

JACKSON TWP WATER AUTHORITY
(JTWA)

August 23, 2011

WALTER DITCHCREEK, CHAIRMAN OPENED THE MEETING WITH A PRAYER AND THE PLEDGE OF ALLEGIANCE. Others board members in attendance were John Wallet, Secretary; Robb Piper, Vice-Chairman; Ray Dodson, Treasurer; Don Hrapchak, Assistant. Sec/Tres.; Jim Deter, CPA; Pat Mulcahy Engineer; Karl D. Smith, Authority Foreman; and Amanda Deibler, reporter for the 'Nanty Glo Journal'. Others in attendance were Guy & Patty Ellenberger, Tim Simmons, and Bernard Smith, all residents along the Swigle Mountain Road Project. Mr. Edward Smith from Harmony Drive was also present.

PUBLIC COMMENTS: Mr. Smith was given the floor. He wanted to express his appreciation for the letter that the public was sent regarding the Trihalomethanes. He voiced his opinion that some of the information should be worded differently. He read from a study done by DEP on the Johnstown Sewage plant that was the basis for the Final Rule Decision. This study set the standards for the Johnstown Sewage plant.

APPROVAL OF THE MINUTES:

ON MOTION BY ROBB, SECOND BY DON AND APPROVED BY ALL TO ACCEPT THE MINUTES OF JULY 26 AND AUGUST 4, 2011 AS PRINTED.

ENGINEER'S REPORT (Pat Mulcahy)

Report attached. All items regarding DT Construction are outlined in his report and will go over everything line by line. He will need signatures and will take all documents back to Mike Parrish (special counsel) he will get copies for all involved. Pat also has a final payment request from Mid Atlantic Storage.

1. Pennvest Audit: still working on Pennvest's comments. Has been focusing on Swigle Project will have this complete by next meeting.
2. Swigle Mtn. Road Project:
 - a. Main goal – start up. Letters can now be sent to prospective customers.
 - b. Outstanding R.O.W. – will meet with the residents next week, discuss any issues that need addressed and get ROW signed.
 - c. Finish Construction Contract with DT and Mid Atlantic Storage (everything is signed by DT –JTWA needs to sign)
 1. ***ON MOTION BY ROBB, SECOND BY DON AND APPROVED BY ALL TO ACCEPT CHANGE ORDER #1 THAT DECREASES THE ORIGINAL CONTRACT PRICE OF \$1,224,943.42 BY \$54,714.07 TO EQUAL \$1,170,229.35 WITH A COMPLETION DATE OF AUGUST 15, 2011.***
 2. ***ON MOTION BY ROBB, SECOND BY DON AND APPROVED BY ALL TO ACCEPT CHANGE ORDER #2 THAT INCREASES THE CONTRACT PRICE OF \$1,170,229.35 BY \$129,496.26 TO EQUAL \$1,229,725.61 WITH A COMPLETION DATE OF AUGUST 15, 2011.***
 3. ***ON MOTION BY DON, SECOND BY RAY AND APPROVED BY ALL TO ACCEPT THE SUBSTANTIAL COMPLETION CERTIFICATE FOR CONTRACT #1 DATED AUGUST 15, 2011***

4. ***ON MOTION BY ROBB, SECOND BY JOHN AND APPROVED BY ALL TO ACCEPT THE CONTRACTOR'S APPLICATION FOR PAYMENT #7 IN THE AMOUNT OF \$138,751.99.***
 5. ***ON MOTION BY ROBB, SECOND BY DON AND APPROVED BY ALL TO ACCEPT THE CONTRACTOR'S APPLICATION FOR PAYMENT #8 IN THE AMOUNT OF \$20,000.00.***
 6. ***ON MOTION BY DON, SECOND BY WALTER AND APPROVED BY ALL TO ACCEPT MID ATLANTIC STORAGE'S APPLICATION FOR PAYMENT #4 IN THE AMOUNT OF \$18,430.00.***
 7. ***ON MOTION BY DON, SECOND BY WALTER AND APPROVED BY ALL TO ACCEPT MID ATLANTIC STORAGE'S APPLICATION FOR FINAL PAYMENT #5 IN THE AMOUNT OF \$14,462.10.***
 8. ***ON MOTION BY ROBB, SECOND BY DON AND APPROVED BY ALL TO ACCEPT THE SUBSTANTIAL COMPLETION CERTIFICATE FROM MID ATLANTIC STORAGE DATED AUGUST 9, 2011.***
3. BAMR / PENELEC –received a check for \$5,122.00 from BAMR and \$7,000.00 from Penelec
 4. Satellite Telemetry – needs to be discussed.
 5. Water rates – ***ON MOTION BY JOHN, SECOND BY ROBB AND APPROVED BY ALL TO ACCEPT OPTION #2 FROM THE EBENSBURG BOROUGH LETTER DATED JUNE 22, 2011 THAT WOULD DECREASE THE MAINTENANCE FEE TO \$0.49.***

Robb inquired if there was any information concerning the Chickaree Hill Road project. Pat stated that Steve Sewalk has a good relationship with Larry Custer's office (Cambria County Redevelopment Authority) and he will have Steve do some inquiring. John stated that this project has been hanging for several years and needs addressed.

SOLICITOR'S REPORT: (CJ Webb)

The solicitor was not in attendance. Pat informed the Board that he had spoke briefly with the solicitor on Friday of last week and that he had received a copy of the same information that was being signed and approved tonight. The solicitor was satisfied with the information and if there are any questions let him know.

CPA REPORT: (Jim Deter)

The 6-month statement of Income was distributed. John noted that the biggest variance was the purchase of water from Nanty Glo. This is due to a leak that has been found.

ON MOTION BY DON, SECOND BY WALTER AND APPROVED BY ALL TO ACCEPT THE 6-MONTH STATEMENT OF INCOME.

FOREMAN'S REPORT: (Karl Smith)

Report attached. L/B Water will be demonstrating new leak detection equipment next week.

CORRESPONDENCE: list attached

OLD BUSINESS:

JTWA received two proposals for insurance coverage: CBiz Insurance and Ebensburg Insurance. Discussion followed.

ON MOTION BY JOHN, SECOND BY WALTER AND APPROVED BY ALL TO ACCEPT C-BIZ INSURANCE PROPOSAL FOR THE 2011-2012 INSURANCE YEAR IN THE AMOUNT OF \$10,448.

NEW BUSINESS:

Walter wanted Karl to keep in mind the pressure reducing station on Ford's Corner Road that has been leaking. He feels that it would be best if it would be fixed before the weather turns cold. Karl has talked to Pat about this and the welds are bad and he is not sure if there is enough material to re-weld. To replace this station JTWA is looking at approximately \$20,000-\$30,000. Valves (6"), depending on the make, alone would be around \$6,000 to \$8,000. Something will be done before it gets cold.

John wanted to know about the pressure reducing station on Chickaree Hill Road. Pat stated that a rough ball park amount is \$20,000 to \$30,000. Chickaree Hill Road is a state road and we would have to reapply for a highway occupancy permit.

Walter addressed the Swigle Mountain residents in attendance and stated that the water bill will be \$29.42 for the first 3,000 gallons. Don clarified that JTWA is still working on establishing a rate schedule.

Karl and David did a survey of the Swigle Mountain Road Project. There are 37 total residents along the new line. Out of the 37, 7 properties are over the 200 feet from the line and are not required to tap in. There are 3 or 4 customers already using water. Robb requested that the engineer and CPA use 30 for the number of new customers when they run numbers for the rates.

ON MOTION BY RAY, SECOND BY DON AND APPROVED BY ALL TO ADJOURN.