

EAWA BOARD MEETING MINUTES
October 10, 2016 - 6:30 PM

1. CALL TO ORDER:

The EAWA Board meeting was held in the Meeting Room at 211 W. Hummelstown St. and was called to order at 6:30 P.M. by Dr. C. Dale Treese. Members present: Keith Murphy, Rich Sheidy, and Jeff McCloud. Absent: Rick Erb and Chuck Brewer. Also present were George Alspach, Solicitor; Del Becker, Authority Manager and Michele Powl, Administrative Clerk. Members of public: None.

2. PLEDGE OF ALLEGIANCE TO THE FLAG:

3. PUBLIC COMMENT: None.

4. APPROVAL OF PREVIOUS MINUTES:

Action: “That the Board approves the WS Meeting Minutes of 9/7/16, Board Meeting Minutes of 9/12/16, and Special Meeting Minutes of 9/17/16 as presented.”

Motion: K. Murphy **Second:** J. McCloud **Approved**

5. REPORTS:

a. Manager’s Report:

Distribution of Draft 2016 Budget – Becker distributed the draft copy of the 2016 Budget for review at the 11/2/16 meeting. Becker noted he received the rate quote for health insurance from Benecon for next year. He said if EAWA had maintained the same plan the rate would have increased by 9% (\$15K). Becker said the new high deductible HSA plan allows EAWA to maintain the increase of 3% and includes a provision for providing “seed money” to the HSA for the employees. Becker noted the figure in the draft budget covers the premium and the “seed money.” Sheidy asked Becker to explain the “seed money.” Becker said there is a \$2,000 deductible for an individual and a \$4,000 deductible for a family. Becker said the previous plan had no deductible and to offset the impact to the employees EAWA is imposing a two-prong approach by reducing the amount the employee contributes from their paycheck and providing “seed money” to offset the deductible amount. Becker said most plans that are switching to this type of plan are providing some level of “seed money.” Murphy asked Becker if he can provide the cost savings for each employee. Becker said yes. Becker said the advantage of the HSA is it is portable. Becker noted some participants within the Benecon plan are going to see increases as high as 20% and companies outside of the Benecon plan will see increases anywhere between 20% and 40%. Becker mentioned that if EAWA has a good plan year and money is returned, a portion of that money could be used the following year for “seed money.”

Becker stated he spoke to Chris Gibbons, Concord Financial and he pointed out that the first period the bonds could be recalled is February 2017. Becker said Gibbons has been looking at different scenarios as to whether or not it is beneficial to call and reissue the bonds. Gibbons will continue to monitor.

b. **Operations Manager's Report:** None.

c. **Public Works Director's Report:** None.

d. **Engineer's Report:** None.

e. **Financial Reports:**

i. Paid Bills Detail (Operating Fund) (9/26/16) distributed with package (\$97,411.72 for balance);

ii. Paid Bills Detail (Capital Fund) (9/26/16) distributed with package (\$10,000.00) for balance);

iii. Statement of *Operating* Revenues & Expenditures for period of SEP YTD, distributed with package. Income: \$3,109,140.12 (inc. fund balance), Expenditures: \$1,627,298.94 (inc. debt principal & interest);

Action: "That the Board accepts the SEP Operating Statement of Revenues & Expenditures (Actual vs. Budget), and Capital Fund Report."

Motion: J. McCloud **Second:** K. Murphy **Approved**

Sheidy asked if the column titled "Budget" could show year-to-date instead of the end of the year figure. Becker said that is the way it is set up in Quickbooks, and our accounting firm has been assisting since Grace Miller's departure, and we are looking at breaking it down by month.

6. **UNFINISHED BUSINESS:** None.

7. **NEW BUSINESS:** None.

8. **BILLS PAYABLE:** Refer to Unpaid Report;

Action: "That the Board pays bills listed on the statement of Unpaid Operating Fund Bills Detail totaling \$35,076.14 (10/10/16) and Capital Fund Detail \$351.90 (10/10/16)."

Motion: K. Murphy **Second:** R. Sheidy **Approved**

9. **BOARD MEMBER'S REMARKS:** Murphy stated it is great to have Becker here.

10. **EXECUTIVE SESSION:** None.

11. **ADJOURN:** 6:50 PM

Action: "That the Board adjourns the regular meeting."
Motion: R. Sheidy **Second:** J. McCloud

Approved

Respectfully submitted,

D. Becker, Authority Manager

Approved at 11/14/16 Meeting