

Minutes of a Meeting of
The Brick Township Municipal Utilities Authority held on
July 27, 2015

1. SALUTE TO THE FLAG OF THE UNITED STATES OF AMERICA

2. OPENING STATEMENT

Following the salute to the flag, Ms. Sylvester read the opening statement as follows: *"This meeting is being conducted pursuant to the Open Public Meetings Act, being Chapter 231 of the Laws of 1975. In accordance with the requirements of this law, a Meeting Notice was published on February 7, 2015 in the Asbury Park Press. Similar Notice was given to the Clerk of the Township of Brick and placed on the bulletin board maintained for this purpose by the Authority.*

3. ROLL CALL

Members Present

Thomas C. Curtis
James Fozman
Allan E. Cartine
James C. Bayard
Gregory Flynn
George Cevasco
Stacy Olsen

Also Present

James F. Lacey, CPWM
Stephen T. Specht, PE
Frank Planko, CFO
Joseph Maggio, PE
Gary Vaccaro
Marie Sylvester
Nick Montenegro, Esq.
Chris Theodos
Chuck Fallon

Chairman Cevasco stated that prior to moving forward with the agenda we have a presentation from our Health Benefits Provider IMAC insurance.

Mr. Joe Maurillo stated, "I just want to thank the Authority for another year of working with you. We have had a great year. Tom Ucko from our firm is going to go over the results, but over the last two years we have had a combined aggregate increase of 1.5% which is well under 15% lower than the State Health Benefits plan. Tom Ucko from our firm will go over it with you in greater detail. Thank you."

Mr. Ucko advised, "I think maybe you all might have this already, but I brought along extras just in case you don't. Frank Planko also gave you a very good summary, but I am just going to hit some of the highlights of where we are at. It was a very easy renewal process this year and that is mostly because your claims experience over the last year has been very good. Over the period ending April 2015 your group had a 71% loss ratio. That means Horizon pays out .71 cents in claims for every dollar in premiums they collect which is a very good ratio and made us confident that we could get a good

renewal for you. Last year was 90.8% so last year Horizon was probably losing money over the last year and the claims improved and it made the renewal much easier to do. Insurance companies look at it to be 85-88% to allow them to cover claims and cover expenses. So Horizon's initial renewal proposal was for about an 8.95% composite rate increase. As we always did we went to all the available markets Aetna, AmeriHealth, Cigna and Oxford United Health Care. We also looked at the State Health Benefits plan as an option. We also looked at stand alone prescription plans. That is very difficult to do because Horizon imposes a penalty on the medical rates if they lose prescription benefits, but we always look at it to cover all our bases. As it turned out we got offers from Aetna, AmeriHealth and Oxford that all beat the Horizon initial renewal offer. We also looked at the State plan. Now the numbers in your report are a little out of date. When we looked at the State Health Plan numbers we assumed there would be a 12% increase in 2016 in the State rates. The rates were announced last week and it really worked out for your group because it would have been a 7.4% increase. So the State keeps coming in with better results. There still is a significant savings with staying with Horizon versus the State plan, but the State increase was lower than expected. We've got some decent prescription quotes but again none of them were competitive with Horizon because of the penalty that Horizon imposes if they lost the medical. We did get a very attractive quote from Oxford which would save a significant amount of money versus the initial offer that helped us to get Horizon down from their 8.95% rate increase to 1.5% composite rate increase. Which was comprised of a 3.8% decrease in the rates and 9.4% increase in prescription drug rates. So there is about an \$80,000 saving versus Oxford. The problem then becomes what are other networks like. Well it turns out the networks are comparable if they look at national utilization where Horizon is stronger and certainly where your employees are and your retirees probably have some nationalization, but the employees who are here in New Jersey the Horizon network is slightly better than the Oxford network. So what that leaves us with is the Oxford proposed at \$70,000 in savings but the network that might be slightly worse for employees in New Jersey . The State Health Benefits Plan I just want to mention that the Horizons savings versus the State were \$515,000 based on our initial assumption with the smaller than expected State increase the savings you are talking with Horizon are about \$400,000 over the next year. With that those are the highlights and we are recommending you renew with Horizon based on the very favorable results we had. I can answer any questions you have."

Chairman Cevalco stated, "I would like to notice Council President Mummolo who is with us here tonight."

4. Adoption of Directors' Reports

Comm. Curtis made a motion to adopt the Directors' Reports. Seconded by Comm. Fozman

AYES: Bayard, Fozman, Curtis, Cartine, Cevalco
NAYSE: None
ABSTAIN: None

5. APPROVAL OF MINUTES

June 27, 2015 Regular Meeting

Comm. Cartine made a motion to adopt the minutes of June 27, 2015. Seconded by Comm. Fozman.

AYES: Bayard, Fozman, Curtis, Cartine, Cevalco

NAYSE: None
ABSTAIN: None

6. CORRESPONDENCE

Chairman Cevasco advised, "We have two employees whose family members passed in the past month and they were sending their thank you notes for the help that we provided."

7. APPROVAL OF BILL RESOLUTION - *Commissioner Bayard*

Comm. Bayard read the Bill Resolution dated July 27, 2015 in the total amount of \$1,909,389.75 as follows:

Total Operating Vouchers:	\$	741,602.52
Total Payroll:		942,176.85
Total Capital Vouchers:		225,610.38
Escrow:		-
Total Bill Resolution	\$	1,909,389.75

Comm. Fozman made a motion to approve the Bill Resolution. Seconded by Comm. Curtis

AYES: Comm. Bayard, Fozman, Curtis, Cartine, Cevasco
NAYS: None
ABSTAIN: None

8. TREASURER'S REPORT - *Commissioner Cartine*

Comm. Cartine read the Treasurer's Report balances for the month ending June 30, 2015 as follows:

Unrestricted Funds:

Total Revenue Funds:	\$	11,723,464.61
Total General Funds:		3,652,914.77
Total Unrestricted Funds:		15,376,379.38

Restricted Funds:

Rate Projection Maintenance Fund:		3,276,160.62
Working Capital Fund:		462,854.21
NJEIT Processing Fund:		1,887,770.83
Series 2014A Project Bonds:		1,017,137.36
Series 2015A Project Bonds:		6,987,038.17
Total Bond Funds:		13,324,932.27
Total Other Restricted Funds:		1,556,911.53
Total Restricted Funds		28,512,804.99
Total of All Fund Accounts:		43,889,184.37

Comm. Cartine made a motion to approve the Treasurer's Report. Seconded by Comm. Fozman

AYES: Comm. Bayard, Fozman, Curtis, Cartine, Cevalasco
NAYS: None
ABSTAIN: None

10. DEVELOPER APPLICATIONS

9.1 Preliminary Applications - No Further Action Required - NONE

2170 Mr. Thomas & Mrs. Patricia Hadler, Minor Subdivision – 2017 Dune Avenue, NJ State Highway Route 35 NB & Dune Avenue, Preliminary, NFA, 2 Residential

Director Specht advised, "The first application is No. 2170, Thomas and Patricia Hadler. It is a minor subdivision at 2017 Dune Avenue on New Jersey State Highway Route 35 Northbound and Dune Avenue. This is a two lot subdivision. They are cutting the existing lot in half. The existing sewer service is from northbound Route 35 that will be used for the new home and a new sanitary sewer lateral will be installed off Dune Avenue for the existing home and I would recommend approval."

Comm. Curtis made a motion to approve this application. Seconded by Comm. Fozman

AYES: Comm. Bayard, Fozman, Curtis, Cartine, Cevalasco
NAYS: None
ABSTAIN: None

9.2 Other Applications

2167 Waterside Gardens at Brick, LLC c/o Joseph Feldman, VP, Preliminary & Final Site plan – Apartment Conversion & Clubhouse w/Pool, Ashby Drive, Finchley Drive & Schindler Drive, Preliminary, 1/Clubhouse, Residential

Director Specht advised, "Application No. 2167 is for Waterside Gardens at Brick. It is located on Ashby Drive, Finchley Drive, and Schindler Drive. It is a preliminary so they'll have to come back to us for final. There are 19 existing apartment buildings at Waterside Gardens and they are looking to convert 25 storage rooms into two bedroom apartments at these properties. They are also looking to demolish an existing maintenance building and in its place put in a 4,000 square foot clubhouse and a 2,000 square foot swimming pool. So I would recommend preliminary approval and they will come back to us for final approval."

Comm. Cartine made a motion to approve this application. Seconded by Comm. Bayard.

AYES: Comm. Bayard, Fozman, Curtis, Cartine, Cevalasco
NAYS: None
ABSTAIN: None

9.3 Release of Performance Bonds - NONE

11. UNANTICIPATED/EMERGENCY CAPITAL EXPENDITURES - NONE

12. CUSTOMER ACCOUNTS RECONCILIATIONS

Director Planko presented the following customer accounts reconciliations for the Board's approval and indicated that in all of these cases the repairs have been made and verified and the meters are in working order in all cases.

One Time Water and Sewer Credit

Account #10370407-1 50 Sunset Rd, Dovid Blumenkrantz. A One Time Credit is recommended in the amount of \$2,167.50 due to a toilet leak. The quarter in question rose to 311,000 gallons while the average usage is 11,000 gallons.

Sewer Credits

Account # 2314405-0 4 Falls Rd. Vincent Nebbia. A Sewer Credit is recommended in the amount of \$1,021.90 due to a Broken Pipe. The quarter in question rose to 131,000 gallons while the average usage is 1,000 gallons.

Account # 2395401-0 216 Helm Rd, Francesco Pontoriero. A Sewer Credit is recommended in the amount of \$1,278.34 due to a broken pipe. The quarter in question rose to 168,000 gallons while the average usage is 14,000 gallons.

Account # 2648008-0 271 Curtis Point Dr, Michael Geary. A Sewer Credit is recommended in the amount of \$ 2,632.40 due to a Burst Pipe. The quarter in question rose to 324,000 gallons while the average usage is 4,000 gallons.

Account # 10138407-0 490 Manchester Ave, Frances Fornarotto. A Sewer Credit is recommended in the amount of \$ 2,346.48 due to Broken Pipes. The quarter in question rose to 288,000 gallons while the average usage is zero gallons.

Account# 11936336-0, 486A Jason Place, Lechard. A Sewer Credit in the amount of \$ 1051.34 is recommended for a Broke Pipe Leak. The usage in question rose to 134,000 gallons while the average is zero gallons. The repair has been verified and the meter is in working order

Comm. Fozman made a motion to approve the customer accounts reconciliations. Seconded by Comm. Bayard

AYES: Comm. Bayard, Fozman, Curtis, Cartine, Cevalco
NAYS: None
ABSTAIN: None

13. CONTRACT CLOSE-OUTS - None

14. AUTHORIZATION TO EXPEND APPROVED FUNDS

a. Raw Water Pump House – Flood Barrier/Shield

Vendor: Trademark Hardware Inc.
Amount: \$8496.38
Funding Source: Account 715001A

Director Maggio advised, "We are requesting authorization to expend approved funds for the raw water pump house flood barrier and shielding. The vendor is Trademark Hardware. The amount is \$8,496.38. The funding source is account 715001A and this is a grant funded project and we will use our own forces to install these flood barriers which are going to be fabricated for the pump house."

Comm. Fozman made a motion to approve this action. Seconded by Comm. Bayard

AYES: Comm. Bayard, Fozman, Curtis, Cartine, Cevalasco
NAYS: None
ABSTAIN: None

b. Replacement of River Sonde

Vendor: OTT Hydromet
Amount: \$6,457.50
Funding Source: Account 799010

Director Maggio explained, "This is the replacement of our River Sonde. The vendor is OTT Hydromet. The amount is \$6,457.50. The account is 799010. River sondes are installed in the river on a continuous basis to monitor source water quality parameters and transmitting it to the operators so they can see and address changes in the surface water quality."

Comm. Curtis made a motion to approve this action. Seconded by Comm. Fozman

AYES: Comm. Bayard, Fozman, Curtis, Cartine, Cevalasco
NAYS: None
ABSTAIN: None

c. VueWorks Asset Management – Server Purchase

Vendor: Dell Direct
Amount: \$7,550.00
Funding Source: Account 910004

Director Maggio advised, "The Vueworks Asset Management Server Purchase. The vendor is Dell Direct. The amount is \$7,550.00. The funding source is account number 910004. We are looking for a separate server for the Vueworks Program so we can have it separated from our main business network because we do feel that there is some additional potential for vulnerability from cyber attack because we will be accessing this server using mobile devices which is inherent to the Vueworks program. So we are looking to separate it from our network."

Comm. Cartine made a motion to approve this action. Seconded by Comm. Curtis.

AYES: Comm. Bayard, Fozman, Curtis, Cartine, Cevalasco
NAYS: None
ABSTAIN: None

15. AUTHORIZATION TO SEND OUT BIDS, RFQ'S & RFP'S - None

16. EXEMPT SESSION

(Personnel, Contracts & Potential Litigation Only)

17. ADOPTION OF PERSONNEL ACTIONS

Comm. Curtis made a motion to approve the personnel items. Seconded by Comm. Fozman.

AYES: Comm. Bayard, Fozman, Curtis, Cartine, Cevalasco

NAYS: None

ABSTAIN: None

18. OLD BUSINESS

19. NEW BUSINESS

19.1 Requests to Utilize Reservoir

Director Specht presented the following Reservoir Special Use Requests.

- a. Organization: Visitation Conference St. Vincent de Paul Society
Description of Event: Walk to raise money for their charitable organization which helps the poor of the Brick community
Date: Saturday, September 26, 2015 from 10:00 a.m. to 2:00 p.m. (rain date Sunday, September 27, 2015 from 1:30 p.m. to 4:30 p.m.)
Special Needs: None
No. of Participants: 50
Contact: Dee Deturo
Event Status: 6th time (last time on September 29, 2013)

Comm. Fozman made a motion to approve this request. Seconded by Comm. Curtis.

AYES: Comm. Bayard, Fozman, Curtis, Cartine, Cevalasco

NAYS: None

ABSTAIN: None

- b. Organization: Ocean County Medical Center Association (OCMA)
Description of Event: Jogging for John" -- 5k walk/run to benefit the John James Dooros Memorial Fund affiliated and managed by the OCMA; previous memorial contributions and prior 5k walk/runs were used by the OCMA to help local children's needs and to purchase OMC recliners for family use on the OMC Oncology/Hospice floor
Date: Saturday, November 14, 2015 from 9:00 a.m. to Noon (set-up to commence upon Reservoir Opening; OCMA to provide 6-8 tables for registration, water bottles, breakfast food, etc.) (rain date Sunday, November 15, 2015)
Special Needs: Additional parking at church (standard)

No. of Participants: 200-250
Contact: Regina A. Dooros – Chairperson of OCMA
Event Status: 1st time

Director Specht advised that they do expect between 200-250 participants and he has confirmed with Dan Reilley it is not a problem to hand that amount of people.

Comm. Cartine asked, "I noticed they are going to have breakfast food there. Have we allowed that before?"

Director Specht advised, "Yes they have had food before, bagels and that type of stuff."

Comm. Cartine asked, "And they know enough to clean it up?"

Director Specht replied, "That is correct."

Comm. Fozman asked, "Do we take a down payment for any of these events so if they are having something like this and they don't clean up and we have to clean up."

Director Specht advised, "We have never done it in the past, but we can look into it in the future if you wish. But we have never had a problem."

Chairman Cevalco stated, "This particular person John Dooros was a teacher at Mid Streams and he taught all three of my kids. A very good teacher."

Comm. Curtis made a motion to approve this request. Seconded by Comm. Fozman

AYES: Comm. Bayard, Fozman, Curtis, Cartine, Cevalco
NAYS: None
ABSTAIN: None

19.2 Decrease in Initial Service Charges Water & Sewer

Chairman Cevalco stated, "Item 19.2 we will pull tonight because there have been some unanswered questions that need to be answered so we are just going to take that one off the agenda for tonight."

Director Specht asked, "Mr. Chairman can I hop into 19.2 since you have already pulled that one? I would like to discuss with the Board, I sent some emails out middle of last week and I sent this out to the Board late this afternoon but it is for the repair of the water main. We had a leak that developed on the 16" transmission main underneath the Metedeconk River adjacent to Route 70 between Lightning Jacks and Brennan's marine services. We discovered that leak last Sunday, the 19th and we were able to isolate the leak. There has been no impact to our system. This is a critical link between the north side of the town and the south side of the town and we do have some issues with other mains in town. We had a similar leak back in 2008 on the other farther west crossing between River Watch and Lightning Jack's which was repaired. During that repair we installed isolation valves which we did not have before which made the shut down of this leak quite easy. But I would recommend at this time that we move ahead to put a repair clamp on this leak. It worked on the last one

and I would say it is worth the investment. We got quotes from two divers. We requested a third quote from Caldwell. We did get a quote from Randive as well Walker Diving. Walker Diving performed the repair back in 2008 and they still have on their staff one of the divers that worked on the repair so they have the experience behind it. I have not used Randive before, but I have used Walker in a number of areas. I would recommend that we go with Walker Diving. His quote is slightly higher than Randive. He is at \$26,271 and Randive is at \$24,750. Again it is a nominal cost based on experience that they would have out there. I would recommend that we go with Walker Diving. It is under the bid threshold of \$40,000 with our QPA so the Board can authorize the expenditure of these costs. Right now I will take it out of operation, but I know that we do have an emergency account of \$500,000 that we carry in the budget for things of this nature. We have ordered the repair clamp. We three quoted that so it was about \$1,200 - not a big ticket item and not readily available. We should have it here by Thursday or Friday of this week. It is coming in from Seattle Washington. We will have it by Thursday or Friday of this week and I would recommend that if the Board approves it that we move ahead with the repair starting Monday of next week. Again there has been no impact to any of our customers. Everyone is still in service which is a good thing, but again it is a critical link between the north and south portions of the Township so I would recommend that we move ahead with the repair. Also I have ready to go out on the street with an RFP which I brought up at the last meeting which we are going to send to H2m to do a condition assessment of all our stream crossings. It is unfortunate that this happened at this time but again it is critical that we get this main back in service. That is where we are at and I appreciate your time on this."

Comm. Curtis asked, "When do we look at replacing this? Should we start looking at replacing it? This is the second time..."

Director Specht replied, "That is why we are doing this condition assessment to determine the extent of what has to be replaced. It is a 16" main. It is not an easy main to replace. We have a sewer main on one side and we have the water main in the middle and then we have Route 70 so it is a pretty tight area where we have to get through. There is technology out there now with directional drilling. We have done it under Kettle Creek with our force main that services the Bay Harbor. We have done that before. It is a big capital investment but it is probably the way we are going to wind up doing it. It is difficult now to get permitting to replace it in kind based on tidal area and that kind of stuff. I think we would wind up doing a directional drill. The only problem I envision out there is Lightning Jacks because they are the only and when you do a directional drill you go from one side to the other side but the problem is in the middle of that directional drill is probably about 50 to 60 feet underground just so you can swoop it up and level it out so we'd have to come up with some alternate service for Lightning Jacks so we can get them water. We are looking at that and that is what that RFP going out on the street is for to assess this and see what our next option is."

Comm. Curtis stated, "You are saying it's the second time on this 16?"

Director Specht replied, "It's the second time on the 16 different locations."

Comm. Curtis asked, "But it would be in the same drill if we drilled."

Director Specht replied, "That is correct and I would assume that is probably what we will do is directional drill or there is an option out there. Now they have cured in place type materials for water mains which they haven't had in the past, or possibly slip lining the water main also which would be a little cheaper. The only problem with the water main now is what's underneath the river bed is a steel

pipe and when it comes out it transitions back to ductile iron coupling. One of the problems with slip lining is that you have these 45's and you've got to slip line through so that could be difficult to do, but we'll look at that also. Maybe we would have to undersize the main a little bit to do it. I'm not sure but we will look at all the options."

Comm. Flynn asked, "I assume also you will prioritize the condition assessment with the engineer looking at it?"

Director Specht replied, "That is correct. This is going to the top of the list and it has been on the top of the list because it is a critical crossing. The other critical crossing I am looking at is one that is right by the raw water pump station that feeds the Chambers Bridge area. It is a 20" main that goes under the Metedeconk River so those are my two critical areas right now. I am looking at all stream crossings 12" and larger is what our main focus is right now. So this is a primary focus?"

Comm. Curtis asked, "Does it need an assessment is what I'm saying. You have two leaks on it wouldn't it be feasible to start looking at replacing it?"

Director Specht advised, "When I send the RFP out I will mention that we did have the second break and probably we should consider replacing it right away and doing the design for that. I have no problem doing that. The RFP has not gone out yet."

Comm. Curtis commented, "It is only going to get more expensive."

Comm. Fozman made a motion to go with Mr. Specht's recommendation to hire Walker.

Comm. Cartine asked, "Do we need a written resolution on that?"

Counselor Montenegro replied, "We could ratify the oral vote subsequent to the meeting."

Comm. Flynn asked, "Is there a question on giving it to the higher bidder?"

Director Specht replied, "Walker is slight higher by about \$1,500, but like I said based on his experience with us and Brick MUA and it is under \$40,000 I would recommend Walker."

Counselor Montenegro added, "The statute allows that if you have a QPA (qualified purchasing agent) under 40:11a-3 you can go up to \$40,000 as long as it meets the interest of the Authority. And here you have prior experience."

Seconded by Comm. Bayard

AYES: Comm. Bayard, Fozman, Curtis, Cartine, Cevalasco

NAYS: None

ABSTAIN: None

Director Specht replied, "Thank you."

Comm. Fozman stated, "Thank you for all the research you did on that."

Chairman Cevalco asked, "Do we have to do anything with the RFP that is going out?"

Director Specht replied, "I will take care of that. It will be basically a design scope."

20. RESOLUTIONS

64-15 A Resolution Renewing IMAX Insurance Agency as Broker of Record and Accepting the Horizon Blue Cross Blue Shield Rates Presented by IMAC

Director Planko advised, "Resolution 64-15 is for our health benefits based on the presentation that was giving to the Board by IMAC. Tom Ucko who is a very good insurance analyst threw a lot of numbers at you, but just a couple of pointers I want to mention again. Our total increase for the year is 1.5%. I believe that is the lowest percent I have seen over the past 12-15 years that we have been using them. Primarily for two reasons. Number one our claims to premium ratio was excellent this past year and number two when you do competitive bidding like we did and looked at other companies and prices you can use that as a bargaining chip to even get a lower rate which we did with Horizon bringing that rate down to 1.55. As far as the budget stands where these actual rates are well within our budget limits I anticipate with these rates taking into consideration our employee contributions which I estimate to be about \$415,000 for this year. Our total cost and prescription costs will come in at about 2.6 to 2.7 million. I reviewed this with our counsel and he reviewed all the paperwork and I recommend we pass this resolution."

Comm. Cartine made a motion to adopt Resolution No. 64-15. Seconded by Comm. Fozman

AYES: Comm. Bayard, Fozman, Curtis, Cartine, Cevalco

NAYS: None

ABSTAIN: None

Comm. Fozman stated, "I would just like to say something I think that one reason our increase is not that high is because our Safety Director has done a lot since he was put in place. I think he did a lot and the employees also being aware of the job experience they have lowered everything and accidents are lower."

65-15 Change Order No. 1 in the Amount of \$59,045.03 to Quad Construction Co. – Immediate Upgrades of Six (6) Wastewater Pump Stations and Two (2) Ejector Stations Flooded by Super Storm Sandy – Breton Road, Vanada Woods, Mantoloking Road, Fifth Street, Eastern Lane and Laurelton Wastewater Pump Stations and Eagle Point and Island Drive Ejector Stations; Contract No. 812003 from Contract Allowance Line Item No. 18 which Totals \$80,000.00

Director Specht advised, "This is Change Order No. 1 in the amount of \$59,045.03 to Quad Construction Co. It has to do with the upgrades of six wastewater pump stations and two ejector stations that were damaged during Super Storm Sandy. During the design stage we were awarded that we had to make changes to the electrical service into these buildings. We put an allowance in the bid of \$80,000 under Item No. 18 to either have the work performed by Jersey Central Power and Light or directly by our contractor. Through negotiations it is recommended at this time we go with Quad Construction and his electrical subcontractor to install the appropriate transformers. Again there is no increase in the contract amount since we did have the \$80,000 allowance in the contract so I would

recommend we move ahead with the changes. The five stations that are impacted are Breton Road, Eastern Lane, Fifth Street, Mantoloking Road and Vanada Woos and our engineer is taking a look at it and they are recommending that we move ahead with the award of this change order to Quad and their subcontractor."

Comm. Curtis made a motion to adopt Resolution No. 65-15. Seconded by Comm. Bayard

AYES: Comm. Bayard, Fozman, Curtis, Cartine, Cevalasco
NAYS: None
ABSTAIN: None

66-15 A Resolution for the Award of a Fair and Open Agreement with Maser Consulting PA in the amount of \$48,345.00 for Professional Engineering Consulting Services for the Design, Bidding, Award, Construction Administration/Management and Inspection for the Parkway Service Territory Additional Interconnections on Cherry Lane and Redbud Lane, the East Granada Drive Water Main Extension and the Winding River Lane Water Main Upgrade - Capital Project No. 715006

Director Specht advised, "66-15 is the award of a Fair and Open Agreement with Maser Consulting PA in the amount of \$48,345.00 for Professional Engineering Consulting Services for the Design, Bidding, Award, Construction Administration/Management and Inspection for the Parkway Service Territory Additional Interconnections on Cherry Lane and Redbud Lane, the East Granada Drive Water Main Extension and the Winding River Lane Water Main Upgrade. Funding is available under Capital Project No. 715006. The Board authorized staff to issue the proposal at the June 22nd Board meeting. I was able to get the proposal out on June 26th and Maser came in with their quote on July 8th and I would recommend approval."

Comm. Fozman made a motion to adopt Resolution No. 66-15. Seconded by Comm. Curtis

AYES: Comm. Bayard, Fozman, Curtis, Cartine, Cevalasco
NAYS: None
ABSTAIN: None

68-15 Award of Professional Services Agreement to CME Engineers for the Generator/Electrical Improvements and Disinfection Relocation Project

Director Maggio advised, "This resolution will award a professional services agreement to CME Engineers for the design and construction oversight of the Generator/Electrical Improvements and Disinfection Relocation Project at the William Miller Water Treatment Plant. The amount of the contract is \$791,915.00. Essentially they would be moving forward with the design that they presented at last month's meeting. It would be two separate projects. The first project would be the design and construction of the replacement of our generators and some of the ancillary electrical infrastructure and immediately following that they will go and bid for the relocation of our disinfection system which would be relocated to where our generators currently reside. As I think everyone realizes the generators particularly are an extremely important and critical project for us. We have all met with CME and have given them a very aggressive schedule that we expect them to comply with basically a final design for us to begin reviewing by the end of September because we think if we hold to that schedule we have a very good shot having this project completed by the end of 2016. That is a difficult thing to achieve but I

think we can do it because the generators themselves most likely have a lead time for delivery once they are ordered of at least six months. We are going to be working very hard to get this project in on time."

Comm. Cartine asked, "Is there a dollar number on this professional service award?"

Director Maggio replied, "We have actually been negotiating with CME on the proposal amount and the final negotiated amount is \$794,915.00. That is actually for separate projects. The generators themselves are for \$452,550 and the relocation of the disinfection system is \$342,365."

Comm. Cartine stated, "The break out on this thing here. I'm actually just referring to just the professional services."

Director Maggio advised, "That is what that is. That is the total for design and construction oversight."

Comm. Cartine asked, "And that didn't go out to bid?"

Director Maggio replied, "No. We moved forward and went directly to CME pretty much based on their excellent performance with the conceptual design project."

Comm. Cartine stated, "I don't know why we didn't send that out to bid? Can someone explain that to me other than the fact that of their exceptional experience in this area? Why wouldn't we seek bids? We are spending three quarters of a million dollars on this thing so why don't we bid this out?"

Director Maggio advised, "I believe the decision was to go directly to CME because pretty much we would be able to leverage the work that they had done on the conceptual design project."

Comm. Cartine asked, "How much did they get paid on the conceptual design project?"

Director Maggio advised, "Don't quote me but approximately \$31,000. So they will be moving from that project forward whereas had we brought another engineering design firm on board it is very likely they would have to in effect have to do their own work, review the conceptual design project, make modifications and that would definitely extend the schedule and project scope."

Comm. Cartine stated, "I can understand the fact that you have a cohesive system here in place, but having said that I would have liked to have seen some competitive bids on this project and then make a decision based on the fact that I can go back to CME because they are the ones that did the initial study, but I'm not sure that this number \$794,000 is a good number at all because I have nothing to compare it with. I have to tell you Mr. Chairman I oppose this resolution completely unless we sent this out to bids. If they come back with bids that are relatively close or not I still can make a better decision than I can tonight on the value of CME's engineering services. But I can't at this moment."

Comm. Fozman made a motion to adopt Resolution No. 68-15. Seconded by Comm. Bayard

AYES: Comm. Bayard, Fozman, Curtis, Cevalasco
NAYS: Comm. Cartine
ABSTAIN: None

69-15 Resolution rejecting Bids for Storm water Detention Basin Retrofit and proposed Bioretention Basin at Moses Milch Drive project.

Director Maggio advised, "This is kind of a repeat of our resolution from last month. This is a resolution rejecting bids for the storm water detention basin retrofit and proposed bio retention basin at the Moses Milch Drive project. If you recall at last month's meeting we also rejected the bids because we received bids that were well in excess of the grant budget for the project. We rebid and we got two bids one was the high bidder was again over the grant budget and the low bidder was significantly below the grant budget and that bidder withdrew his bid because there was a mathematical error in his bid. We need to rebid this project again and we are hoping that the lower bidder will bid again and give us the price that we expect will be within the grant budget. Of course if someone else comes in and bids lower that would be even better. We are in a position to advertise bids immediately and have them in place to review and definitely make another recommendation at next month's meeting."

Comm. Fozman made a motion to adopt Resolution No. 69-15. Seconded by Comm. Curtis

AYES: Comm. Bayard, Fozman, Curtis, Cartine, Cevalasco
NAYS: None
ABSTAIN: None

70-15 A Resolution Approving Task Order Change for H2M Engineers for Surveying for Campus Storm Water Improvements Project

Director Maggio advised, "This is a resolution approving task order change order for H2M Engineers for surveying for the campus storm water improvement project. Again as you recall last month we awarded this project to H2M. We have been talking amongst ourselves and the different departments about possibly having a broader survey of the campus done which would have sufficed for this project however that was significantly more than doing the survey just for this project so we have gone back to H2M and we will add to the scope of work for them to do surveying specific to this project."

Comm. Fozman made a motion to adopt Resolution No. 70-15. Seconded by Comm. Curtis

AYES: Comm. Bayard, Fozman, Curtis, Cartine, Cevalasco
NAYS: None
ABSTAIN: None

71-15 A Resolution for the Award of a contract of the Fleet and Equipment Storage Building.

Director Specht advised, "This is for the award of a contract for the Fleet and Equipment storage building to Jamali Developers who were the low bidders on the project for contract Number 604001. This is the rebid for the project. The scope has changed significantly, the Authority will be self-performing a number of tasks that are no longer included in this contract that is why the price has now come down to \$448,534.00. The contract has been reviewed by Ben and Nick Montenegro, as well as our engineer Ted Wilkinson of ARH Engineers and it is recommended that we move ahead with the low bidder for \$448,534.00."

Comm. Curtis asked, "Wasn't there some questions about the contractor here?"

Director Specht replied, "There were questions about the contractor, there were complaints but no formal investigation concerning wage rates. There were some complaints filed with the Department of Labor, but based on our review and Nick's review and Ben's review there is no formal complaint or disbarment so it would be difficult to throw them out. We did look at that."

Counselor Montenegro stated, "A complaint was filed with the Division of Hours and Wages and has not been resolved so there is no decision against this contractor and bidder. He is not disbarred, he is able to participate in contracts with governmental agencies and we have had no prior negative experience with them."

Director Specht advised, "I just want to let the Board know I did receive some emails. We are going with the "or equal" for the building. Barco Pruden is the building that was specced, the second guy came in with New Core built by Green Horizon and Construction out of Bayville which has a very good reputation for building these types of buildings and New Core is in the top two for pre-engineered buildings in the County so it meets or exceeds the Barco Pruden product."

Comm. Flynn asked, "Isn't there a significant difference in the warranty also?"

Director Specht replied, "Yes, the warranty they had for New Core is a 20 year warranty. Barco is a 10 year and would cost you more money to get to the 20 year. We did have some feedback from Building Design Services today on some emails. Obviously they are not too happy that we didn't select the Barco Pruden but based on our review and the consultants review the New Core is equal or better than the Barco Pruden so I would recommend we move ahead with that."

Comm. Bayard made a motion to adopt Resolution No. 71-15. Seconded by Comm. Curtis

AYES: Comm. Bayard, Fozman, Curtis, Cartine, Cevasco
NAYS: None
ABSTAIN: None

Chairman Cevasco stated, "At this time I would like to take a moment, as the Commissioners know tonight will be the last night for Comm. Olsen. She is moving to Pennsylvania and it is Pennsylvania's gain and our loss and I thank you for your service for the last year, and the great work that you have done especially with the employees and all the effort you have put forth for the good of the Authority and the citizens of Brick."

21. PUBLIC DISCUSSION

Mr. Martin McDermott of 100 Northrup Drive addressed the Board regarding the residents of Burnt Tavern Manor and their current water bill situation. He indicated we were not treating them fairly because we do not read their meters, or take care of the pipes in the ground or send out bills. He asked the Board to make some consideration for this and presented a chart showing how the water fees in Burnt Tavern Manor have increased over the past several years. He indicated that there are many residents who do not pay their water bills and/or overage charges and that unfortunately that amount must then be shared by the entire community. He indicated that at the present time each resident is being assessed \$240 in addition to make up for the deficit in the excess water.

Ms. Mary Ann Butler of 306 Van Zile Road echoed Mr. McDermott's concern in regard to the issue at Burnt Tavern Manor and indicated that she has discussed the matter with Director Lacey at length on several occasions. She indicated that she understands the issue in so far as why the community is metered the way it is however, installing individual meters is not an option since it is a financial impossibility for each resident to pay in excess of \$3,000. She indicated that her group is out of options and would request that the Board try to help them in some way with this hardship."

22. COMMENTS FROM COMMISSIONERS, PROFESSIONALS & STAFF

Comm. Olsen expressed her thanks for her time here at the Authority and stated that it is a very good and well run organization. She wished everyone continued success and thanked the Authority for a wonderful experience serving on the Board.

The remainder of the Commissioners and staff expressed their best wishes to Comm. Olsen.


23. CLOSING STATEMENT

Ms. Sylvester advised that *"The next Regular Public Meeting will take place on Monday, August 24, 2015 at 7:00 p.m. All meetings take place in the Main Conference Room of the Authority's Administration Building located at 1551 Highway 88 West.*

24. ADJOURNMENT

There being no additional business to discuss and on motion duly made and all in favor the meeting adjourned at 8:03 p.m.

Respectfully submitted,


James C. Bayard, Authority Secretary

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