

**Cobb County-Marietta Water Authority
Minutes of Regular Meeting**

June 25, 2018 – 3:30 p.m.

The regular meeting of the Cobb County-Marietta Water Authority was held on June 25, 2018 at 3:30 p.m., in the Cobb County-Marietta Water Authority's Board Room. Water Authority Board members present were: James Scott, Dan Buyers, Charlie Crowder, James Balli, Mike Boyce, and Grif Chalfant. Max Bacon was not present.

The meeting was called to order at 3:30 p.m. by Chair James Scott.

1. Invocation and Pledge of Allegiance

Mr. Mike Chaco offered the invocation and led the Pledge of Allegiance.

2. Approval of Minutes of Regular Meeting of May 21, 2018

Mr. Scott asked for approval of the minutes of the Regular Meeting of May 21, 2018. Mr. Boyce made a motion to approve the minutes as presented. Mr. Buyers seconded the motion; motion passed 6/0.

3. Financial report

Ms. Allison Clements, Director of Finance, presented a summary of the May 31, 2018 Financial Statement (copy in file). Operating income for May was \$4,072,785, which exceeded expectations by \$376,800. Net income for May was \$4,355,383, which exceeded expectations by \$741,651.

Ms. Clements stated that staff had received a response from the Georgia Department of Audits and Accounts following the required submittal of the 2017 audit. The review found that all financial reporting requirements for local governments in Georgia were met, and CCMWA is in compliance with all laws.

Ms. Clements also reported that, effective July 1, 2018, House Bill 489 requires all state and local government entities to post information relating to public bid or proposal opportunities on the Georgia Procurement Registry. In addition to advertising in the Marietta Daily Journal as the official legal organ of CCMWA, staff will now post all applicable opportunities on the Registry.

4. Pension Committee Report

Mr. Stan Brinkley, Chairman of the Pension Committee, presented the following report:

For the quarter ending March 31, 2018, the Portfolio was down 0.17%, outperforming the Plan's Composite Benchmark of -0.81%. Total value of the trust fund on March 31, 2018 was \$36,979,925.

Mauldin and Jenkins completed its audit of the Pension Plan and issued an unqualified (clean) opinion.

The Committee approved a pension benefit request from Danny Woodruff, who selected the Single Life Annuity Benefit Option, commencing June 1, 2018.

Upon recommendation from the Pension Committee, Mr. Boyce made a motion to approve the mandatory Cost of Living Adjustment for 2017 and 2018 to be paid to the beneficiary of the sole pensioner of the Pension Plan prior to December 31, 1992. Mr. Balli seconded the motion; motion passed 6/0.

5. Land Application Program Update

Mr. Patrick Pherson of the Engineering Division made a presentation on the Residuals Land Application Program that has been in place since the early 1990s. Macon Soils, a subsidiary of Macon Water Authority, is currently under contract to haul and apply the residuals on farmland in and around Cobb County, and Branch Residuals and Soils provides management services for the program, including contracting with farmers. Participating farmers receive a beneficial pH amendment at no cost, and CCMWA maintains an environmentally responsible method of disposing of its water treatment residuals.

The current five-year agreements with these two entities expire the end of 2018. Prior to the expiration date, staff plans to recommend Board approval of a new five-year Intergovernmental Agreement with Macon Soils and a new Professional Services Agreement with Branch Residuals and Soils.

6. Bid Results –Wyckoff Raw Water Pump No. 5 Replacement Project

Mr. Page referred to the memorandum in the Board package (copy in file). Mr. Balli made a motion to approve the award of the Wyckoff Raw Water Pump No. 5 Replacement Project to IHC Construction Companies, LLC. of Marietta for the verified low bid price of \$1,344,940. Mr. Crowder seconded the motion; motion passed 6/0.

7. Old business

Mr. Page reported that staff met with Woodstock last week to discuss the latest round of sampling and the proposed Memorandum of Understanding. Due to perceived inconsistencies in lab results of the latest round of sampling, Woodstock has requested assistance from the CCMWA lab in collecting and analyzing samples. Staff believes Woodstock is demonstrating commitment to follow through with meaningful testing to demonstrate consumer protection from lead and copper. Staff will update the Board with lead and copper results after the next sampling event.

Mr. Page reported that a second meeting is scheduled with Paulding County in late July to discuss the new Paulding contract. Another meeting is scheduled prior to the contract discussion to discuss the widening of State Route 92, which will have an impact on how CCMWA water is delivered to Paulding both before and after Paulding's new plant and reservoir come on line.

8. General Manager's report

Mr. Page provided the following updates to the published General Manager's Report (copy in file):

The U.S. Supreme Court has not issued an opinion in the Florida v. Georgia case over water in the ACF basin.

Staff is negotiating with Hazen and Sawyer for Phase I of a corrosion study in preparation for proposed changes to the Lead and Copper Rule, and to take into consideration changes in processes that have occurred since the last corrosion study performed in the early 1990s. The total cost of this project could approach \$0.5 million, but Phase I will be limited to under \$100,000.

In July, Staff plans to bring to the Board a recommendation of award of another project that is expected to exceed the currently budgeted amount—the Wyckoff / Mars Hill 42-Inch Water Main Replacement. This project, which is programmed for a total budget cost of approximately \$6 million, now has a current engineer's estimate of \$6.9 for construction only (as opposed the \$5.4 million available for construction in the budget). Staff will evaluate the bids, once received, and make a recommendation of how to address any cost increases at the July meeting. (The Board was notified by email subsequent to the June meeting that presentation of this item will be delayed to the August meeting.)

9. New business

Chairman Scott commended and thanked CCMWA staff on being accident-free for the past several months. Mr. Scott stated how important it is to follow procedures to keep everyone safe.

Chairman Scott also stated there were several employment opportunities with the Authority and commented that a career with the Authority would be a desirable one.

Mr. Page stated that two prospective tenants of the 1190 Building had backed out of contract discussions because of delays in accommodating desired construction because of public bid law requirements. Staff is investigating the costs of constructing improvements, including installation of a sprinkler system, prior to having a new tenant under contract. Mr. Crowder suggested that the realtor for the 1190 Atlanta Industrial Building reach out to vendors at the Annual Conference to let them know of its availability.

Mr. Haynie confirmed to Mr. Balli that an amendment to the By-Laws is required to change the term limits of the Chairman.

10. Executive Session

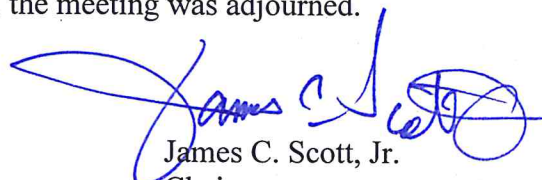
There was no need for executive session.

11. Legal

There were no new business items to present.

There being no further business, the meeting was adjourned.


Pat Tibbitts
Assistant Secretary


James C. Scott, Jr.
Chair