

REGULAR MEETING
SUFFOLK COUNTY WATER AUTHORITY

March 26, 2012, at 5:30 p.m.

Oakdale, New York

Present: James F. Gaughran, Chairman
Patrick G. Halpin, Secretary
Jane R. Devine, Member
Frank J. Pellegrino, Member
Errol D. Toulon, Jr., Member

Jeffrey W. Szabo, Chief Executive Officer

The meeting was also attended by Counsel T. Hopkins and John Milazzo; and by Messrs. Anderson, Celiberti, Cortese, DeBlasi, Finello, Kilcommons, Kulick, Kuzman, Litka, Miller, Motz, Pavacic, Pokorny, Reinfrank, Scottaline, Vecchio and Zotter; and by Mmes. Lyons, Mancuso, Morrisroe, Gallagher, Randazzo, Simson, Tinsley, Trupia and Vassallo.

Paul and Colette Malik and
Tom Talbot were also in attendance

Booklets containing detailed information for all Agenda items were distributed to each Member, Executive Staff and Counsel to the Authority.

At 5:30 p.m. Chairman Gaughran called the meeting to order. He then opened the meeting for public comment. Paul Malik and Colette Malik spoke in opposition to having a back flow device installed at their premises in Northport.

Mr. Gaughran asked staff to explain why a backflow device is required and the law supporting same. Mr. Szabo described the events that have taken place since

Mr. Malik was notified that a backflow device was required at his premises. He then asked Mr. Hopkins to explain back flow prevention.

Mr. Hopkins stated that New York State Board of Health sets forth regulations promulgated by law, which include the requirements for backflow prevention devices in addition to guidance documents to which types of businesses and buildings are required to have backflow devices. The fact that the building has a barber shop would qualify as a building requiring a backflow device.

Mr. Gaughran informed Mr. Malik that the Authority does not have discretion regarding the installation of backflow devices because it is law and the Authority is required to follow that law.

Mr. Malik requested a letter from the Authority explaining why a backflow device is required at his premises located at 209 Main Street, Northport, NY. Mr. Gaughran confirmed that the Authority will be glad to send him such a letter.

Mr. Szabo then described the information contained in the Members' packets, including regular monthly reports, as well as the 2012 Goals and Objectives.

He informed the Board that at the June board meeting, he would like to have a presentation which highlights the progress that each department is making regarding the Goals and Objectives.

He further reviewed a memo from General Counsel regarding an opinion he had requested from the State Comptroller's office regarding the use of water buffalos at charity or community events.

Mr. Gaughran then presented the minutes of the regular meeting of February 27, 2012, for approval. On motion made by Dr. Toulon, duly seconded by Mr. Pellegrino, and unanimously carried, the minutes of the regular meeting held on February 27, 2012, were approved.

Mr. Gaughran then presented a motion concerning amending the Minutes

of the January 30, 2012, board meeting. On motion made by Mrs. Devine, duly seconded by Mr. Pellegrino, and unanimously carried, it was

(087-03-2012) RESOLVED, To amend Resolution No. 019-01-2012, second paragraph, regarding Contract 6781 and its award to Suffolk Asphalt Corp. of Medford, New York as the amount stated was incorrect:

Amount stated: Six Hundred Ninety-two Thousand Five Hundred Eighty-one Dollars (\$692,581)

Correct amount: Three Hundred Eighty Thousand Two Hundred Forty-one Dollars (\$380,241)

Mr. Szabo referred to contracts scheduled to expire shortly, and he recommended that the Authority exercise its option to extend these contracts in accordance with the letters of recommendation. On motion made by Mr. Pellegrino, duly seconded by Mrs. Devine, and unanimously carried, it was

(088-03-2012) RESOLVED, To extend for a one-year period beginning May 1, 2012, Contract 6696 for sealcoat, line striping and rubberized crack filling of parking lots and driveways at the Authority's properties with Park Line Asphalt Maintenance, Inc., of Brookhaven, New York, in accordance with the specifications, terms and conditions of the contract.

On motion made by Mrs. Devine, duly seconded by Mr. Toulon, and unanimously carried, it was

(089-03-2012) RESOLVED, To extend for a one-year period beginning May 1, 2012, Contract 6700 for furnishing and delivery of combined drills and taps and tapping machine parts with Joseph G. Pollard Co., Inc. of New Hyde Park, New York for Items 1, 3-13, 15-71, 73-83; in accordance with the specifications, terms and conditions of the contract.

On motion made by Dr. Toulon, duly seconded by Mrs. Devine, and unanimously carried, it was

(090-03-2012) RESOLVED, To extend for a one-year period beginning May 1, 2012, Contract 6701 for maintenance and installation of overhead garage doors, rollup doors, inspection and maintenance of dock levelers with Superior Overhead Door Inc., of Selden, New York; in accordance with the specifications, terms and conditions of the contract.

On motion made by Mr. Pellegrino, duly seconded by Mrs. Devine, and unanimously carried, it was

(091-03-2012) RESOLVED, To extend for a one-year period beginning May 1, 2012, Contract 6703 for installation of water service lines using directional boring technology with Bancker Construction Corp. of Islandia, New York; in accordance with the specifications, terms and conditions of the contract.

On motion made by Mr. Pellegrino, duly seconded by Dr. Toulon, and unanimously carried, it was

(092-03-2012) RESOLVED, To extend for a five-month period beginning November 1, 2012 and ending on April 30, 2013, Contract 6746 for furnishing of snow removal services with Pristine Landscaping, Inc. of Quoque, New York, for the Authority's Hauppauge and Coram offices; and with Long Island Landscaping & Masonry, Inc. for the Authority's Huntington office; in accordance with the specifications, terms and conditions of the contract.

Mr. Szabo then reviewed Contracts 6790, 6791, 6792, 6794 through 6798, 6800 and 6801, and he recommended that these contracts be awarded/rejected in accordance with the letters of recommendation. On motion made by Dr. Toulon, duly seconded by Mrs. Devine, and unanimously carried, it was

(093-03-2012) RESOLVED, That the low bid under Contract 6790 for landscape and lawn maintenance during the period April 1, 2012 through December 15, 2012, submitted by Del Graz Enterprises, Inc. d/b/a R&R Landscaping of Central Islip, New York, for the Authority's East Hampton office, Port Jefferson, East Hampton and Patchogue pump stations, on a unit-price basis as stipulated in the bidder's proposal and calculated on estimated quantities indicated in the contract documents, totaling One Hundred Three Thousand Two Hundred Twelve Dollars (\$103,212), be and hereby is accepted; and be it

FURTHER RESOLVED, That the low bid under Contract 6790 submitted by CNM Landscape Corp. of Commack, New York, for the Authority's Huntington and Smithtown pump stations, on the same basis and totaling Thirty-six Thousand One Hundred Seventy-six and 40/100 Dollars (\$36,176.40), be and hereby is accepted; and be it

FURTHER RESOLVED, That the low bid under Contract 6790 submitted

by Schandel Clean-Ups of Yaphank, New York, for the Authority's Southold and West Hampton offices and Southold, West Hampton pump stations, on the same basis and totaling Twenty-nine Thousand Nine Hundred Forty-eight and 60/100 Dollars (\$29,948.60), be and hereby is accepted; and be it

FURTHER RESOLVED, That the low bid under Contract 6790 submitted by Long Island Maintenance & Repair of East Islip, New York, for the Authority's Bay Shore Office and Bay Shore pump stations, on the same basis and totaling Twenty-eight Thousand Six Hundred Eighty-two Dollars (\$28,682), be and hereby is accepted; and be it

FURTHER RESOLVED, That the low bid under Contract 6790 submitted by Pascarella's Landscaping, Inc., of Old Bethpage, New York, for the Authority's Babylon pump stations, on the same basis and totaling Fourteen Thousand Nine Hundred Ninety-eight and 08/100 Dollars (\$14,998.08), be and hereby is accepted; and be it

FURTHER RESOLVED, That the low bid under Contract 6790 submitted by Big Al's Landscaping, Inc. of Levittown, New York, for the Authority's Brentwood, Coram, Huntington and Hauppauge offices, on the same basis and totaling Nine Thousand Six Hundred Forty Dollars (\$9,640), be and hereby is accepted; and be it

FURTHER RESOLVED, That the low bid under Contract 6790 submitted by Landscape Expressions, Inc. of Huntington Station, New York, for the Authority's Oakdale and Great River offices, on the same basis and totaling Six Thousand Seven Hundred Ninety Dollars (\$6,790), be and hereby is accepted; and be it

FURTHER RESOLVED, That any Member and/or the Chief Executive Officer be and hereby is authorized to execute these contracts on behalf of the Authority.

On motion made by Mr. Pellegrino, duly seconded by Mrs. Devine, and unanimously carried, it was

(094-03-2012) RESOLVED, That the lowest responsive bid under Contract 6791 for furnishing and delivery of calcium hypochlorite tablets for the Authority pumping stations during the one-year period beginning April 1, 2012, submitted by Eagle Control Corp. of Yaphank, New York, on a unit-price basis as stipulated in the bidder's proposal and calculated on estimated quantities indicated in the contract documents, totaling Fifty-one Thousand Six Hundred Dollars (\$51,600), be and hereby is accepted; and that any Member and/or the Chief Executive Officer be and hereby is authorized to execute this contract on behalf of the Authority.

On motion made by Dr. Toulon, duly seconded by Mrs. Devine, and

unanimously carried, it was

(095-03-2012) RESOLVED, That the lowest responsive bid under Contract 6792 for furnishing and delivery of instrumentation, electrical control products and communications equipment during the one-year period beginning April 1, 2012, submitted by GCF Inc. of Northvale, New Jersey, for Items 2, 3, 12 through 26, 31 and 35, on a unit-price basis as stipulated in the bidder's proposal and calculated on estimated quantities indicated in the contract documents, totaling One Hundred Thirteen Thousand Four Hundred Nineteen and 75/100 Dollars (\$113,419.75), be and hereby is accepted; and be it

FURTHER RESOLVED, That the low bid for Item 7 under Contract 6792 submitted by Monarch Electric Supply of Ronkonkoma, New York, be rejected as it does not meet contract specifications; and be it

FURTHER RESOLVED, That the lowest responsive bid meeting specifications for Item 7 under Contract 6792 submitted by GCF Inc. of Northvale, New Jersey, on the same basis and totaling One Hundred Forty-nine Dollars (\$149), be and hereby is accepted; and be it

FURTHER RESOLVED, That the low bid under Contract 6792 submitted by Monarch Electric Supply of Ronkonkoma, New York, for Items 1, 4, 5, 6, 8 through 11, 30, 32 through 34, on the same basis and totaling Thirty-two Thousand Six Hundred Thirty-six Dollars (\$32,636), be and hereby is accepted; and be it

FURTHER RESOLVED, That the low bid under Contract 6792 submitted by USA BlueBook of Gurnee, Illinois, for Items 27, 28 and 29, on the same basis and totaling Thirteen Thousand Five Hundred Seventy-four and 03/100 Dollars (\$13,574.03), be and hereby is accepted; and be it

FURTHER RESOLVED, That any Member and/or the Chief Executive Officer be and hereby is authorized to execute these contracts on behalf of the Authority.

On motion made by Mr. Pellegrino, duly seconded by Dr. Toulon, and unanimously carried, it was

(096-03-2012) RESOLVED, That the low bid for Projects I and II under Contract 6794 for furnishing and installation of lime dust exhaust systems submitted by Air Purifiers, Inc. of Rockaway, New York, on a unit-price basis as stipulated in the bidder's proposal and calculated on estimated quantities indicated in the contract documents, totaling Thirty-seven Thousand Seven Hundred Ten Dollars (\$37,710), be and hereby is accepted; and that any Member and/or the Chief Executive Officer be and hereby is authorized to execute this contract on behalf of the Authority.

On motion made by Dr. Toulon, duly seconded by Mr. Pellegrino, and unanimously carried, it was

(097-03-2012) RESOLVED, That the low bid for Groups 1 through 7 (Items 1 – 149), 9 through 12 (Items 155-204), 14 (Items 210 – 216) under Contract 6795 for furnishing and delivery of ductile iron pressure fittings during the one-year period beginning April 1, 2012, submitted by Metrofab Pipe Inc. of Plainview, New York, on a unit-price basis as stipulated in the bidder's proposal and calculated on estimated quantities indicated in the contract documents, totaling Two Hundred Fifty Thousand Seven Hundred Sixty-four and 29/100 Dollars (\$250,764.29), be and hereby is accepted; and be it

FURTHER RESOLVED, That the low bid for Group 8 under Contract 6795 submitted by Holbrook Plastic Supply of Holbrook, New York, be rejected as they failed to submit the required bid security; and be it

FURTHER RESOLVED, That the lowest responsive bid meeting specifications for Group 8 under Contract 6795 submitted by Metrofab Pipe Inc. of Plainview, New York, on the same basis and totaling One Thousand Two Hundred Twenty-five and 03/100 (\$1,225.03), be and hereby is accepted; and be it

FURTHER RESOLVED That the low bid for Group 13 (Items 205-209) under Contract 6795 submitted by Ford Meter Box Co., Inc. of Wabash, Indiana, on the same basis and totaling Two Thousand Sixty-seven and 20/100 Dollars (\$2,067.20), be and hereby is accepted; and be it

FURTHER RESOLVED, That the low bid for Group 15 (Items 217-221) under Contract 6795 submitted by HD Supply Waterworks Ltd. of Watervliet, New York, on the same basis and totaling Forty-eight Thousand Two Hundred Seventy Dollars (\$48,270), be and hereby is accepted; and be it

FURTHER RESOLVED That the low bid for Group 16 (Items 222-228) under Contract 6795 submitted by Blackman Plumbing Supply Co., Inc. of Medford, New York, on the same basis and totaling Ten Thousand Twenty-six and 31/100 Dollars (\$10,026.31), be and hereby is accepted; and be it

FURTHER RESOLVED That any Member and/or the Chief Executive Officer be and hereby is authorized to execute this contract on behalf of the Authority.

On motion made by Mrs. Devine, duly seconded by Mr. Pellegrino, and unanimously carried, it was

(098-03-2012) RESOLVED, That the low bid for Group IV (A, B, C, D, E, F, K, P, Q, R, S, and T) and Group V (M,P) under Contract 6796 for furnishing and delivery of rigid

electrical conduit, fittings and associated electrical items during the one-year period beginning April 1, 2012, submitted by Monarch Electric Co., Inc. of Ronkonkoma, New York, on a unit-price basis as stipulated in the bidder's proposal and calculated on estimated quantities indicated in the contract documents, totaling One Hundred Forty-six Thousand One Hundred Sixty-six and 93/100 Dollars (\$146,166.93), be and hereby is accepted; and be it

FURTHER RESOLVED, That the low bid for Group I, Group II, Group III, Group IV (G,H) under Contract 6796 submitted by Revco Lighting & Electrical Supply, Inc. of Southampton, New York, on the same basis and totaling One Hundred Forty-four Thousand Nine Hundred Seventy-one and 60/100 Dollars (\$144,971.60), be and hereby is accepted; and be it

FURTHER RESOLVED, That the low bid for Group IV (I,J) under Contract 6796 submitted by Heatrex Inc. of Meadville, Pennsylvania, on the same basis and totaling Forty-eight Thousand Seventy Dollars (\$48,070), be and hereby is accepted; and be it

FURTHER RESOLVED, That the low bid for Group IV (N,O), Group V (A, C, D, F, H, L, O, Q, R) under Contract 6796 submitted by Aetna Electric LLC of Hicksville, New York, on the same basis and totaling Twenty-three Thousand Seven Hundred Thirty-seven and 10/100 Dollars (\$23,737.10), be and hereby is accepted; and be it

FURTHER RESOLVED, That the low bid for Group IV (M), Group V (B,E,I,K,N) under Contract 6796 submitted by Avon Electric of Hauppauge, New York, on the same basis and totaling Nine Thousand Five Hundred Forty Dollars (\$9,540), be and hereby is accepted; and be it

FURTHER RESOLVED, That the low bid for Group IV (L), Group V, (G,J), under Contract 6796 submitted by Mid-Island Electrical Supply of Commack, New York, on the same basis and totaling One Thousand Three Hundred Fourteen and 50/100 Dollars (\$1,314.50), be and hereby is accepted; and be it

FURTHER RESOLVED, That any Member and/or the Chief Executive Officer be and hereby is authorized to execute these contracts on behalf of the Authority.

On motion made by Dr. Toulon, duly seconded by Mr. Pellegrino, and unanimously carried, it was

(099-03-2012) RESOLVED, That the low bid for Items 1 and 3 under Contract 6797 for furnishing and delivery of underground locating devices during the one-year period beginning April 1, 2012, submitted by USA Bluebook of Gurnee, Illinois, on a unit-price basis as stipulated in the bidder's proposal and calculated on estimated quantities indicated in the contract documents, totaling Fifteen Thousand Three Hundred Eighty-

five Dollars (\$15,385), be and hereby is accepted; and be it

FURTHER RESOLVED, That the low bid for Items 2 and 4 under Contract 6797 submitted by Joseph G. Pollard Co., Inc. of New Hyde Park, New York, on the same basis and totaling Eleven Thousand Two Hundred Sixty-two Dollars (\$11,262), be and hereby is accepted; and be it

FURTHER RESOLVED, That any Member and/or the Chief Executive Officer be and hereby is authorized to execute these contracts on behalf of the Authority.

On motion made by Dr. Toulon, duly seconded by Mr. Pellegrino, and unanimously carried, it was

(100-03-2012) RESOLVED, That the low bid under Contract 6798 for vehicle maintenance services for cars and light duty trucks and vans during the one-year period beginning April 1, 2012, submitted by Oakdale Automotive of Oakdale, New York, on a unit-price basis as stipulated in the bidder's proposal and calculated on estimated quantities indicated in the contract documents, totaling Forty-two Thousand Two Hundred Ninety-three Dollars (\$42,293), be and hereby is accepted; and that any Member and/or the Chief Executive Officer be and hereby is authorized to execute this contract on behalf of the Authority.

Contract 6800 was deferred for discussion in Executive Session.

On motion made by Mr. Pellegrino, duly seconded by Dr. Toulon, and unanimously carried, it was

(101-03-2012) RESOLVED, That the low bid under Contract 6801 for supply of two 12' diameter granular activated carbon (GAC) adsorption systems, submitted by Siemens Industries Inc. of Elizabeth, New Jersey, on a unit-price basis as stipulated in the bidder's proposal and calculated on estimated quantities indicated in the contract documents, totaling Four Hundred Seventy-six Thousand Nine Hundred Ninety-eight Dollars (\$476,998), be and hereby is accepted; and that any Member and/or the Chief Executive Officer be and hereby is authorized to execute this contract on behalf of the Authority.

Mr. Szabo referred to two requests regarding special service agreements. After further explanation of details, and on motion made by Dr. Toulon, duly seconded by Mrs. Devine, and unanimously carried, it was

(102-03-2012) RESOLVED, To accept the quote received in response to the Authority's Request for Proposals No. 1368 of Health Source Medical Services, of Islandia, New York, and Medford, New York, for a one-year period beginning upon execution of the contract, with an option to extend for two additional one-year periods, for an estimated annual amount of Six Thousand Dollars (\$6,000); and that any Member and/or the Chief Executive Officer be and hereby is authorized to execute this agreement on behalf of the Authority.

On motion made by Mrs. Devine, duly seconded by Dr. Toulon, and unanimously carried, it was

(103-03-2012) RESOLVED, To accept the quote received in response to the Authority's Request for Proposals No. 1370 of All Island Media, of Edgewood, New York, for printing and mailing the Authority's 2012 Annual Drinking Water Quality Report in the amount of Eighty-four Thousand Three Hundred Forty-eight Dollars (\$84,348); and that any Member and/or the Chief Executive Officer be and hereby is authorized to execute this agreement on behalf of the Authority.

The Members reviewed two requests from Larry Kulick, Chief Financial Officer, regarding the Authority's budget. After further explanation of details, and on motion made by Mr. Pellegrino, duly seconded by Mrs. Devine, and unanimously carried, it was

(104-03-2012) RESOLVED, To authorize an increase to Item 040 – New Wells, in the amount of Three Hundred Twenty Thousand Dollars (\$320,000) in order to complete the Middle Road Well #7 and Village of Southampton test boring projects; this will increase the budget to Fifty-eight Million Six Hundred Sixty-four Thousand Seven Hundred Fifty Dollars (\$58,664,750) Dollars.

Mr. Szabo asked Mr. Kulick, Chief Financial Officer to briefly review the highlights of the Capital Budget and Operating and Maintenance Budget for year ending May 31, 2013. Mr. Gaughran stated that the budget is realistic and practical and commended Mr. Kulick and his staff on a job well done. Mr. Kulick highlighted several items, specifically water sales, rainfall and antennae leases. On the expense side, one major change is that payroll and benefits are allocated between the Capital and Operating and Maintenance Budgets in a different ratio due to the change in the capital budget. Last year the Authority began funding OPEB and has doubled the amount this year to alleviate rate increases in the future. Mr. Kulick also discussed the rate study

and indicated that the Authority is on target with the recommendations of the rate study. The Automated Meter Reading (AMR) project is proceeding on schedule.

In accordance with the recommendation of the Finance Committee, as well as Mr. Kulick's recommendation, and on motion made by Mr. Pellegrino, duly seconded by Dr. Toulon, and unanimously carried, it was

(105-03-2011) RESOLVED, That the Operating and Maintenance Budget and the Capital Budget for fiscal year ending May 31, 2013, be and hereby are approved; and that copies be forwarded to all agencies as required by law.

The Members reviewed a request from Mr. Miller regarding water service in the Town of Babylon. After further explanation of details, and on motion made by Mrs. Devine, duly seconded by Dr. Toulon, and unanimously carried, it was

(106-03-2012) RESOLVED, To authorize providing a water service to the Town of Babylon Community Development Program at the triangle located at Albany Avenue and Croydon Road in Amityville, the Town of Babylon Department of Public Works will provide the paving restoration on 12th Street in West Babylon, totaling approximately One Thousand Six Hundred Seventeen and 79/100 Dollars (\$1,617.79), the remainder of the average tapping fee, Thirty-two and 21/100 Dollars (\$32.21) and the water usage will be paid by Town of Babylon Community Development.

The Members reviewed a request from Michael Litka, Director of Information Technology regarding equipment. After further explanation of details, and on motion made by Mr. Pellegrino, duly seconded by Dr. Toulon, and unanimously carried, it was

(107-03-2012) RESOLVED, To renew the maintenance agreement with Oracle of Chicago, Illinois, covering the Sun UNIX servers in IT, Lab and GIS/Engineering departments, for the one-year period beginning April 1, 2011, in the amount of Twelve Thousand Nine Hundred Sixty-five and 25/100 Dollars (\$12,965.25); and that any Member and/or the Chief Executive Officer be and hereby is authorized to execute this agreement on behalf of the Authority.

Mr. Szabo reviewed a request from Mr. Miller regarding property. After further explanation of details, and on motion made by Dr. Toulon, duly seconded by Mrs. Devine, and unanimously carried:

(108-03-2012) WHEREAS, the Authority has identified a need for an additional source of water supply in the Amangansett area for several years; and

WHEREAS, using criteria established by the Authority's Hydrogeologist the Authority anticipates that a well constructed on property owned by the Bistran Land Corporation on Fresh Pond Road will be productive; and

WHEREAS, a test well on the Fresh Pond Road parcel revealed good water quality results, but more complex test wells need to be installed to make a final determination as to whether the parcel could be developed with a SCWA well; and

WHEREAS, Bistran expressed a desire to acquire the SCWA's Cozzens Lane parcel, which is no longer used by the SCWA as a wellfield; and

WHEREAS, in 2011 the SCWA has appraisals of the Fresh Pond Road and the Cozzens Lane parcels; and

WHEREAS, the Cozzens Lane parcel was appraised at \$750,000 and 1.49 acres of the Fresh Pond Road parcel was appraised at \$720,000, and if the SCWA acquired 1.55 acres of the Fresh Pond Road parcel, its value would be \$750,000; now, therefore, be it

RESOLVED, To enter into an agreement with the Bistran Land Corp. under the agreement Bistran would convey 1.55 acres of their property at 114 Fresh Pond Road in East Hampton in exchange for the Authority's 3.0 acre Cozzens Lane, East Hampton property, if the Authority determines that the water quality and quantity at the Fresh Pond Road property satisfies Authority requirements. The appraised value of the Authority property is equal to the appraised value of the Bistran parcel to be conveyed to the Authority; final terms of agreement are subject to approval of Authority Counsel.

Mr. Szabo then reviewed a request from Jane Morrisroe, Benefits Manager, regarding New York State Disability Insurance. After further explanation of details, and on motion made by Mr. Pellegrino, duly seconded by Mr. Halpin, and unanimously carried, it was

(109-03-2012) RESOLVED, To continue with National Benefit Life to provide short-term disability insurance at the rate of Five and 16/100 Dollars (\$5.16) PEPM from April 1, 2012 until June 30, 2012; and approve accepting the proposal of The Standard Life Insurance Company of New York to provide disability insurance at a cost of Four and 94/100 Dollars (\$4.94) PEPM effective July 1, 2012 through June 30, 2013.

Mr. Szabo then asked Mr. Finello, Director of Risk Management and Employee Development to summarize the insurance coverages for the one-year period beginning April 1, 2012. Mr. Finello stated this has been a culmination of a project started in December, 2011. Every four years, the Authority solicits from six (6) of the nation's largest brokers. He explained each proposal in depth. After many questions, and on motion made by Mr. Halpin, duly seconded by Mr. Pellegrino, it was

(110-03-2012) RESOLVED, To accept the lowest proposal received of Ace American Insurance Company, in response to the Authority's Request for Proposals No. 1365 for the Authority's property policy at a premium of One Hundred Seventy-two Thousand One Hundred Eighty-four Dollars (\$172,184) to issue a property insurance policy providing coverage for:

Property Coverage:

Real (Including Building and Contents)
Includes Boiler and Machinery Coverage
Valuable Papers
Accounts Receivable
Contractor's Equipment
Data Processing Equipment
Communication Equipment
Property in Transit
Newly Acquired Locations
Unscheduled Locations
Flood
Earthquake

Inland Marine Policy

Vehicle Catastrophic Comprehensive Coverage

and be it

FURTHER RESOLVED, That Willis Holdings Group, of New York, New York, acting as the insurance broker, will receive a fee of Nineteen Thousand (\$19,000) for providing the above coverage; and be it

FURTHER RESOLVED, That Marsh USA, Inc. located at 48 South Service Road, Suite 310, Melville, New York, be authorized for the one-year period beginning April 1, 2012, to act as the Authority's insurance broker by obtaining and servicing the following policies :

General Liability:
General Liability – Self-Insured Retention Policy
Products/Completed Operations
Personal & Advertising Injury
Employee Benefits Liability
Business Auto Liability:
Bodily Injury and Property Damage – Self-Insured Retention Policy
Personal Injury Protection
Uninsured Motorists
Underinsured Motorists
Excess Liability:
\$50 Million Dollar Limit to follow form over G/L and Auto with some restrictions

and be it

FURTHER RESOLVED, That Marsh USA, Inc., acting as the Authority's insurance broker will receive a fee in the amount of Fifty-five Thousand Dollars (\$55,000) for providing the above coverage; and be it

FURTHER RESOLVED, To renew with Network Adjusters, Inc., located at 850 Fulton Street, Farmingdale, New York, to act as claims administrators for all general liability and auto claims received during the contract period, a one-year period beginning April 1, 2012; and be it

FURTHER RESOLVED, To renew with Aon Risk Services located at 55 East 52nd Street, New York, New York, for a one-year period beginning April 1, 2012, to act as the Authority's insurance broker by obtaining and servicing the following policies:

Director's & Officer's Liability–Not for Profit Risk Protector Insurance Policy Form including Employment Practices:
Includes Wrongful Termination by the Authority
\$5,000,000 Limit
\$50,000 Corporate Reimbursement Deductible
\$0 Deductible Each Director
Definition of Insured includes all employees and the Authority

Commercial Crime:
Employee Dishonesty Coverage
Loss Inside and Outside the Premises
Money Order and Counterfeit Currency
Depositors Forgery
Wire Transfer Coverage

and be it

FURTHER RESOLVED, That Aon Risk Services acting as the Authority's servicing agent will be compensated through commissions received from the insurers; and be it

FURTHER RESOLVED, To renew with Liberty Mutual for the Authority's Workers Compensation insurance at an estimated premium of \$1,651,692; and be it

FURTHER RESOLVED, That USI of Briarcliff, New York, acting as the Authority's insurance broker during the one-year period beginning April 1, 2012, will receive a fee in the amount of Fifty Thousand Dollars (\$50,000) for providing the above coverage; and be it

FURTHER RESOLVED, To renew with Lovell Safety Co., LLC for open claims review and review of our experience modification during the one-year period beginning April 1, 2012, in the amount of Ten Thousand Dollars (\$10,000); and be it

FURTHER RESOLVED, That Aon Risk Services be authorized to purchase street opening permit bonds, as required during the year, for certain municipalities and the State of New York to guarantee work performed under street opening permits, which policies may expire or require adjustments in the amount of coverage during the twelve-month period; and be it

FURTHER RESOLVED, To renew with Marsh/U.S. Specialty for the Authority's excess liability policy for 1st Layer with U.S. Specialty, for 2nd Layer with U.S. Fire (Crum & Forster), and for 3rd Layer with Travelers; and be it

FURTHER RESOLVED, To authorize the Risk Management Department, in consultation with the CEO and General Counsel, to settle claims that occur between April 1, 2012 through March 31, 2013, and fall within the self-insured policy retention or deductible limits; and be it

FURTHER RESOLVED, To authorize the Risk Management Department, in consultation with the CEO and General Counsel, to increase/decrease coverages or purchase additional insurance as required by the operations of the Authority.

Mr. Szabo referred to a request to continue a grant to the Long Island Regional Envirothon for environmental education. On motion made by Mrs. Devine, duly seconded by Mr. Pellegrino, and unanimously carried, it was

(111-03-2012) RESOLVED, To authorize the continuation of an educational grant in the amount of Two Thousand Dollars (\$2,000) to the Long Island Regional Envirothon to be held April 25, 2012, to be used for the purchase of educational materials, scientific equipment and reference books.

Mr. Szabo referred to a training request. On motion made by Mr. Halpin, duly seconded by Mrs. Devine, and unanimously carried, it was

(112-03-2012) RESOLVED, To authorize the attendance of Sarah Ann Tolliver, SAP Oracle Database Administrator, to attend the Oracle Database 11g: Performance Tuning DBA Release 2 in Edison, New Jersey, from July 16 through July 20, 2012, at an approximate cost of Nine Hundred Dollars (\$900).

The Members reviewed the original invoices to be paid from the Operating Fund, and on motion made by Mr. Halpin, duly seconded by Mr. Toulon, and unanimously carried, it was

(113-03-2012) RESOLVED, That the following invoices be paid from the Operating Fund:

Decision 2000 Real Estate Services, Inc.	\$342.00
Greenman-Pedersen Inc.	9,540.28
Havkins Rosenfeld Ritzert & Varriale, LLP	7,920.78
O'Connor, O'Connor, Hintz & Deveny, LLP	5,440.58
Putney, Twombly, Hall & Hirson, LLP	7,265.93
Twomey, Latham, Shea, Kelley, Dubin & Quartararo LLP	500.00

The Members discussed authorizing the Chairman to amend the Board Meeting Calendar. On motion made by Mrs. Devine, duly seconded by Mr. Pellegrino, and unanimously carried, it was

(114-03-2012) RESOLVED, To authorize the Chairman to amend the Board Meeting Calendar, when necessary.

Chairman Gaughran opened the meeting again for discussion of new business and additional public comment. There were no comments.

SEQRA REVIEW

Where applicable, the foregoing resolutions, unless otherwise noted, will not have a significant adverse impact on the environment within the meaning of Section 8-0109 of the Environmental Conservation Law.

At 6:40 p.m., on motion made by Mr. Halpin, duly seconded by Dr. Toulon, and unanimously carried, it was

(115-03-2012) RESOLVED, That the Members go into an Executive Advisory Session for the purpose of discussing a possible litigation matter and personnel issues.

The meeting was again called to order at 7:35 p.m.

On motion made by Dr. Toulon and duly seconded by Mrs. Devine and unanimously carried, it was

(116-03-2012) RESOLVED, To authorize the Chief Executive Officer to award Contract 6800 to the lowest responsive bidder after reference checks are obtained.

On motion made by Mr. Pellegrino and duly seconded by Mr. Halpin and unanimously carried, it was

(117-03-2012) RESOLVED, To approve the management salary schedule attached hereto and made a part hereof, retroactive to January 1, 2012.

On motion made by Mr. Halpin and duly seconded by Dr. Toulon and unanimously carried, it was

(118-03-2012) RESOLVED, To approve the title changes in the management salary schedule attached hereto and made a part hereof, retroactive to January 1, 2012.

The Members scheduled their next regular meeting for Monday, April 23, 2012, beginning at 5:30 p.m. at the Administration Building in Oakdale.

As there was no further business to be considered, on motion made by Mrs. Devine and duly seconded by Mr. Halpin, the meeting was adjourned at 7:37 p.m.

Patrick G. Halpin, Secretary