

WHEREAS, Section 9 of the Act provides that the Authority may delegate to one or more of its members, officers, agents or employees, such powers and duties as it may deem proper; and

WHEREAS, the Authority wishes to provide for the issuance, sale and delivery of the Authority's Water System Revenue Refunding Bonds, Thirty-first Series (the "Thirty-first Series Bonds").

NOW THEREFORE,

BE IT RESOLVED, that the Chairperson or Vice Chairperson and the President and Chief Executive Officer or Vice President and Chief Financial Officer be authorized (i) to issue, sell and deliver the Thirty-first Series Bonds in an amount not to exceed \$35,000,000 and (ii) to determine the amount, date, date of maturity, interest rate, form and other details of the Thirty-first Series Bonds, pursuant to the Act and the Water System Revenue Bond Resolution, General Bond Resolution as amended and supplemented (the "General Bond Resolution") or any other provisions of law thereto enabling; and

BE IT FURTHER RESOLVED, that the Authority hereby approves the Thirty-first Series Supplemental Resolution authorizing the issuance of the Thirty-first Series Bonds substantially in the form attached hereto as Exhibit A, with such changes, omissions, insertions and revisions as the Chairperson or Vice Chairperson and President and Chief Executive Officer or Vice President and Chief Financial Officer shall deem advisable and which shall be as set forth in a Certificate of Determination attached thereto; and

BE IT FURTHER RESOLVED, that for the purpose of providing for the public offering and sale of the Thirty-first Series Bonds and further setting forth information relating to the Thirty-first Series Bonds, an official statement, substantially in the form of the official statement attached hereto as Exhibit B (the "Official Statement") is hereby approved, with such changes, omissions, insertions and revisions as the Chairperson or Vice Chairperson and President and Chief Executive Officer or Vice President and Chief Financial Officer shall deem advisable or shall be necessary to provide information concerning the Thirty-first Series Bonds; and such officers, in the name of the Authority, are hereby authorized to deem the Official Statement final when appropriate and are further authorized and directed to execute such Official Statement and any amendment or supplement thereto on and after the sale of the Thirty-first Series Bonds; and

BE IT FURTHER RESOLVED, that the Chairperson or Vice Chairperson and President and Chief Executive Officer or Vice President and Chief Financial Officer are hereby authorized to determine which of the Authority's prior bonds are to be redeemed (the "Refunded Bonds") with a portion of the proceeds of the Thirty-first Series Bonds and to call irrevocably for redemption and to defease the Refunded Bonds all in accordance with the General Bond Resolution. The President and Chief Executive Officer and Vice President and Chief Financial Officer or either one of them are authorized to appoint an underwriter or underwriters, an escrow agent and a verification

agent and to execute and deliver any and all purchase, escrow and related agreements necessary to provide for the sale of the Thirty-first Series Bonds and the payment when due of the principal of, interest and the redemption premium, if any, on the Refunded Bonds; and

BE IT FURTHER RESOLVED, that the Chairperson, Vice Chairperson, President and Chief Executive Officer and the Vice President and Chief Financial Officer, or any one of them, are hereby authorized to purchase a municipal bond insurance policy to guarantee the payment of principal and interest on the Thirty-first Series Bonds, if the Authority's financial advisor or the underwriter for the Thirty-first Series Bonds deems it advisable, and execute and deliver such documents as may be necessary or desirable to issue, sell and deliver the Thirty-first Series Bonds, including but not limited to, the Purchase Contract, the Escrow Agreement, the Tax Regulatory Agreement and the Continuing Disclosure Agreement and to take such actions or to designate other officials or employees of the Authority to take such actions and execute such documents in connection with the issuance, sale and delivery of the Thirty-first Series Bonds as are determined necessary or advisable and in the best interests of the Authority and that the execution of such documents shall be conclusive evidence of such determination.

Mr. Cermola seconded the motion. After discussion, the Chair called for the vote:

Cermola	Aye
Curseaden	Aye
DiSalvo	Aye
Lieberman	Aye
Marsh	Aye

At 2:35 p.m. Ms. Kowalski withdrew from the meeting.

Mr. DiSalvo led a discussion on Director led topics to be considered at future meetings. He informed members that an invitation was extended to the RPB to participate in policy level discussions.

Authority members reported on recent meetings of Representative Policy Board committees and reviewed recommendations from the Office of Consumer Affairs regarding FY 2016 Budgets.

Mr. Bingaman:

- Provided and AMI Update. He noted the RWA selection panel is reviewing six vendor proposals for strengths before they go to the Department of Public Health for review. He highlighted that a governance structure is in place to assess risks associated with each phase of the project and reported that it is tracking on budget.
- Discussed a conference call with Standard and Poor's, a credit rating agency, associated with RWA's upcoming bond refinancing.
- Highlighted a discussion with the Yale Office of Cooperative Research about declining water consumption and increasing RWA's non-core revenue.
- Reported on potential economic development support opportunities.
- Informed the Authority that the Department of Environmental Protection released its stream flow classifications for the South Central Coastal River Basin. A summary of RWA's review of the classification will be provided next month.

At 3:23 p.m. Mr. Borowy withdrew from the meeting and Messrs. Norris and Triana entered the meeting.

Messrs. Norris and Triana discussed the Applications to be recommended to the Representative Policy Board for approval of non-substantial Land Use Plan Amendment applications to allow cell phone towers within the water supply facility areas on land units NO 1, Rabbit Rock Tank in North Haven and EH 2, Saltonstall Ridge Tank in East Haven. Mr. Marsh moved for adoption of the following resolution:

RESOLVED, That the Authority hereby accepts the Applications to the Representative Policy Board (RPB) for the non-substantial Land Use Plan Amendments to allow cell phone towers within the Water Supply Facility areas on land units NO 1 and EH 2, as completed Applications, substantially in the form submitted to this meeting and authorizes filing said Applications with the Representative Policy Board for approval.

Mr. Cermola seconded the motion. After discussion, the Chair called for the vote:

Cermola	Aye
Curseaden	Aye
DiSalvo	Aye
Lieberman	Aye
Marsh	Aye

At 3:34 p.m. Messrs. Norris and Triana withdrew from the meeting.

At 3:34 p.m., on motion duly made by Mr. Marsh and seconded by Mr. Curseaden, it was voted unanimously to go into executive session to discuss PILOT litigation and lab acquisition strategies. Present in executive session were the Authority members, Mss. Devany, Discepolo, Slubowski and Mr. Bingaman.

Cermola	Aye
Curseaden	Aye
DiSalvo	Aye
Lieberman	Aye
Marsh	Aye

At 4:15 p.m., on motion made by Mr. Cermola and seconded by Ms. Lieberman, it was voted unanimously to recess the regular meeting to allow the Authority members to attend the Representative Policy Board meeting. Chair DiSalvo announced the Authority meeting would reconvene immediately following the RPB meeting.

Cermola	Aye
Curseaden	Aye
DiSalvo	Aye
Lieberman	Aye
Marsh	Aye

At 7:16 p.m. the Authority reconvened.

The Chair requested to add an item to the agenda. The agenda item – Consider and Act on authorization for Linda Discepolo, Vice President and Chief Financial Officer to sign any and all documents related to loans in connection with Lindsey Lake and Cobblestone Drive Generators. On motion made by Mr. Marsh and seconded by Mr. Cermola, and unanimously carried, the agenda item was approved:

Cermola	Aye
Curseaden	Aye
DiSalvo	Aye
Lieberman	Aye
Marsh	Aye

Mr. Marsh moved for adoption of the following resolution:

RESOLVED, that Linda M. Discepolo, Vice President and Chief Financial Officer, be and she hereby is, authorized to execute all documents including, without limitation, notes, loan agreements and all related loan documents including, without limitation, all loans in connection with the Lindsey Lake and Cobblestone Drive Generators.

Mr. Cermola seconded the motion. The Chair called for the vote:

Cermola	Aye
Curseaden	Aye
DiSalvo	Aye
Lieberman	Aye
Marsh	Aye

Mr. DiSalvo noted the Representative Policy Board's ("RPB") comments on the fiscal year 2016 budgets, as expressed at the RPB's meeting. He noted also the comments of the Office of Consumer Affairs. Mr. Bingaman requested approval of the budgets for the fiscal year June 1, 2015 – May 31, 2016 and authorization to file the budgets with the trustee, as required by the *General Bond Resolution*. Mr. Cermola moved for adoption of the following resolutions:

RESOLVED, That, the Authority's Operating and Maintenance Budget for the Fiscal Year from June 1, 2015 – May 31, 2016 ("FY 2016"), showing on a monthly basis projected Operating Expenses and deposits and withdrawals from the several Funds required by the *General Bond Resolution*, is hereby adopted and ordered to be filed with US Bank, Trustee, pursuant to Section 613 of the *General Bond Resolution*.

RESOLVED, That, the Authority's Capital Improvements Budget for the Fiscal Year from June 1, 2015 – May 31, 2016 ("FY 2016"), including a plan of capital improvements for FY 2016 through FY 2020 and the additional information required by Section 614 of the *General Bond Resolution*, is hereby adopted and ordered to be filed with US Bank, Trustee, pursuant to Section 614 of the *General Bond Resolution*.

Mr. Marsh seconded the motion. After discussion, the Chair called for the vote:

Cermola	Aye
Curseaden	Aye
DiSalvo	Aye
Lieberman	Aye
Marsh	Aye

At 7:27 p.m., on motion made by Mr. Cermola and seconded by Mr. Marsh, and unanimously carried, the meeting was adjourned.

Cermola	Aye
Curseaden	Aye
DiSalvo	Aye
Lieberman	Aye
Marsh	Aye

Gail F. Lieberman, Secretary

Attachments:

1. SCCRWA Second Amendment to Authority Voluntary Investment Plan
2. SCCRWA Resolution Approving Second Amendment to Authority Voluntary Investment Plan
3. SCCRWA Resolutions Approving Water System Revenue Refunding Bonds, Thirty-First Series.