

QUARRYVILLE BOROUGH AUTHORITY

JULY 17, 2018

The Authority held its regular monthly meeting at 7:00 PM at the Municipal Building. Chairman John Chase called the meeting to order with the following persons present: Authority members John Chase, Don Evans, and Rick Aument. Borough Manager Ken Work, Maintenance Superintendent Bill Lamparter and Administrative Assistant Judy Aspril.

Public Comment: Representatives from PA American Water advised the Authority that changes to the DEP chlorine residual requirement going into effect next year will require an upgrade to the Borough interconnection at a cost of approximately \$1.6 million or a possible termination of service. The current agreement between PA American Water and the Authority is for 35,000 gallons per day and has a two (2) year renewal. They are requesting an increase in the Authority water purchase to 90,000 gallons per day and a longer-term agreement. After discussion, the Authority requested PA American provide a written proposal.

Approval of Minutes: It was moved by Rick Aument and seconded by Don Evans that the minutes of the June 19, 2018 Authority meeting be approved as written. The motion was unanimously approved.

Financial Report and Monthly Bills: The Authority reviewed the June 30, 2018 financial report and the bills for the month of June. It was moved by Rick Aument and seconded by Don Evans to approve the June 30, 2018 financial report and the June bills in the amount of \$375,115.27. The motion was approved. Current balances: Authority Savings \$1,586,863.86, Water Capital Reserve \$980,236.71.

New Business/Old Business: The Authority discussed the following new business and old business items:

Quarryville Presbyterian Retirement Community: As a result of federal tax code changes, QPRC is seeking modification and reissuance of the Authority's Revenue Note Series of 2013 (Quarryville Presbyterian Retirement Community Project). The modification will increase the tax-exempt rate of interest on the note by .25%. Resolution No 2018-02 authorizing entering into a First Note and Loan Modification Agreement and loan modification documents were prepared by Authority Bond Counsel and reviewed by the Authority Solicitor. It was moved by Don Evans and seconded by Rick Aument to approve Resolution 2018-02, and that the Board Chairman will sign the Modification Agreement and other documents upon receipt of the signed Certificate of the

Corporation and the signed opinion of Bond Counsel. The motion was approved.

Water Rate Study: Authority members received drafts of three (3) options for proposed water system rate increases prepared by ARRO Consulting. ARRO will attend the August 2018 Authority meeting to review the information provided.

Solanco Fair: The Authority was in agreement to not participate in the Solanco Fair in 2018.

2019 Authority Budget: The Authority discussed projects to be included in the 2019 Authority Budget. Cost opinions will be requested for projects on Third Street and Park Avenue for possible inclusion the 2019 Authority Budget.

New Employee Interviews: Three interviews are scheduled on Wednesday, July 18, 2018 and three more on Thursday, July 19, 2018 for the employee position at the Waste Water Treatment Plant.

Adjournment: It was moved by Don Evans and seconded by Rick Aument that the meeting be adjourned. The motion was approved and the meeting was adjourned at 7:40 PM.

Respectfully submitted,

Judy Aspril
Administrative Assistant