

Cecil Township Municipal Authority
Monthly Meeting
November 2, 2006

The Cecil Township Municipal Authority held its' regular monthly meeting on Thursday, November 2, 2006 at the Cecil Township Municipal Building. Chairman Donald Gennuso called the meeting to order at 7:30 PM with Stephanie Lucchino, George Elish and Kenneth Heirendt present. Also present was Romel Nicholas, Gaitens, Tucceri and Nicholas; W. Scott Rusmisl, Gateway Engineers; Walter O'Shinski P.E. and Dennis Bell, Administrator.

MINUTES OF OCTOBER 5, 2006

The Board on a unanimous vote on motion by Kenneth Heirendt and second by George Elish approved the minutes of the regular meeting of October 5, 2006.

ENGINEER REPORT

UPDATE ON MILLERS RUN PROJECT

Ed Kuenzig stated construction on the interceptor has progressed from Manhole D on the elementary school property making a creek crossing at 121 Wilson Avenue and is now continuing along the north stream bank near the American Legion property. Four manholes are installed along with 1125 linear feet of 21 inch SDR pipe. Construction on the Southeast Contract progressed from Manhole C-2 through Cecil Elementary Drive and St. Mary's Lane into the cemetery. Work continued through the cemetery along Blueberry Lane and behind the properties on Cecil Henderson Road. Thirty-six manholes have been installed along with 4,164 linear feet of 8 inch SDR pipe. Directional drilling of the pilot hole for State Route 50 interceptor bore is complete and excavation for the bore pit is scheduled for the week of November 6, 2006. The work on the North Contract is moving slowly. Construction is completed from Manhole A-1-A in Creedmore Road and continues along Creedmore Road with approximately 615 linear feet of 8 inch SDR 35 pipe and six manholes installed.

Kevin Hoffman with KLH Engineers reported to the Board on the work on the treatment plant and pump station sites. Lone Pine Construction is currently constructing an access road to the Klinger Road Pump Station. Ed Kuenzig stated the work at the treatment plant is approximately one month ahead of schedule. He stated mine grouting is scheduled for the week of February 2, 2007.

Donald Gennuso questioned when Mawhinney Road would be restored. Ed Kuenzig stated lateral connections for properties located approximately 300 feet from Mawhinney Road would be completed and road restoration completed within three weeks, prior to the weather turning colder.

Scott Rusmisl stated a bi-weekly update on the construction would be emailed to the board members. George Elish requested a report for cost overruns be provided as the Authority has other project areas specifically Lawrence, PA that need to be addressed. Ed Kuenzig suggested a report on cost overruns be provided every other month.

Walter O'Shinski recommended to the Board that no new sewer extensions should be permitted until all contract work is completed on a particular line and the line accepted by the Authority. He stated that is the only way to be guaranteed as to who is responsible if damages occur to the installed line prior to acceptance. Walter O'Shinski stated the PA DEP would want a full planning module for any extensions on sanitary lines in the Millers Run project area. Walter O'Shinski stated that no tap-ins should be sold until service is available to the property and Romel Nicholas agreed. Walter O'Shinski stated the final tap-in fee has not been set.

George Elish stated the township approval process for building could be started and that approvals may take up to the estimated completion of the sanitary construction. He stated the developer could build his line up where the connection would be made to the Authority line with the understanding that tap-ins could not be completed until all sanitary construction work is completed.

Walter O'Shinski stated he spent two days with Gary Bodnar doing inspections on properties that were condemned. He stated all the work should be completed within the next week. Walter O'Shinski requested the Board select a color for the split face block to be used on the mail pumping station located along S.R. 50. Kevin Hoffman reported the building is designed to lower sounds from the generators. It was agreed to use a light brown block.

AUTHORIZE MILLERS RUN PROJECT PAYMENT ESTIMATES

The Board on unanimous vote on motion by Stephanie Lucchino and second by Kenneth Heirendt authorized payments as follows: Pay Request # 1 to Edward T. Sitarik Contracting Inc totaling \$336,381.00 for work completed on the interceptor contract; Pay Request # 1 to Edward T. Sitarik Contracting Inc. totaling \$141,404.32 for work completed on the southeast contract; and Pay Request # 1 to Kranick Environmental totaling \$246,150.00 for work completed on the treatment plant site.

DISCUSS PA-AMERICAN PROPOSAL FOR WATERLINE TO MILLERS RUN PLANT

Walter O'Shinski advised the Board on a proposal to extend a waterline along Creedmore Road to provide public water service for the treatment plant. He stated the cost PA-American Water Company quote is \$102,920.00. Walter O'Shinski suggested additional specifics be obtained from PA-American Water Company as to where the line would end in relation to the treatment facility. He further suggested that the residents along Creedmore Road be contacted to solicit their commitment to the water line being

built. He suggested a meeting with John Kosky be arranged to see if he would be interested in contributing to the waterline.

AUTHORIZE PAYMENT OF TAP-IN FEE TO SOUTH FAYETTE MUNICIPAL AUTHORITY

The Board on unanimous vote on motion by Kenneth Heirendt and second by George Elish authorized payment of \$66,300 for the tap-in fees to South Fayette Municipal Authority for properties located along Old Millers Run road that would be serviced through the South Fayette Municipal Authority sanitary line. Walter O'Shinski stated work on the line should be completed by the spring 2007 and that those customers could be notified to tap-in early.

UPDATE ON MAPLE RIDGE

Walter O'Shinski advised the Board that PA DEP has approved the planning module. He stated a draft for the Clad Metals easements have been prepared and are under review by Romel Nicholas. Romel Nicholas stated five easements are required but that he has only been provided four easements for review. Walter O'Shinski stated a design review letter to the developer's engineer needs to be answered. He further stated a reimbursement agreement with Lynn Foltz has been completed and the agreement is now with Lynn Foltz's lawyer - Henry Rea.

Walter O'Shinski stated an issue has surfaced between North Strabane Municipal Authority and the Cecil Township Municipal Authority regarding the dissolved oxygen limits in the force main. He stated a meeting with Lynn Foltz's engineer is scheduled for the week of November 6, 2006. Walter O'Shinski stated Lynn Foltz must obtain a substantial easement for the force main installation from Woody Welsch. Lynn Foltz stated that a letter of intent for providing the easement has been received from Woody Welsch but no draft has been received. Lynn Foltz stated he is working on obtaining the easement from Woody Welsch.

SOLICITOR REPORT

Romel Nicholas discussed with the Board his written report. He discussed with work completed by Gary Bodnar on the Millers Run condemnations. The solicitor discussed the fee structure to be proposed for use in 2007. Stephanie Lucchino commented on the fees currently being charged for work that she specifically provided detail to his office and of which the Authority was charged. She also commented on her review of all invoices from the law firm and that she has noted duplications for work performed.

BUSINESS MANAGERS REPORT

2007 BUDGET WORKSHEETS

Dennis Bell discussed briefly the highlights for the proposed 2007 budget. He suggested to the board members that they contact him directly to discuss any issue regarding the budget numbers. He stated that no additional staff for 2006 has been budgeted. He stated the completion of the treatment plant is not scheduled until March 2008 and that most of the work would begin in earnest in the January-February 2008 timeline.

DISCUSS SEPTEMBER 2006 FINANCIAL REPORT

Dennis Bell discussed the financials for September 2006. The total customers billed were 1844. The user fees billed were \$108,730.69 on usage consumption of 13,609,700 gallons. Collections totaled \$88,046.17. The expenses for September 2006 were \$87,830.44. The extraordinary income on the September 2006 financial statement included interest income of \$747.99 and quarterly interest income on certificate of deposits with Slovenian Savings of \$41,400.16. Interest income on the construction funds totaled \$26,327.48. Expenses for Millers Run project were adjusted to the fixed asset by \$38,468.00. He stated bond interest payment on September 1, 2006 totaled \$167,512.50 and that the 2004 Debt Service Fund has a zero balance. Expenses were under budget through September 2006 except in four accounts for Other Office Expenses over budget by \$1,854; Supplies and Tools over budget by \$1,899; Legal Expense over budget by \$4,306; and Treatment Charges over budget by \$36,136. The income accounts with variances through September 2006 were User Fees over by \$42,345; Interest Income over by \$ 19,063; Tap-in Fees over budget by \$54,061; Interest Income on 2004 bonds over budget by \$42,093.

CORRESPONDENCE

The correspondence was reviewed for filing.

PAYING OF EXPENSES/TRANSFER OF FUNDS ETC.

A unanimous vote on motion by George Elish and second by Stephanie Lucchino the Board authorized payment of expenses and transfers as follows.

Brush Run Expense/Transfer MM to Checking
Teodori Expenses/Transfer MM to Checking
Southpointe Expenses/Transfer MM to Checking
CherryBrook Expenses/Transfer MM to Checking

Gilmore Expenses/ACH Debit and PNC Requisition
Employee Time Reports/Payroll
941 E Tax Deposit
Payment of Invoices
Discharge Monitoring Reports were approved for submission to the PA DEP

COMMENTS FROM THE FLOOR

Dominick Dimatteo commented on the reminder notices to landlords and tenants. Dennis Bell advised him that the reminder period ends on November 13, 2006 and that a second property posting would be completed for those individuals who do not pay by November 13, 2006 resulting in an additional charge of \$15.00 per posting. He stated specific steps must be followed according to state laws prior to any water service being shutoff.

EXECUTIVE SESSION

The Board entered into Executive Session at 8:33 PM to discuss a property settlement issue and to discuss the meetings held with three board member applicants. The Board returned to the General Session at 9:17 PM.

SETTLEMENT OF CONDEMNATION

The Board on unanimous vote on motion by Kenneth Heirendt and second by George Elish authorized the payment of \$7,062.70 to David and Dionne Simpkins, 121 Wilson Avenue, Cecil PA for restoration of trees removed from their property to construction the interceptor line.

ADJOURNMENT

There being no other business by unanimous vote on motion by Stephanie Lucchino and second by George Elish meeting was adjourned at 9:22 PM. The next regular meeting is scheduled for Thursday, December 7, 2006 at 7:30 PM.

Secretary

