

**Minutes of the Public Meeting held on July 7, 2010**

Members Attending: Antonio Albano, Chairman  
John T. Jim, Vice Chairman  
Sheila Bass, Treasurer

Others Attending: Thomas A. Zeuner, Executive Director  
Edward Rudolph, Esquire, Solicitor  
Carol A. Boston, Stenographer

Mr. Albano, Chairman, called the meeting to order at 7:30 p.m.

**1. Pledge of Allegiance**

Mr. Albano led the Pledge of Allegiance and requested a moment of silence for our service men and women.

**2. Approval of Minutes from June 16, 2010**

A motion (Bass-Jim) was made adopting a resolution to approve the Minutes from June 16, 2010 and passed with 3 ayes.

**3. Executive Director's Report**

Nothing reported.

**4. Citizens Concerns**

No residents appeared before the Board.

**5. Check Requisitions/Accounts Payable**

A motion (Bass-Jim) adopting a resolution to approve Revenue Fund Requisition No. 1932 dated July 7, 2010 in the amount of \$1,102,023.70; Bond Redemption & Improvement Fund Requisition No. 491 dated July 7, 2010 in the amount of \$110,443.53; and 2009 Loan Proceeds Requisition No. 3 dated July 7, 2010 in the amount of \$2,723,054.50 passed with 3 ayes.

The major items paid under Revenue Fund Requisition No. 1932 were as follows: Southampton Post Office - \$5,000.00; Aetna - \$1,633.60; BCWSA (Sewer) - \$748,351.50; BCWSA (Water) - \$126,975.72; Bee Bergvall & Co. - \$1,800.00; Brinker's Fuels - \$1,848.53; Barbara Bucknum, Tax Collector - \$1,798.37; Chet's Printing - \$4,711.00; Brian & Beverly Dunne - \$3,081.12; Hartford - \$4,071.58; Independence Blue Cross - \$27,519.10; J&J Auto & Truck Repair - \$1,659.48; JB Equipment Sales, Inc. - \$1,940.00; Edward Magid - \$1,000.00; PA Department of Transportation (Western End Sanitary Sewer Project) - \$2,084.30; PECO - \$27,164.18; Pennoni Associates -- \$13,264.36; Rudolph Clarke & Kirk LLC - \$29,522.51; Teamsters Health & Welfare - \$16,243.92; Univar USA Inc. - \$1,809.68; and a \$70,000.00 payroll transfer.

The major items paid under Bond Redemption and Improvement Fund Requisition No. 491 were as follows: Pennoni Associates - \$110,444.53.

The major items paid under 2009 Loan Proceeds Requisition No. 3 were as follows: Joao & Bradley Construction Co. (Contract No. 7-S-08) - \$1,107,819.70 and \$1,453,769.80; GS Developers Inc. (Contract No. 5-S-09) - \$36,540.00; and LB Industries Inc. (Contract No. 4-S-09) - \$124,925.00.

**6. Fox Chase Agreement**

A motion (Albano-Jim) adopting a resolution to approve and ratify the settlement agreement with between the Authority and Fox Chase Bank dated June 25, 2010 regarding reconciliation of business accounts stemming from fraudulent and criminally transmitted funds of the Authority via electronic means from an unknown third party on March 3, 2010. In approving the settlement agreement, the Authority's board members, unanimously expressed disappointment that the Authority's funds on deposit with Fox Chase Bank were not covered 100% by the bank, given our long term relationship and the nature of the transactions in this matter. The motion passed with 3 ayes.

The following Press Release was endorsed by the Authority Board Members:

“We have determined that on March 2, 2010, the Authority’s payroll account was electronically compromised by some unknown third party. Unlawful withdrawals in the amount of \$69,260.00 had occurred. The local, county, and federal law enforcement officials were immediately notified of the fraudulently and criminally transmitted withdrawals of the Authority funds. An active criminal investigation commenced and efforts to recover the funds remain ongoing. As of June 25, 2010, \$27,744.66 has been recovered. Fox Chase Bank has not been able to recover \$41,515.34. The bank has agreed to re-credit the Authority’s account in the amount of \$20,757.67. The law enforcement recovery efforts are continuing.”

**7. Contract No. 7-S-08 – Change Order No. 1 – Western End Sanitary Sewer Piping**

A motion (Bass-Jim) adopting a resolution to approve Change Order No. 1 under Contract No. 7-S-08 for the Western End Sanitary Sewer Project Piping for the bypass pumping necessary to remove and replace existing manhole 115B and for making the connections to the existing 15” clay pipe on both sides of the new manhole with PVC pipe and transition couplings in the amount of \$12,975.00 passed with 3 ayes.

**8. Contract No. 3-A-10 – Janitorial Services – Authorization to Prepare Bid Documents and Advertise for Bids (Pennbid)**

A motion (Jim-Albano) adopting a resolution to authorize the Authority staff to prepare the bid documents and advertise for bids in accordance with PA law under Pennbid for janitorial services for the Authority’s administration building passed 3 ayes.

**9. Award Contract No. 2-A-A-10 – Paving Restoration**

A motion (Albano-Bass) adopting a resolution to award Contract No. 2-A-A-10 for paving restoration to the low bidder, Associated Paving Contractors, Inc. in accordance with their bid received on June 30, 2010 in the amount of \$44,750.00 passed with 3 ayes.

**10. Approval and Execution of Sanitary Sewer and Public Water Improvement Agreement – 1060 Second Street Pike Retail Stores**

A motion (Bass-Jim) adopting a resolution to approve and execute the Sanitary Sewer and Public Water Improvement Agreement with 1040 Second Street Pike Associates I, L.P. for the 1060 Second Street Pike Retail Stores project passed with 3 ayes.

THERE BEING NO FURTHER BUSINESS TO DISCUSS, MR. ALBANO ADJOURNED AT 7:34 P.M.

THE NEXT MEETING IS SCHEDULED FOR AUGUST 18, 2010.