

A meeting of the Board of Directors of the Municipal Authority of the Borough of Portage was held on Thursday, May 5, 2016, at 7:00 p.m., in the Conference Room at 606 Cambria Street.

Those in attendance were:

Mark Stancovich, Chairman
John Gartland
Steve Koval
Dave Miorelli
Jerome Yetsko

Also present were: Ron Cadwallader, Supervisor; Joe Beyer, The EADS Group; Ron Portash, Mainline Newspapers; Mike Jubina, Resident; and Scott Randall, Scagburners Snowmobile Club.

I. CALL TO ORDER

Mr. Stancovich, Chairman, called the meeting to order at 7:00 p.m., which was followed by the Pledge of Allegiance and Roll Call.

II. RECOGNITION OF GUESTS

Mr. Stancovich recognized Mr. Portash, Mainline Newspapers.

Mr. Stancovich then recognized Mr. Jubina, who stated that he had nothing to bring before the Board.

Mr. Stancovich recognized Mr. Randall. Mr. Randall commented that he was present at the meeting representing the Scagburners Snowmobile Club. He indicated that the Club is requesting an updated agreement of the current agreement that they have with the Authority. Mr. Randall explained that the Pennsylvania Snowmobile Association (PSA) will provide monies to the Club if the Club can prove that they groom the trails. The Club currently has two snowmobiles that have drags on them that are used to groom the trails. Mr. Randall pointed out that each member of the Scagburners Snowmobile Club pays a registration fee; and those fees are sent to the PSA. The PSA then divides up those funds and provides the funds to the Club for grooming the trails. In order for the Club to be eligible for the monies, they have to have a contract signed by the Authority.

Mr. Randall indicated that he understands that there was a concern by the Authority relative to the agreement that was presented to be signed. Mr. Cadwallader explained that the change being requested was that of a requirement of a \$250,000 liability policy. Mr. Randall replied that, as a group, the Club cannot afford to purchase a \$250,000 liability policy; and it is not an easy thing for the Club to obtain. Mr. Randall explained that the groomers and the snowmobiles rarely enter the Authority's property. The Club does enter the Sossong property and a little bit toward Blue Knob; and when they do go toward PJ's, they do enter a small piece of the Authority's property. Mr. Randall emphasized that it is a rare instance that the grooming sled is on the Authority's property. He noted that, if the stumbling block is the requirement for the liability policy, he is not sure he can have this resolved with the funds that the Club has. Mr. Stancovich indicated that the requirement for the liability policy was a recommendation of the Authority's Solicitor who is not present at the meeting this evening. Mr. Randall noted that he was present at the meeting to explain the situation; and he just wanted the Board to understand that the Club does not have the funds to meet the request. When monies are received from the PSA, the Club uses the funds to purchase equipment, etc. Mr. Stancovich thanked Mr. Randall for being present at the meeting; unfortunately, the Board cannot make a decision in the

absence of the Solicitor. Mr. Stancovich stated that the Authority will be in touch with Mr. Randall once the matter can be discussed with the Solicitor.

Mr. Randall departed from the meeting at this time.

III. CORRESPONDENCE

Mr. Stancovich noted that there was no correspondence received to be presented to the Board.

IV. APPROVAL OF MINUTES

ON MOTION OF MR. KOVAL, SECONDED BY MR. GARTLAND, THE BOARD UNANIMOUSLY AGREED TO DISPENSE WITH THE READING OF THE APRIL 7, 2016 MINUTES BEING THAT THEY WERE DISTRIBUTED IN WRITTEN FORM AND UNANIMOUSLY ACCEPTED THE MINUTES AS PRESENTED. BOARD MEMBERS VOTING AFFIRMATIVELY INCLUDED MR. STANCOVICH, MR. GARTLAND, MR. KOVAL, MR. MIORELLI AND MR. YETSKO.

V. AGENT'S EXPENDITURES

No Agent's expenditures to be presented.

VI. INVOICES

Cambria Mailing Services, Inc.	\$ 78.59
CMPA	1,000.00
Ebensburg Office Supply	178.97
Environmental Service Laboratories, Inc.	240.00
FWF Insurance Agency, Inc.	2,051.00
Hach	2,246.28
John Gartland	50.00
L/B Water Service, Inc.	4,336.23
Link Computer Corporation	310.00
Mark Stancovich	50.00
Mary L Elchin	180.00
New Enterprise Stone & Lime Co. Inc.	1,002.90
Nipers Auto Repair	285.00
Peoples Natural Gas Company	85.86
Portage Auto Parts	106.86
Portage Service Center	810.65
Ray Oil & Gas Co.	1,612.07
RDM – Johnstown LLC	170.00
Ronald J Cadwallader, Jr	20.00
Ross Valve Mfg, Co.	1,332.63
Sharon Squillario	50.00
Stager's Store	667.79
Stephen Koval	50.00
Tri State Instruments	819.40
Verizon Wireless	159.74
Visa – 1 st Summit	199.08
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	\$18,093.05

Paid Bills

PA-AWWA	50.00
Michael Barton	221.33
Portage Planning Commission	55.00
Portage Township	55.00
Comcast	290.69
DEP	70.00
Highland Sewer & Water Authority	157.36
Highmark Blue Shield	7,312.08
Mike Boring	100.00
PA One Call System, Inc.	102.87
Penelec	1,711.43
Peoples Natural Gas Company	178.50
REA Energy Cooperative Inc.	1,159.02
Aflac	226.22
JC Ehrlich Co Inc.	159.00
Pro Disposal, Inc.	142.00
Sheetz Fleet Service	198.77
Staples	137.97
Verizon	437.17
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	\$12,764.41

ON MOTION OF MR. KOVAL, SECONDED BY MR. GARTLAND, THE BOARD UNANIMOUSLY AGREED TO ACCEPT AND PAY INVOICES IN THE AMOUNT OF \$56,313.37 (REGULAR BILLS, \$18,093.05; PAID BILLS, \$12,764.41; PennVEST, \$3,896.36 AND \$5,508.55; USDA, \$16,051.00). BOARD MEMBERS VOTING AFFIRMATIVELY INCLUDED MR. STANCOVICH, MR. GARTLAND, MR. KOVAL, MR. MIORELLI AND MR. YETSKO.

VII. TREASURER'S REPORT

ON MOTION OF MR. YETSKO, SECONDED BY MR. GARTLAND, THE BOARD UNANIMOUSLY AGREED TO DISPENSE WITH THE READING OF THE APRIL 2016 TREASURER'S REPORT AS IT WAS PREVIOUSLY DISTRIBUTED IN WRITTEN FORM AND UNANIMOUSLY ACCEPTED THE REPORT WITH A BALANCE OF: BEGINNING CASH, \$1,465,774.95; CASH IN, \$216,251.21; CASH OUT, (\$209,922.83); ADJUSTMENT (INTEREST/MISC.), \$0; ENDING CASH, \$1,472,103.33. BOARD MEMBERS VOTING AFFIRMATIVELY INCLUDED MR. STANCOVICH, MR. GARTLAND, MR. KOVAL, MR. MIORELLI AND MR. YETSKO.

VIII. SUPERINTENDENT'S REPORT

Mr. Stancovich noted that Mr. Cadwallader's report was distributed to the Board members prior to the meeting; and he asked the Board if there were any questions regarding the report.

As it relates to the action taken by the Board at the last meeting relative to the \$300 contribution to be made to the Portage Area Historical Society, Mr. Cadwallader explained to the Board that the \$600 monthly payment that was being paid by the Historical Society did include the sewer charges of approximately \$150. The Board had made the decision to make a donation of 50%

of the Historical Society's monthly bill; however, that monthly bill did include both water and sewer.

MR. KOVAL RESCINDED THE MOTION THAT HE MADE AT THE LAST MEETING TAKING ACTION ON THE ABOVE; AND MR. GARTLAND RESCINDED HIS SECOND OF THE MOTION.

ON MOTION OF MR. KOVAL, SECONDED BY MR. GARTLAND, THE BOARD UNANIMOUSLY AGREED TO MAKE A CONTRIBUTION OF \$150 THIS YEAR TO THE PORTAGE AREA HISTORICAL SOCIETY, WHICH IS THEIR BASE ANNUAL WATER BILL EXCLUDING THE SEWER CHARGES. BOARD MEMBERS VOTING AFFIRMATIVELY INCLUDED MR. STANCOVICH, MR. GARTLAND, MR. KOVAL, MR. MIORELLI AND MR. YETSKO.

Mr. Cadwallader stated that he wanted to discuss with the Board the upcoming Blue Knob run. Representatives from Blue Knob were to be present at this evening's meeting to talk with the Board. Mr. Cadwallader stated that tomorrow it is predicted that we are going to get a lot of rain; and as of the current time, there have been no repairs made to the trails by Blue Knob. Therefore, Mr. Cadwallader commented that it is his suggestion that Blue Knob not be permitted to have their run on Saturday, May 7 on the Authority's property. Mr. Stancovich pointed out that a stipulation of the Authority's signing the agreement was that a representative from Blue Knob was to be present at the meeting this evening. Mr. Yetzko questioned how notification would be made, to which Mr. Cadwallader replied that he would make the notification via a telephone call tomorrow. Mr. Yetzko questioned what we will do if they do enter the Authority's property for the run. Mr. Jubina informed the Board that Blue Knob approached another landowner who is very upset as well. The landowner agreed to sign the agreement with Blue Knob this time; however, if repairs are not done, the landowner will not sign again. Mr. Stancovich stated that we had trouble last year where the trails were not taken care of, there was garbage left everywhere, etc. He stated that, after that instance, the Board requested that someone from Blue Knob be at the Board meeting prior to the run and before any agreement would be signed.

Mr. Stancovich pointed out that no representative from the Blue Knob Fire Company was present; and Mr. Barton was to ensure that someone from Blue Knob was to be present at this evening's meeting. Mr. Cadwallader pointed out that Blue Knob was informed that they were to have someone present at the meeting once a year in order to keep in contact with the Board and to have a new agreement signed. He stated that basically the liability is taken off of the Authority because the Authority did not sign the agreement for the run; and if they are on the Authority's property, it would be at their own risk. Mr. Koval commented that, if Blue Knob enters the Authority's property, they would actually be trespassing. Mr. Cadwallader emphasized that this is affecting the Authority more than it is worth in that it is affecting the watershed by the paint on the trees, the garbage being left, mud running into the surface water where it cannot be used, etc. Mr. Stancovich pointed out that we do not like to get rid of benefits for the local people by not allowing the run to take place, but we need to address the matter somehow. Mr. Cadwallader stated that the Authority has met the requests of Blue Knob numerous times. Mr. Miorelli commented that the concerns are not being addressed. Mr. Jubina pointed out that there is no dirt available to put back into the areas that are eroded.

Mr. Cadwallader stated that the Authority should really not sign the agreement with Blue Knob if we are not going to allow them to have the run; and Blue Knob should still be held liable to go in and clean up the trails where necessary. Mr. Stancovich agreed, stating that the Authority did have an agreement with Blue Knob previously that was not fulfilled. Mr. Koval stated that, if

Blue Knob is planning on holding the run on Saturday, a telephone call should be made informing them of the Board's decision and telling them that they need to clean up the damage from last year. Mr. Cadwallader commented that Blue Knob should have never advertised the run until they had the agreement signed with the Authority. Mr. Stancovich emphasized that Blue Knob was given notice that they were to have a representative present at this evening's meeting.

Mr. Koval commented that, if Blue Knob has the run, they can do so but not on the Authority's property; and if it is held, there should be consequences for entering the Authority's property. Mr. Stancovich expressed his opinion that the Authority not sign the agreement and that Mr. Cadwallader inform Blue Knob that the run cannot take place on Saturday.

ON MOTION OF MR. GARTLAND, SECONDED BY MR. YETSKO, THE BOARD UNANIMOUSLY AGREED NOT TO SIGN THE AGREEMENT FOR THE BLUE KNOB QUAD RUN. BOARD MEMBERS VOTING AFFIRMATIVELY INCLUDED MR. STANCOVICH, MR. GARTLAND, MR. KOVAL, MR. MIORELLI AND MR. YETSKO.

Mr. Cadwallader commented that, if Blue Knob holds the run, it will be at their own risk because they do not have the Authority's permission to be on the Authority's property. Mr. Yetsko questioned what would happen if Blue Knob goes on the Authority's property anyway, to which Mr. Cadwallader replied that there would be no way to stop them. Mr. Koval stated that, if they do, we may be able to take action against them because it would be considered trespassing. Mr. Stancovich noted that, if they are planning on having the run, they will be laying out the trail tomorrow. Mr. Cadwallader stated that he would make the telephone call to Blue Knob first thing in the morning.

As it relates to the summer help, Mr. Cadwallader informed the Board that Cody Randall and Caleb Kephart will be returning this summer. Both worked for the Authority in the past, and both were exemplary employees and have the necessary experience.

Mr. Cadwallader reported that Kukurin was sent the bills for the repairs to the lines; however, to date, payment has not been made. He requested that the Board authorize Attorney Barbin to send a letter to Kukurin relative to nonpayment of the bills. Mr. Koval questioned what the total amount would be, to which Mr. Cadwallader replied that there were approximately five bills sent, and there has been no response received since the beginning of April. Mr. Koval commented that over 30 days past due should be a reasonable time to respond. The Board agreed that a letter should be sent from Attorney Barbin to Kukurin.

Mr. Cadwallader informed the Board that a resident, Mr. Don Burnett, has a garage and is dumping fill in the area to build it up. Mr. Cadwallader asked Mr. Burnett not to fill it up to the Authority's water line because the Authority has a right-of-way through the area. Mr. Burnett has indicated that he was only placing two to three feet of fill in the area; however, it has now become 10 – 12 feet deep of fill over the water line. Mr. Cadwallader requested that a letter be sent to Mr. Burnett expressing the Authority's concerns. Mr. Stancovich pointed out that Mr. Brian Cadwallader discussed this with him; and there is a potential of being up to 20 feet of fill. Mr. Cadwallader noted that this is a concern because we would not have the shoring to go in to fix anything if there is a concern with the water line. Mr. Beyer commented that perhaps we could request the resident to remove the fill, to which Mr. Cadwallader replied that he did discuss the matter with Mr. Burnett but was not successful.

ON MOTION OF MR. KOVAL, SECONDED BY MR. YETSKO, THE BOARD UNANIMOUSLY AGREED TO AUTHORIZE ATTORNEY BARBIN TO INITIATE THE LETTERS AS DISCUSSED ABOVE TO KUKURIN FOR NONPAYMENT OF BILLS SENT TO THEM FOR REPAIRS, AS WELL AS THE COMMUNICATION WITH MR. BRUNETT AS DISCUSSED ABOVE. BOARD MEMBERS VOTING AFFIRMATIVELY INCLUDED MR. STANCOVICH, MR. GARTLAND, MR. KOVAL, MR. MIORELLI AND MR. YETSKO.

As it relates to the land swap with the Ambulance Association and the pipe yard, Mr. Cadwallader informed the Board that, when he talked to Mr. Cooney, he wanted no gaps in the property between the last residence and to where the Authority is going. Mr. Cadwallader noted that the last residence up has on the piece of property that would be the Authority's a shed, bushes, etc. Mr. Cadwallader questioned what the Board wanted to do; i.e., does the Authority want to move into that person's property, or should we check with the resident to see if he would take care of that piece of property. Mr. Koval questioned taking care of it in what way, to which Mr. Cadwallader replied that we would question the resident whether he wanted to purchase the piece of property. If we take our fence over, it is going to be about 10 feet away from his house. Mr. Stancovich stated that he would think we should give the resident the option to purchase the property; and if he/she does not, then the shed would have to be moved.

Mr. Cadwallader informed the Board that it will end up that the Authority's piece of property will be 1.353 acres, which is going to be a good piece of property and will allow for expansion as well. He requested of the Board that he be permitted to obtain quotes for installation of fencing on the property. The Board agreed that Mr. Cadwallader move forward on obtaining three to four quotes on the installation of the fencing.

Mr. Cadwallader reported that the Ambulance Association has been in contact with Attorney Barbin; and Attorney Barbin will be assisting in completing all of the paperwork for the land swap.

Mr. Stancovich commented that he had talked with Mr. Beyer previously relative to a right-of-way into the property. Mr. Beyer commented that the Authority would need to contact the Township to ensure that the cul-de-sac is recorded as that of the Township. This is important in that in ten years if Cooney decides to sell the property and it is not recorded, the Authority may not have access to the property. Mr. Beyer stated that Mr. Brown is willing to assist in this regard; and the Township would have to have their Solicitor involved in order to write up the deed restriction. Mr. Cadwallader stated that he would meet with the Township tomorrow.

Mr. Miorelli questioned if we will have to worry about any flood insurance, to which Mr. Cadwallader replied negatively in that we will not be constructing a building. He explained that if you stand on top of the mound where the Authority is going to be, the creek is at least 10-12 feet down in the valley.

Mr. Cadwallader noted that he has a request from the plant employees. There is a problem with the dialer; and all of the security systems we had put in place at the plants are starting to get old and are wiping themselves out. Mr. Cadwallader explained that we will not be able to do the well project now because of all of the rain; and we should really look at the winter months for this project. Therefore, what the plant employees would like to do is take some monies that were budgeted for the well project, hold the well project off until January/February, and then take the monies to place against taking care of the security system. Mr. Stancovich questioned if we would then rebudget the monies that were designated for the well project, to which Mr. Cadwallader replied affirmatively. Mr. Cadwallader stated that the security system project would

be less than \$10,000 for the cameras; so we could take \$10,000 of the \$20,000 that was budgeted for the well project and carry over the remaining \$10,000 until next year. Mr. Stancovich questioned if this would be for the Martindale plant, to which Mr. Cadwallader replied that it would be for both plants. He shared information on what the employees were requesting. It would include cameras for the outside toward the clear wells, etc. Mr. Cadwallader commented that we keep having problems with quads in the area, so the cameras would be able to address that concern.

Mr. Beyer questioned if they are motion-activated cameras, to which Mr. Cadwallader replied affirmatively. Mr. Yetsko questioned how long we have needed the new security system, to which Mr. Cadwallader replied that we had upgraded some before; it was proposed for the current budget year, but because of the money situation it was not included. Mr. Yetsko indicated that, since we do have the money to address it, we should move forward.

Mr. Stancovich reminded Mr. Cadwallader to please ensure that the gate at Martindale needs to be shut at all times for security reasons. Mr. Stancovich stated that he has come past the area numerous times and the gate is open to the plant. Mr. Cadwallader replied that he has addressed this with the employees.

ON MOTION OF MR. YETSKO, SECONDED BY MR. GARLAND, THE BOARD UNANIMOUSLY AGREED TO PROCEED WITH THE REQUEST TO HAVE THE SECURITY SYSTEM INSTALLED AT BOTH PLANTS, WITH THE FUNDS BEING TAKEN OUT OF THE BUDGETED MONIES FOR THE WELL PROJECT. BOARD MEMBERS VOTING AFFIRMATIVELY INCLUDED MR. STANCOVICH, MR. GARTLAND, MR. KOVAL, MR. MIORELLI AND MR. YETSKO.

Mr. Cadwallader commented that any monies left over from the \$10,000 would be placed back into the budget for the well project. He noted it will be much easier to do the well project in the winter months because then we can be on the surface water when there is less usage.

Mr. Stancovich stated that Mr. Brian Cadwallader had approached him relative to the hoe hammer that was not budgeted. Mr. Ron Cadwallader pointed out that that it was proposed for the budget but was not passed through. He indicated that the only three things that were passed through were the watershed property, the Martindale spillway, and the Benscreek well cleaning. Mr. Stancovich pointed out that we had put \$70,000 in the budget for the reservoir; and the hoe hammer was included as part of the \$70,000. Mr. Cadwallader agreed, indicating that this was placed with the \$70,000 because we were looking at doing the apron in that area. Mr. Stancovich suggested that the hoe hammer be purchased before we actually need it and we do not have it. Mr. Yetsko questioned what the cost was, to which Mr. Cadwallader replied that it is \$14,200. He explained that this is a jackhammer that is placed on the back of the excavator. Mr. Stancovich stated that we really could have used this piece of equipment on the Cemetery Road project, to which Mr. Miorelli commented that it could have been used on Grant Street as well. Mr. Miorelli questioned if this will show as a deduction from the spillway project, to which Mr. Stancovich replied affirmatively.

Mr. Stancovich noted that Mr. Cadwallader should move forward with the purchase of the hoe hammer. A motion is not required by the Board because it is a budgeted item.

IX. ENGINEER'S REPORT

Mr. Beyer commented that a copy of the Engineer's Report was distributed to the Board prior to the meeting.

As it relates to the Martindale transmission line, Mr. Beyer reported that he will get the change order prepared and the final pay request for presentation at the next meeting.

Mr. Beyer indicated that EADS started surveying for the as built and locating lines. The Jamestown area is complete and they are starting near RD's. Mr. Cadwallader pointed out that when EADS located at McCrush's on Plane Road, they located the valve that went down the alley instead of the one at McCrush's. Mr. Beyer commented that some of the things were picked up earlier. Mr. Beyer indicated that EADS started at RD's and got up past the Highland vault. In the next couple of weeks, the project should be completed.

On the CDBG project, Mr. Beyer did contact Mr. Custer and has left several messages. Mr. Cadwallader reported that he received an email from the Pittsburgh based DEP. The construction part of the Cemetery Road permit was going to run out; and Mr. Cadwallader did extend it for one year. The permit on the CDBG project was also coming up for extension; and Mr. Cadwallader explained to DEP what had come up on the money situation, etc.. Therefore, DEP granted a one year extension on this as well. Therefore, if any grant monies come through, we will be good to go.

Mr. Miorelli questioned the status of the Koban request on Cemetery Road, to which Mr. Cadwallader replied that we have not gotten back up there yet, but it will be taken care of and we will be running a 1-1/2 – 2" line in that area to catch two residences.

As it relates to the Martindale spillway, Mr. Beyer commented that he has not done anything with the feasibility study as yet; but when it is complete, he will be bringing it to the Board for review.

X. SOLICITOR'S REPORT

Mr. Stancovich commented that Attorney Barbin was not present at the meeting; however, he had submitted a copy of his report prior to the meeting.

Attorney Barbin stated in his report that he is following up with Mr. Lambrusco in a letter requiring the price for the property to retain the timber on the property in follow-up of the Forester's recommendation that leaving the timber stand on the property for a few more years would greatly increase its value. In addition, as it relates to the land swap, Attorney Barbin prepared the deed for the Ambulance Association for the existing pipeyard; and he spoke with Attorney Neugebauer on when the conveyance of the alternate parcel will be completed. The plan is to exchange deeds simultaneously to complete the deal.

XI. FORESTER'S REPORT

Mr. Barton was not present.

Mr. Cadwallader stated that he does know that they moved into the other cut. Mr. Claar still has some scrag logs that will be taken to the paper mill. Mr. Claar is pretty close to being completed.

Mr. Cadwallader commented that he made contact with Mr. Beck relative to planting of the trees discussed at the last meeting to be obtained from the Game Commission. We will be obtaining 50 white oak and 50 black oak; and Mr. Beck does have some extra tubes from the last planting as well as students to assist in the planting. This will give us about 300 oak trees that have been planted over the last two years. Mr. Jubina stated that some of the tubes are falling down from the trees that were previously planted, to which Mr. Cadwallader replied that he would check into this.

XII. UNFINISHED BUSINESS

- 2014 CDBG Grant

Discussed earlier in the meeting. Project ongoing.

- Employee Issues

No employee issues to be presented to the Board.

- Cemetery Road Project

Discussed earlier in the meeting.

- Portage Area Historical Society

Discussed earlier in the meeting.

- Scagburners Snowmobile Club

Discussed dearly in the meeting. Will be discussed when Attorney Barbin is present at the next meeting.

- Blue Knob Poker Run

Discussed early in the meeting.

XIII. NEW BUSINESS

- Kukurin Invoices

Discussed earlier in the meeting.

- Case Warranty

Mr. Cadwallader apprised the Board that the warranty for the Case excavator is due to expire on May 20. Case has provided quotes on the cost of renewal of the warranty. The premier warranty, which would cover basically everything (same as the original warranty when it was purchased), has two options; i.e., 4,000 hours or five years, whichever comes first, \$3,252; and 3,000 hours or three years, whichever comes first, \$1,450. Mr. Cadwallader pointed out that if you beak it out, the first option for \$3,252 per year would be \$650 per year; and it covers the engine, drive motor, hydraulics, etc. Mr. Cadwallader contacted the representative from Case relative to some questions on the warranty. He explained that, if the computer would go out, it

would be covered (if we did not have the warranty, the computer itself would be \$6,000). The only item not included is the representative's travel time. Mr. Cadwallader noted that one other quote includes the power train and hydraulics; and another covers only the power train but not the electronics. He emphasized that the premier quote as noted above would include everything.

Mr. Stancovich noted that we would have to decide on either a five year or three year. Mr. Yetsko questioned if this was budgeted, to which Mr. Cadwallader replied that it was not. Mr. Stancovich stated that we would definitely not hit the number of hours on either the five years or the three years. Mr. Cadwallader commented that at this time, we do not have the number of hours on the equipment to get the first oil change; we have not had any major concerns with the equipment to date and everything thus far has been covered under the warranty.

Mr. Koval questioned where we will obtain the money in the budget for the warranty. Mr. Cadwallader indicated that we have received the Duke Energy check in the amount of \$2,000 which is included under Good of the Order for this evening's meeting; and perhaps some of those monies could be used for this. Mr. Koval commented that the three year plan (\$1,450) could be purchased with the use of the Duke Energy check. Mr. Stancovich questioned what happens at the end of the three years and whether we can renew, to which Mr. Cadwallader explained that, as the years are added on, the price of the warranty will go up. Mr. Stancovich questioned what was done with the line of credit that was closed out, to which Mr. Cadwallader replied that we still have \$50,000 in the line of credit. Mr. Miorelli questioned, if we go with the three year plan, and if after one year we want to extend it to the five year plan, can we do that, to which Mr. Cadwallader replied that he could ask the Case representative at that time.

ON MOTION OF MR. KOVAL, SECONDED BY MR. YETSKO, THE BOARD UNANIMOUSLY APPROVED THE QUOTE RECEIVED FOR THE CASE WARRANTY, 3,000 HOURS OR THREE YEARS, WHICHEVER COMES FIRST, AT A COST OF \$1,450, TO BE TAKEN OUT OF THE \$2,000 CHECK RECEIVED FROM DUKE ENERGY. BOARD MEMBERS VOTING AFFIRMATIVELY INCLUDED MR. STANCOVICH, MR. GARTLAND, MR. KOVAL, MR. MIORELLI AND MR. YETSKO.

- Annual Audit

ON MOTION OF MR. YETSKO, SECONDED BY MR. GARTLAND, THE BOARD APPROVED ANNUAL AUDIT AS PRESENTED BY KLINE, KIMLIN. BOARD MEMBERS VOTING AFFIRMATIVELY INCLUDED MR. STANCOVICH, MR. GARTLAND, MR. MIORELLI AND MR. YETSKO. MR. KOVAL ABSTAINED FROM VOTING AS HE WAS NOT PRESENT FOR THE PRESENTATION OF THE AUDIT.

XIV. GOOD OF THE ORDER

- Requests for Adjustments

Mr. Stancovich presented the following requests for adjustments:

- ✓ 722 Dulancey Drive: sensor stuck and has been repaired. Amount billed, \$1,123.66; adjusted bill, \$457.75.
- ✓ 401 Main Street: toilet leaked and has been repaired. Amount billed, \$236.33; adjusted bill, \$95.26.

ON MOTION OF MR. KOVAL, SECONDED BY MR. GARTLAND, THE BOARD UNANIMOUSLY APPROVED THE ABOVE ADJUSTMENTS AS PRESENTED. BOARD MEMBERS VOTING AFFIRMATIVELY INCLUDED MR. STANCOVICH, MR. GARTLAND, MR. KOVAL, MR. MIORELLI AND MR. YETSKO.

- Duke Energy Check

ON MOTION OF MR. KOVAL, SECONDED BY MR. YETSKO, THE BOARD UNANIMOUSLY AGREED THAT \$1,450 OF THE \$2,000 CHECK RECEIVED FROM DUKE ENERGY BE USED FOR THE CASE WARRANTY AS DISCUSSED ABOVE AND THAT THE REMAINDER OF THE CHECK BE DEPOSITED INTO ACCOUNT 106.5 SAVINGS. BOARD MEMBERS VOTING AFFIRMATIVELY INCLUDED MR. STANCOVICH, MR. GARTLAND, MR. KOVAL, MR. MIORELLI AND MR. YETSKO.

XV. ADJOURNMENT

THERE BEING NO FURTHER BUSINESS, ON MOTION OF MR. GARTLAND, SECONDED BY MR. MIORELLI, THE BOARD ADJOURNED THE MEETING AT 7:46 P.M. BOARD MEMBERS VOTING AFFIRMATIVELY INCLUDED MR. STANCOVICH, MR. GARTLAND, MR. KOVAL, MR. MIORELLI AND MR. YETSKO.

XVI. NEXT MEETING

The next meeting will be held on Thursday, June 2, 2016 at 7:00 p.m.

Respectfully submitted,



Sharon Squillario
Recording Secretary