

**OLD BRIDGE MUNICIPAL UTILITIES AUTHORITY
REGULAR MEETING
October 17, 2012**

Call to Order: The Regular Meeting of October 17, 2012 was called to order at 7:00 p.m. with the Pledge of Allegiance by Chairman Galante.

Announcement: Chairman Galante announced that this meeting is being held in conformance with the Open Public Meetings Act. Notice has been given to the newspapers and notice of the meeting has been posted in public places.

Roll Call: Present:
Thomas Galante, Chairman
Edward Testino, Vice Chairman
Rocco Donatelli, Commissioner
Kiran Desai, Secretary (arrived at 7:04)
Richard Greene, Treasurer
Reginald Butler, 1st Alternate – Assistant Secretary
Anita Greenberg, 2nd Alternate - Assistant Treasurer

Absent:
None

Also present:
Guy Donatelli, Executive Director
Michael Roy, P.E.
Stephen A. Florek II, Comptroller
Louis E. Granata, Esq.

Executive Director's
Report: Guy Donatelli, Executive Director

Monthly Water Distribution and Drinking Water Analysis
Executive Director Donatelli discussed the Drinking Water Analysis-Monthly Coliform Summary Report Form and the monthly water distribution totals for September 2012.

Saviors of the Environment Award

Executive Director Donatelli stated that this award was being bestowed upon the Authority by the Alliance for Action in recognition of the Crossroads Interceptor Project at a breakfast to be held on Tuesday, October 30, 2012 at the PNC Arts Center.

Middlesex Water Company – Petition for Proposed Water Adjustment Clause

Executive Director Donatelli stated that although he is not anticipating a rate increase, he would ask the attorney to determine how this nominal fee increase would affect the budget. The Commissioners may expect a report at the meeting on November 9, 2012.

Catastrophic Policy for Commercial Users

Executive Director Donatelli stated that Houdlik & Morrison, Auditor for the Authority, has recommended not extending this policy to commercial users due to probable legal implications. Commercial users have an insurance policy that will pay for loss of use.

Union Negotiations

Executive Director Donatelli reported that a meeting was held on October 15, 2012 to exchange proposals with the union. The contract is relatively “clean”. There was a discussion with respect to incentives for operator certification, i.e. compensation. The next union meeting is scheduled for October 23, 2012.

Service Agreement with the Township

Executive Director Donatelli stated that he has been talking with Christopher Marion, Township Business Administrator, with respect to the Crossroads cost sharing by the participants in the basin - Birch Hill, Wal-Mart, Raritan Bay Medical Center, etc., whereby everyone contributes a share based on flow into the system. The Township’s property has an estimated flow based on the proposed Data Center, and that flow will result in an approximate cost contribution of between \$4 to \$5 million, even if the use changes.

The intent was that when the Township was in a position to sell the land, these fees would be recouped by whoever purchased or developed the land in order to reimburse the MUA ratepayers. The Authority has created a fund for payment of the Crossroads debit service so as to not impact the budget.

An agreement is imperative because the Township may not sell this land for another ten years. With the installation of the sewer, this is now a marketable piece of property as a ratable for the Township. He, along with Messrs. Roy, Florek and Granata, will be representing the Authority at a meeting to be held on October 30, 2012 at 3:00 p.m. with the Township on this issue.

Mr. Greene inquired if the Executive Director has a sense of what the Township plans to do with the property.

Executive Director Donatelli stated that the proposed flows were allocated for a Data Center. If the use changes, the cost sharing will have to be re-evaluated.

Mr. Greene asked if the Township was in agreement with dividing the flow cost.

Executive Director Donatelli responded that based upon a presentation by Mr. Roy, at a Counsel meeting, the Township was informed that it would be sharing in a portion based on flow.

Mr. Greene inquired if the fund created covers the entire cost of the project.

Executive Director Donatelli stated that it does not. Some of the cost will be borne by the MUA ratepayers because homeowners in the area will be provided with service. The project has been bonded through the NJEIT at a 1% or less interest rate.

Manzo-Transco

Executive Director Donatelli stated that the Commissioners received communications from Mr. Granata in their packets.

A motion to accept the Executive Director's Report was made by Mr. Galante and seconded by Mr. Desai.

The roll call was as follows:

AYES: Desai, Greene, Testino, Butler, Galante

NAYS: None

NO PARTICIPATION: Donatelli

5 Ayes 0 Nays 1 No Participation 0 Absent

Financial Report: Stephen A. Florek II, Comptroller

Annual Audit

Mr. Florek stated that the audit has been presented to the Commissioners as well as a Group Affidavit for their signatures.

Gregg Katzer (Houdlik & Morrison) stated that the completed audit covers the period from June 1, 2011 to May 31, 2012. He gave an overview of the five sections of the report:

- Introductory
- Financial
- Statistical
- Single Audit
- General Comments

Mr. Katzer referred to the Certificate for Achievement in Excellence in Financial Reporting, which was awarded to the OBMUA for the year ending May 31, 2012 in recognition of the highest standards in governmental accounting and financial reporting.

The Independent Auditor's report indicates that based on the audit procedures performed, all financial information was presented fairly.

Based on tests of receipts, vouchers, etc. he believes that the Authority was in compliance with all accounting laws and regulations.

Mr. Morrison added that the reason why the MUA has received the Certificate of Excellence is because the report that is filed exceeds the standards required by the State of New Jersey, which includes an extensive amount of information about the MUA. The Government Finance Association believes that the Authority is meeting all national accounting standards.

Mr. Desai asked about the amount of vouchers that were sampled.

Mr. Katzer stated that the samples are based on materiality, which is based on total revenue.

Mr. Morrison stated that the dollar value of the samples exceed 20% of other expenses included in the testing on an annual basis. The payroll is tested separately. There are approximately twenty-five to thirty different tests performed based upon different compliance requirements as well as substantive tests of the financial statements.

There have been new rules implemented by the State Legislature regarding employee contributions for medical insurance, which has required expanded audit testing. Testing also assures the eligibility

of employees who receive health benefits. The same applies to the State pension system with respect to on-time enrollment. Testing is also performed on bids and contracts in connection with the rules of the Local Public Contracts Law.

Mr. Testino asked for a confirmation that there are no recommendations from the auditor, and that the “system” is working.

Mr. Morrison confirmed that there were no recommendations, and he is confident about the internal controls of the Authority and the role of the Commissioners in governing the Authority.

Mr. Desai added that the auditors have performed all necessary accounting.

Mr. Morrison cautioned the Commissioners that an unqualified opinion does not mean that the Authority is in great financial shape. It means that the financial statements are accurate. The undesignated, unrestricted, unreserved net retained earnings decreased during the last year.

Mr. Greene stated that the net earnings are \$4 million.

Mr. Morrison stated that the number was more than that, but a large percentage of the increase in retained earnings was contributed to capital. The total net income on a GAP basis was \$7.8 million, of that \$5.7 million was contributed to capital, i.e., assets that have been constructed by others and turned over to the ownership of the Authority. The net difference is \$2.1 million cash which is not a tremendous margin.

Mr. Greene stated the bills to be approved this evening amount to \$1.7 million. The Authority does not have a huge cash surplus.

Mr. Morrison stated that the Authority’s budget is over \$31 million.

A motion to approve the Audit Report for the year ended May 31, 2012 and the Group Affidavit was made by Mr. Donatelli and seconded by Mr. Testino.

The roll call vote was as follows:

AYES: Desai, Donatelli, Greene, Testino, Galante

NAYS: None
5 Ayes 0 Nays 0 Absent

Previous Minutes: Regular Meeting - September 19, 2012
Executive Session - September 19, 2012

A motion to approve the previous minutes was made by Mr. Testino and seconded by Mr. Butler.

The roll call vote was as follows:

AYES: Desai, Greene, Testino, Butler, Galante

NAYS: None

NO PARTICIPATION: Donatelli

5 Ayes 0 Nays 1 No Participation 0 Absent

Engineering Reports: Michael Roy, P.E.

Report on Developers for Approval

Toby Garden Apartments/Stan Koreyva, Amboy National Bank – 38 Units plus one existing home

1. W204-554, Amended Tentative Water

Mr. Roy reported that this project located at the intersection of Cherry Hill Lane (Private Road) and Ehlers Lane off Rt. 9 is for the construction of approximately 900 LF of twelve and eight inch (12" and 8") DIP water main to connect into an existing water main on Rt. 9 and an existing private water main on Cottonwood Lane.

The Authority granted Final Water and Sewer Approval on October 18, 2006. Township Amended Preliminary and Final Planning Board Approval was granted on September 9, 2010.

The Applicant is seeking an Amended Tentative Water Approval to omit the office, to add a fire sprinkler line to each of the four (4) apartment buildings and to connect into the private water system of

the Glenwood Apartments. The Applicant has submitted a letter dated October 5, 2012 as proof of permission to connect into the private water system of the Glenwood Apartments.

The Applicant is providing water service (line and curb box) for the existing on-site single family dwelling on Ehlers Lane at no cost to the existing property owner. The Applicant will connect into an existing water line in Rt. 9 through the development into Cherry Hill Lane, which will help with the water distribution through the apartment complex. The system will be looped back into the Authority's system on the Route 9 side of the apartment complex.

The Applicant has indicated that lawn irrigation is not proposed for this site; therefore, lawn irrigation is not included in this application. If a lawn irrigation system using municipal water is proposed in the future, the plan must be submitted to the Authority to determine the number of additional Equivalent Domestic Consumer Units.

The Applicant must submit an amended NJDEP BWSE Permit Applicant package for processing by the Authority, which includes the plan revisions.

Mr. Roy recommended Tentative Water Approval subject to the four conditions outlined in his report.

A motion to approve Toby Garden Apartments/Stan Koreyva, Amboy National Bank, W204-554, Amended Tentative Water as recommended was made by Mr. Butler and seconded by Mr. Donatelli.

The roll call vote was as follows:

AYES: Desai, Donatelli, Greene, Testino, Butler

NAYS: None

NO PARTICIPATION: Galante

5 Ayes 0 Nays 1 No Participation 0 Absent

Prior to the roll call vote the following discussion took place.
Dr. Greenberg asked for an explanation as to why the existing home had sewer but no water.

Mr. Roy stated that when the house was built, the sewer connection was made into an existing sewer service lateral that was used by an existing house that was demolished. The existing sewer service was connected into the apartment complex sewer system. Because there are no water mains in the area, a well was used.

Mr. Greene inquired what the thirty-eight units would look like.

Mr. Roy stated that the units are one-bedroom apartments in buildings surrounding a cul-de-sac.

2. S204-434, Amended Tentative Sewer

Mr. Roy reported that the Authority granted Amended Preliminary Sewer Approval on June 20, 2012. Township Amended Preliminary and Final Planning Board Approval were granted on September 9, 2010.

The Applicant submitted a letter dated April 18, 2012 as proof of permission to connect into the private sewerage system of the Glenwood Apartments.

The Applicant is providing a new sewer connection (lateral and cleanout) for the existing on-site single family dwelling. The existing single family dwelling will be without sewer service for an extended period of time. The Applicant is proposing a temporary holding tank to be pumped out daily. This must be approved by the Township Code Enforcement Department.

The Applicant must submit an Amended NJDEP Treatment Works package for processing by the Authority which includes plan revisions.

Mr. Roy recommended Tentative Sewer Approval subject to the four conditions outlined in his report.

A motion to approve Toby Garden Apartments/Stan Koreyva, Amboy National Bank S204-434 Amended Tentative Sewer as recommended was made by Mr. Butler and seconded by Mr. Donatelli.

The roll call was as follows:

AYES: Desai, Donatelli, Greene, Testino, Butler

NAYS: None

NO PARTICIPATION: Galante

5 Ayes 0 Nays 1 No Participation 0 Absent

Superintendent's
Report:

Al Lunkenheimer, Superintendent Sewer Division

A motion to approve the Superintendent's Report was made by Mr. Testino and seconded by Mr. Desai.

The roll call was as follows:

AYES: Desai, Greene, Testino, Butler, Galante

NAYS: None

NO PARTICIPATION: Donatelli

5 Ayes 0 Nays 1 No Participation 0 Absent

Engineering Reports: Michael Roy, P.E.

1. Annual Contract for Electrical Services, Contract No. W12-160, Award Contract

Mr. Roy stated that the annual contract with John Faccas, Inc. t/a Quality Electrical Construction Co. had been extended for three years and a new public bid was required. Out of four bidders, Quality Electrical Construction Co. was the lowest bidder at \$30,660; the second was under \$39,000; the third was under \$40,000; and the highest bidder was under \$48,000. The engineer's estimate was \$34,000.

Quality Electrical Construction Co. is the Authority's current electrical contractor, has performed work for the Authority in the past, and the workmanship has been satisfactory.

Mr. Roy recommended awarding the Contract No. W12-160, the Annual Contract for Electrical Services to John Faccas, Inc. t/a Quality Electrical Construction Co., West Keansburg, NJ, for the unit prices bid if the bid package is deemed legally acceptable.

A motion to award Contract No W12-160 Annual Contract for Electrical Services to John Faccas, Inc. t/a Quality Electrical

Construction Co. as recommend was made by Mr. Greene and seconded by Mr. Testino.

The roll call was as follows:

AYES: Desai, Donatelli, Greene, Testino, Galante

NAYS: None

5 Ayes 0 Nays 0 Absent

2. Marlboro Road Area and Iresick Trunk Sewer Relining, Engineering Design Services to R3M Engineering

Mr. Roy stated that in the past the gravity sewer along Marlboro Road collapsed and required relining to restore the integrity of the sewer pipe. Because of the age of the sewer system in the Southwood area, the staff embarked upon a visual inspection of the interior condition of the sewer mains throughout the Southwood Development with the use of CCTV equipment. A similar inspection was performed on the Iresick Brook Trunk Sewer after a collapse and a relining repair was performed on that trunk sewer at Birch Street.

A report was generated by R3M that identified the condition of the sewer pipes and prioritized lengths of sewer in need of rehabilitation. Those lengths will need to be relined, and a construction contract will be needed.

A proposal from R3M dated September 12, 2012 outlines the engineering services for the design work to reline various sewer mains within the Southwood Development near Marlboro Road as well as the Iresick Brook Trunk Sewer. The estimates of engineering fees broken down by labor category and other tasks are as follows:

1. Design Services	\$52,312.00
2. Bidding Services	\$ 6,740.00

The dollar amount of these estimated fees appears to be reasonable, and the funding for this project is included in the general funds of the FY 2013 budget, as well as in the Amendment No. 1 of the 2008 Bond.

Mr. Roy recommended that R3M be authorized to proceed with the Design and Bid Phases of the referenced project in accordance with their proposal.

A motion to authorize Engineering Design Services to R3M Engineering for the Marlboro Road Area and Iresick Trunk Sewer Relining as recommended was made by Mr. Butler and seconded by Mr. Galante.

The roll call was as follows:

AYES: Desai, Greene, Testino, Butler, Galante

NAYS: None

NO PARTICIPATION: Donatelli

5 Ayes 0 Nays 1 No Participation 0 Absent

3. Barbara Smith, S11-491, Release Performance Bond

Mr. Roy stated that the Applicant owns a single-family home, and in order to tie into the existing sewer main, Ms. Smith had to pump up a hill.

Installation and testing of sewer construction is complete and satisfactory. As-built drawings are approved, and mylar and electronic copies have been received. All sewer lines will remain privately owned by the property owner.

Mr. Roy recommended release of the performance bond without condition.

A motion to release Barbara Smith, S11-491, Performance Bond as recommended was made by Mr. Donatelli and seconded by Mr. Testino.

The roll call was as follows:

AYES: Desai, Donatelli, Testino, Butler, Galante

NAYS: None

ABSTAIN: Greene

5 Ayes 0 Nays 1 Abstain 0 Absent

4. Plaza Grande Sewer Pump Station Takeover, S202-404

Mr. Roy that Pheasant Park is ready to dedicate ownership of the Plaza Grande Sewer Pump Station to the Authority. This pump station was constructed in 2006 and operated by the Developer during the build-out of Plaza Grande.

All punch list items have been completed and R3M Engineering has recommended conditional acceptance of the pump station in their letter dated January 11, 2011. Electronic copies of the pump station and force main as-built drawings have been received. A water meter, back flow preventer and confined space retrieval equipment have been installed. A generator air permit has been received.

Mr. Roy recommended that the Authority assume ownership of the pump station based on the following four conditions:

1. Deed of Dedication for the pump station and force main pipe acceptable to the Authority's Attorney.
2. Pheasant Park to provide information on the amount of one (1) year's electrical cost to operate the pump station.
3. Pheasant Park to aid the Authority in the transfer of the electrical and telephone accounts into the Authority's name.

The Authority's Staff Engineer will establish the date for the official takeover in writing after the conditions of this takeover have been met.

As a condition of the Applicant's Final Sewer Approval the Developer, D.R. Horton, Inc., was to build a sewer pump station large enough for the planned regional sewage flow from the Crossroads Sewer System. That required the Developer to construct their Plaza Grand Sewer Pump Station three (3) times larger than needed for their 28-unit development. Case law requires that if a developer is asked to do more than required for their own needs, a form of reimbursement must be made.

In return, the Authority would require, to the extent of the law, future sewer connections into the Crossroads Sewer System to make a cost sharing payment to D.R. Horton, Inc. for the oversized pump station based on sewage volume. The formula to be utilized

for future connectors would result in a one hundred (100)-unit development contributing approximately \$225,000.

D.R. Horton and the Authority would sign the Reimbursement Agreement. There is an attachment (Exhibit A) to the agreement wherein the Authority would ask future connectors to enter into directly with D.R. Horton to pay a cost share comparable to their flow.

Mr. Granata added that the takeover is planned for December 1, 2012, after which time future developers would have to sign that agreement with D.R. Horton. The cost incurred by D.R. Horton to build the pump station has been verified by Michael Samuel to be approximately \$2 million in total cost. D.R. Horton will seek to recover \$1.5 million from future developers.

Mr. Testino asked if the Authority needed an arbitration clause.

Mr. Granata stated that he did not draft the agreement between the developer and D.R. Horton, but they are satisfied with it.

Mr. Testino suggested that something should be built into the agreement with respect to mediation.

Mr. Granata stated that he has not looked at the cost sharing agreement since 2007.

Mr. Testino stated that his plan would be to force them into arbitration if they are disputing payment.

Mr. Granata stated that he would review the agreement.

A motion to approve the Plaza Grande Pump Station Takeover, Sewer Application No. S202-404 subject to the conditions as outlined by Mr. Roy was made by Mr. Testino and seconded by Mr. Donatelli.

The roll call was as follows:

AYES: Desai, Donatelli, Greene, Testino, Galante

NAYS: None

5 Ayes 0 Nays 0 Absent

Financial Report:
(cont'd)

Stephen A. Florek II, Comptroller
Mr. Florek stated that Chris Volk would address the Commissioners with respect to the renewal of the Director's and Officers' liability insurance policy for 2012-2013.

Mr. Volk stated that the expiring policy was written with ACE with an annual premium of \$32,300 and a \$2 million limit and \$5,000 deductible.

Of the four quotes received, his recommendation is to sign with Darwin with a total premium of \$33,113.84 with a \$2 million limit and a \$10,000 deductible. The effective date will be November 8, 2012

A motion to accept the professional liability insurance quote as proposed by Darwin National Assurance was made by Mr. Galante and seconded by Mr. Greene.

The roll call was as follows:

AYES: Desai, Greene, Testino, Butler, Galante

NAYS: None

NO PARTICIPATION: Donatelli

5 Ayes 0 Nays 1 No Participation 0 Absent

A motion to approve the Financial Report was made by Mr. Galante and seconded by Mr. Donatelli.

The roll call was as follows:

AYES: Desai, Donatelli, Greene, Testino, Galante

NAYS: None

5 Ayes 0 Nays 0 Absent

Legal Report: Louis E. Granata, Esq.

Mr. Granata stated that there would be two matters of potential litigation and litigation discussed in closed session.

Crossroads Condemnation

Mr. Granata stated that the condemnation commissioners who have been appointed to accept the value of Tara Realty have not set a meeting date nor has he received an evaluation from Tara Realty as to the property to be condemned.

Summerfield Gravity Sewer

Mr. Granata stated that a closing is imminent in the Bruzzese matter.

Bills & Claims: \$1,749,309.22

A motion to approve Bills & Claims was made by Mr. Greene and seconded by Mr. Testino.

The roll call vote was as follows:

AYES: Desai, Donatelli, Greene, Testino, Galante

NAYS: None

5 Ayes 0 Nays 0 Absent

Old Business: **Brunetti Oaks at Glenwood Development - Status**
To be discussed in Executive Session

Recharge Basin Study – Status

Mr. Roy stated that it appears that the DEP will be imposing a very strict requirement on the Authority. The Executive Director will be forthcoming about what the Authority's options will be.

Dr. Greenberg inquired what the requirement was.

Mr. Roy responded that the water would have to be treated before it enters the aquifer.

Manzo Boulevard – Request to Notify Bonding Company
Discussion deferred until later in meeting.

New Business: None

Open to Public: Seeing no hands Chairman Galante closed the public portion

Executive Session: A motion to go into Executive Session at 7:57 p.m. was made by Mr. Galante and seconded by Mr. Greene

The roll call was as follows:

AYES: Desai, Donatelli, Greene, Testino, Galante

NAYS: None

5 Ayes 0 Nays 0 Absent

Regular Meeting Reconvened at 8:17 p.m.

During Executive Session Executive Mr. Granata discussed Manzo-Transco Conflict, Brunetti Litigation and the Recharge Basin.

Chairman Galante recused himself from the following discussion and left for the remainder of the meeting.

Old Business: **Manzo Boulevard – Request to Notify Bonding Company**

Mr. Desai was designated Chairman *Pro Tempore* for the purpose of this discussion.

Mr. Granata stated that in September, representatives of Manzo appeared before the Commissioners with respect to calling the performance bond. He prepared a memorandum with respect to the history of the application and the Developer Agreement of 2006. Mr. Granata reported that in the past, Transco asked the conservator of the property (Judge Gibson) whether or not the obligations of Manzo would be forthcoming. Judge Gibson indicated in his letter to Mark Stevens (Transco) that Manzo's plan for completing Manzo Boulevard including the installation of water and sewer lines is preceding effectively, and he further indicated that the engineers had indicated that the water lines for Transco would be installed by March 15, 2007.

Thereafter, Transco came to the Authority for an application to make the temporary connection to Waterworks Road, which was denied. Transco is still without water, and Manzo has still not met its obligation under the agreement. With the coming of NRG, a temporary hook up to Waterworks Road will be requested.

A recent letter from NRG indicates that no one is authorized to speak on its behalf, and any representation of any contractual obligations relating to Manzo Boulevard is inaccurate.

Mr. Post (Manzo) stated that in June he suggested that there has been a radically different plan for the development of the Manzo property as originally planned in 2007. i.e., NRG is now the contract purchaser of the entire balance of the property without anyone having knowledge of NRG's plans for the property. His contention is to wait and see what NRG intends to do with that portion of Manzo Boulevard and the water and sewer line. His suggestion is an interim hook up until more information is obtained from NRG.

Mr. Granata asked if Mr. Post has settled the differences with Transco.

Mr. Post stated that he believes that an interim hook up is acceptable to Transco.

Ms. Roy (Transco) stated that an interim hook up is not a feasible option.

Mr. Granata stated that the Authority's Executive Director and Engineer made it very clear that an interim hook up would not be an option. Manzo is in breach of its agreement with the Authority; has allowed a building to be constructed in violation of that agreement; and posted a bond based upon that agreement. *Neither NRG nor NJPD has any agreement to add and/or remove and/or relocate one or more sewer and/or water discharge lines to one or more location.* They have no obligation to do any construction.

Mr. Post stated that the bond was posted for the construction of a water/sewer line in Manzo Boulevard.

Mr. Granata stated that the Authority is moving to call both bonds in conjunction with the Township against Manzo with respect to Manzo Boulevard.

Mr. Post asked if anyone knew if the Township wanted Manzo Boulevard constructed in accordance with the original agreement. His contention is that the Township will not know until NRG outlines its plans for the development of the property.

Mr. Granata stated that the Township is silent.

Mr. Desai stated his intention is to call the bond.

Mr. Greene asked if NRG could resubmit its application. This is the first time that this discussion has focused on NRG. His contention is that enough discussion has taken place and that a decision has to be made. He questioned the approvals associated with this matter.

Mr. Granata stated that Transco has not followed up on a statement made at a previous meeting.

Ms. Roy stated that the offer still stands to reimburse the Authority up to a certain amount of legal fees incurred as a result of calling Manzo's bond. Because Transco has had no experience, they would be looking to the Authority for direction and are open to discussions.

Mr. Post stated that the offer made by Ms. Roy with respect to Transco's payment of legal fees in connection with calling Manzo's bond is an inappropriate attempt to affect this Authority's judgment regarding this matter.

Mr. Granata emphasized that the Authority is focused on the agreement made by Manzo, and all other discussions are not going to divert the Authority from its mission.

A motion to call Manzo's bond subject to a review by Mr. Granata of the letter from Mr. Post concerning "influence" and to place the Township on notice to call the bond was made by Mr. Desai and seconded by Mr. Greene.

Mr. Donatelli stated that the Township needs to be involved also. He suggested that the Mayor be notified prior to the Authority's taking any action. He suggested bringing this matter back in thirty days.

Mr. Greene withdrew his motion to call Manzo's bond.

Adjournment: A motion to adjourn at 8:40 p.m. was made by Mr. Testino and seconded by Mr. Desai.

The motion was approved by an ALL AYES vote.

Respectfully submitted:

Kiran Desai, Secretary