

Minutes of the Meeting of
New Jersey Water Supply Authority
of
December 1, 2008

A regular meeting of the New Jersey Water Supply Authority was convened on December 1, 2008 at 2:00 P.M. in the Conference Room of the New Jersey Water Supply Authority's Clinton Administration Building, located at 1851 Route 31, Clinton, New Jersey.

As designated by New Jersey Department of Environmental Protection Acting Commissioner and New Jersey Water Supply Authority Chair, Mark Mauriello, Gary Sondermeyer, served as Acting Chair of the meeting and called the meeting to order.

Sr. Deputy Attorney General Helene P. Chudzik read the statement required by the "Open Public Meeting Act".

Executive Director Henry S. Patterson took the roll call of the Authority members.

Present: Gary Sondermeyer, Acting Chair
Susan Blew
Louis Mai
Robert Iacullo - by telephone
Shing Fu-Hsueh
Absent: Steve Picco

Interested Parties Present:

Oleg Kostin, New Jersey American Water
Ron Williams, Middlesex Water Co./East Brunswick Township
David Shope, Member of the Public
Arthur Roswell, Friends of Spruce Run

Authority Staff Present:

Henry S. Patterson, Executive Director
Joanna K. Stem, Executive Secretary
Edward Buss, Chief Engineer
Beth Gates, Director Finance and Administration
Ken Klipstein, Director Watershed Protection Program
Rita Nagy, Principal Accountant
William Bogosian, Manager Raritan Basin System
Julie Hajdusek, Property Administrator
Helene P. Chudzik, Sr. Deputy Attorney General
Sonia M. Frontera, Governor's Authorities Unit

A quorum existed for the transaction of Authority business.

APPROVAL OF THE MINUTES

Acting Chair Sondermeyer opened the meeting by asking for the approval of the minutes of the November 3, 2008 meeting. Ms. Blew moved for the approval of the minutes as prepared. Mr. Mai seconded this motion. All members approved of the motion.

EXECUTIVE DIRECTOR'S REPORT

There were no additions to the Executive Director's Report.

COMMUNICATIONS/CORRESPONDENCE

There were no items of Communication/Correspondence.

UNFINISHED BUSINESS

Mr. Buss reported that all operations in the Manasquan Water Supply System are normal. Mr. Buss stated that 1.1" of rainfall was received over the weekend. Mr. Buss stated that .89" of rainfall was received over the weekend in the Raritan System.

Mr. Bogosian reported that all operations in the Raritan Basin System were normal except for the water main break. He referred to the pictures in the Raritan Basin Report of the New Jersey American water main break adjacent to the D & R Canal, which occurred on November 18, 2008. Mr. Bogosian reported that the area water main would be repaired.

Mr. Klipstein reported that the staff from the Watershed Protection Program Unit has been working to complete reports and projects.

NEW BUSINESS

Ms. Nagy gave a brief report on the Unaudited Financial Report for the period ending September 30, 2008 stating that there were no cash receivable or accounts payable problems for the reporting period.

Ms. Gates provided the background information on the resolution approving the Annual Report for New Jersey Water Supply Authority for 2008 as required by Executive Order 37. Ms. Gates stated that the specific requirements of Executive Order 37 relative to the Authority's 2008 Annual Report are all included and met specifically with respect to financial controls. Mr. Mai moved the Resolution Approving the Annual Report of the New Jersey Water Supply Authority for 2008. Ms. Blew seconded the

motion for the resolution. All Authority members approved the resolution.

Ms. Gates gave the background information on the Resolution authorizing the placement of the Authority's Insurance Program for the period of March 1, 2009 through February 28, 2010. Ms. Gates explained that this resolution authorizes the Executive Director, with the approval of the Chair Insurance Committee, to place/renew the insurance program by March 1, 2009 and further ratify in a resolution at a subsequent Authority Meeting. Ms. Gates stated that the insurance premiums might be slightly higher than last year. Mr. Iacullo moved the Resolution and authorizing the placement of the Authority's Insurance Program for the period of March 1, 2009 through February 28, 2010. Mr. Mai seconded the motion for the resolution. All Authority members approved the resolution.

COMMITTEE REPORTS

- (a) Personnel - no report
- (b) Finance - no report
- (c) Audit - no report
- (d) Public Participation - no report
- (e) Capital Projects - no report
- (f) Insurance - no report
- (g) Watershed Lands Acquisition Committee - no report

PUBLIC COMMENT

Mr. Shope asked if the Resolutions discussed in last month's Executive Session were finalized and if the information regarding the Resolutions would be released to the public. Mr. Shope also asked if Gov. Corzine issued Executive Order 37.

EXECUTIVE SESSION

Sr. D.A.G. Chudzik read the statement to go into Executive Session to discuss acquisition of land. Mr. Mai moved the resolution to go into Executive Session, which Ms. Blew seconded. All Authority members approved the motion.

RETURN TO PUBLIC SESSION

Mr. Mai moved the resolution that the meeting be placed back into public session. Ms. Blew seconded this motion. All

Authority members approved the motion.

Ms. Blew moved the resolution authorizing execution of a contract to purchase a fee simple interest in a 160+-acre critical watershed parcel in Alexandria Township, Hunterdon County, Dr. Hsueh seconded this motion. All Authority members approved the motion.

Dr. Hsueh moved to adjourn the meeting. This motion was seconded by Mr. Mai and was approved unanimously. The meeting was adjourned at 2:20 P.M.

I hereby certify this to be a true and original copy of the December 1, 2008 New Jersey Water Supply Authority meeting minutes.

Joanna K. Stem
Executive Secretary