

MONROE COUNTY WATER AUTHORITY

Audit Committee & Finance Committee Meetings
Thursday, December 1, 2011
8:30 a.m.

Attending:

Committee:

Joseph Rulison
Kenneth Moore
Larry Magguilli

Staff:

Nicholas Noce
Richard Metzger
Kathleen Prestidge
Thomas Uschold
Diane Hendrickson
Kathleen Lomb

Others:

Raymond Miller, Esq. of HS&E

The meeting of the Audit Committee was called to order by the Chairman, Mr. Rulison at 8:35 a.m.

1. **Excess Workers Compensation Insurance for 2012** – Ms. Hendrickson gave a brief discussion on increasing the Water Authority’s retention amount on its Excess Workers Compensation Insurance renewal for 2012 in order to keep the cost at the proposed premium. Following some discussion and questions, the Committee proceeded as follows:

Motion was made by Mr. Moore, seconded by Mr. Rulison, and approved unanimously to approve the purchase of Excess Workers’ Compensation Insurance through First Niagara for the calendar year 2012 in accordance with the terms of their written proposal, and to forward to the full Board for its approval.

2. **Schedule Next Audit Committee Meeting** – The Committee decided to defer scheduling its next meeting as there were no upcoming items requiring a meeting at this time.

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There being no further business to come before the Committee, motion was made by Mr. Moore, seconded by Mr. Rulison, and approved unanimously, to adjourn the meeting at 8:39 a.m.

Kathleen Lomb, Secretary
MCWA Audit Committee

The meeting of the Finance Committee was called to order by the Chairman, Mr. Rulison, at 8:49 a.m.

1. **\$4.1 Million Village of Fairport Refunding Bond (Water Project)** – Mr. Moore recused himself on this agenda item due to his position with the Village of Fairport.

Mr. Miller addressed the Committee that the Village of Fairport, which presently has a Retail Lease with the Monroe County Water Authority, issued Public Improvement Bonds in 2002 and 2003 to finance certain public improvements, including certain water improvements. Pursuant to the arrangement put in place at the time of issuance of the Water Bonds, the Monroe County Water Authority agreed to pay a portion of the debt service on the Series 2003 Bonds. He went on to explain the Village of Fairport intends to take advantage of lower interest rates by refunding the Water Bonds. The Village has offered the Water Authority the opportunity to share the savings from the refunding on a pro rata basis equal to the Water Authority's percentage share of the total debt being refunded. The Authority will receive estimated savings of \$26,000, based on projections supplied by an independent financial advisor to the Village. Following a brief discussion among Committee members, legal counsel, and staff, the Committee proceeded as follows:

Motion was made by Mr. Magguilli, seconded by Mr. Rulison and approved unanimously to participate in the advanced refunding of the Village's Series 2003 Bonds, and to forward to the full Board for its approval.

2. **Schedule Next Finance Committee Meeting** – The Committee decided to defer scheduling the next meeting of the Finance Committee as there were no upcoming items requiring a meeting at this time.

There being no further business to come before the Committee, motion was made by Mr. Moore, seconded by Mr. Magguilli, and approved unanimously, to adjourn the meeting at 8:53 a.m.

Kathleen Lomb, Secretary
MCWA Finance Committee