

THE METROPOLITAN DISTRICT COMMISSION

555 Main Street
Hartford, Connecticut 06103
Monday, February 3, 2014

Present: Commissioners Daniel Camilliere, Mary Anne Charron, Donald M. Currey, Timothy Curtis, William A. DiBella, Janice Flemming, Allen Hoffman, Joseph H. Kronen, Alphonse Marotta, Thea Montanez, Mark A. Pappa, J. Lawrence Price, Hector Rivera, Pasquale J. Salemi, Raymond Sweezy, Alvin E. Taylor and Richard W. Vicino (17)

Absent: Commissioners Andrew Adil, Luis Caban, Michael W. Gerhart, William P. Horan, Joseph Klett, Kathleen J. Kowalyszyn, Maureen Magnan, James S. Needham, Albert F. Reichin, Helene Shay and Special Representative Michael Carrier (11)

Also

Present: Charles P. Sheehan, Chief Executive Officer
Scott W. Jellison, Deputy Chief Executive Officer, Engineering & Operations
John M. Zinzarella, Deputy Chief Executive Officer, Business Services
R. Bartley Halloran, District Counsel
Christopher R. Stone, Assistant District Counsel
Brendan Fox, Assistant District Counsel
John S. Mirtle, District Clerk
Carol Fitzgerald, Acting Director of Finance
Stanley Pokora, Manager of Treasury
Kerry E. Martin, Assistant to the Chief Executive Officer
Cynthia A. Nadolny, Executive Assistant

CALL TO ORDER

The meeting was called to order by Chairman DiBella at 5:41 P.M.

ROLL CALL AND QUORUM

The District Clerk called the roll and informed Chairman DiBella that a quorum of the Commission was present, and the meeting was declared a legal meeting of the District Board of The Metropolitan District of Hartford County, Connecticut.

PLEDGE OF ALLEGIANCE

Those in attendance stood and recited the Pledge of Allegiance.

APPROVAL OF MINUTES

On motion made by Commissioner Price and duly seconded, the meeting minutes of January 6, 2014 were approved.

Chairman DiBella asked to take agenda items #8 (MDC Government- Appointment of Legislative Consultants) and #9 (Personnel, Pension & Insurance Committee- Tentative Agreement with Bargaining Units re: Health Insurance) out of order. No objection being heard, the agenda items were taken up.

**COMMITTEE ON MDC GOVERNMENT
Appointment of Legislative Consultants**

To: District Board

From: Committee on MDC Government

February 3, 2014

Over the past several years, the firms of Doyle, D'Amore & Balducci and Capitol Strategies Group, LLC have provided exemplary service in the area of governmental relations. Based upon their collective past performance, and to maintain a level of continuity within the District's legislative and administrative lobbying activities, District staff recommends the reappointment of Doyle, D'Amore & Balducci and Capitol Strategies Group, LLC to represent the District during the 2014 legislative session. The terms of their respective appointments would be from January 1, 2014 through December 31, 2014.

Furthermore, in the event the Committee on MDC Government forwards the appointments to the District Board, District staff recommends that the annual fee for each lobbyist firm remain \$25,000.00, for a total of \$50,000.00. Payments would be prorated over a 12-month period, commencing January 2014.

At a meeting of the Committee on MDC Government held on February 3, 2014, it was:

Voted: That the Committee on MDC Government recommends to the District Board passage of the following resolution:

Resolved: That the firms of Doyle, D'Amore & Balducci and Capitol Strategies Group, LLC be retained to perform lobbying services for a period commencing on January 1, 2014 and terminating on December 31, 2014, for a fee of \$25,000.00 each, totaling \$50,000.00, to be prorated over a twelve-month period, subject to the execution of a written agreement prepared and approved by District Counsel as to form and content, reflecting the scope

of services, reporting requirements and such other terms and conditions as District Counsel may specify.

Respectfully submitted,

John S. Mirtle, Esq.
District Clerk

***On motion made by Commissioner Price and duly seconded,
the report was received and resolution adopted by unanimous
vote of those present***

**PERSONNEL, PENSION AND INSURANCE COMMITTEE
Tentative Agreement Regarding Health Insurance**

To: District Board

February 3, 2014

From: Personnel Pension & Insurance Committee

It is the recommendation of staff that the Metropolitan District Commission authorize the Chief Executive Officer to execute a collective bargaining agreement regarding medical benefits with the three AFSCME Locals (Local 184, Local 1026, Local 3713), to take effect immediately upon ratification, but no later than February 16, 2014.

At a meeting of the Personnel Pension & Insurance Committee held on February 3, 2014, it was:

Voted: That the Personnel, Pension and Insurance Committee recommend to the District Board passage of the following resolution.

Resolved: The Metropolitan District, acting through its duly constituted Board of Commissioners, hereby accepts the tentative agreement with AFSCME Council 4, Local 184 and authorizes the Chief Executive Officer to execute a collective bargaining agreement regarding medical benefits with said local incorporating the terms of said tentative agreement as attached hereto.

that The Metropolitan District, acting through its duly constituted Board of Commissioners, hereby accepts the tentative agreement with AFSCME Council 4, Local 1026 and authorizes the Chief Executive Officer to execute a collective bargaining agreement regarding medical benefits with said local incorporating the terms of said tentative agreement as attached hereto.

that The Metropolitan District, acting through its duly constituted Board of Commissioners, hereby accepts the tentative agreement with AFSCME Council 4, Local 3713 and authorizes the Chief Executive Officer to execute a collective bargaining agreement regarding medical benefits with said local incorporating the terms of said tentative agreement as attached hereto.

that the acceptance of the tentative agreement with each of the respective unions is contingent upon ratification by each union on or before February 16, 2014.

Respectfully submitted,

John S. Mirtle, Esq.
District Clerk

TENTATIVE AGREEMENT
(HEALTH INSURANCE)

BETWEEN

THE METROPOLITAN DISTRICT COMMISSION (MDC)

AND

AFSCME COUNCIL 4
LOCAL 184, LOCAL 1026 ,and LOCAL 3713

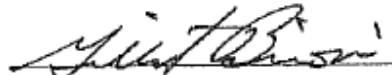
The parties will recommend this tentative agreement for ratification by their respective governing bodies.

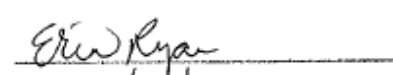
TENTATIVE AGREEMENT FOR HEALTH INSURANCE

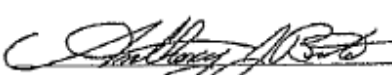
1. Effective upon ratification by both parties, Employee Premium for Health Insurance shall be 15%, 12% Premium Share for non-smokers;
2. Effective upon ratification by both parties, Outpatient co-pay increase from \$50 to \$100;
3. Effective upon ratification by both parties, Inpatient co-pay increase from \$125 to \$250;
4. All other co-pays remain the same;
5. Foregoing effective upon ratification through December 31, 2014;
6. Management withdraws its claim for arbitration in Case No. 2013-MBA-415;
7. Unions withdraw MPP-30,673, with prejudice;
8. This Tentative Agreement shall be subject to the ratification of the Unions and the MDC.

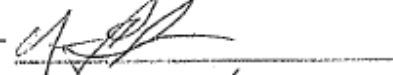
For Local 184 Council 4 AFSCME:

For the Metropolitan District:

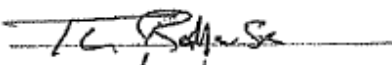

 Date: 1-17-2014


 Date: 1/24/14

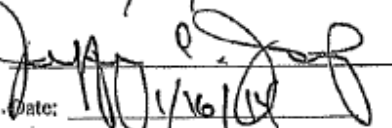

 Date: 1/16/2014


 Date: 1/22/14

For Local 1026 Council 4 AFSCME:



 Date: 1/17/14

Date: _____


 Date: 1/16/14

Date: _____

For Local 3713 Council 4 AFSCME:


Date: June 17th 2014

Wayne Marshall
Date: 1/16/14

On motion made by Commissioner Taylor and duly seconded, the report was received and resolution adopted by unanimous vote of those present

On motion made by Commissioner Salemi, without objection and duly seconded, agenda items #7a(State of CT DWSRF 2014-7026), #7b(State of CT DWSRF 2014-7030) and #7c(State of CT DWSRF 2014-7031) were consolidated into one agenda item and heard together.

**BOARD OF FINANCE
DWSRF NO. 2014-7026**

From: Board of Finance

To: District Board

February 3, 2014

Staff seeks approval from your Board to execute and deliver the Interim Funding Obligation and Project Loan Obligation to the State of Connecticut having a principal amount of \$1,691,378.66 and having an interest rate of 2.00%.

The low interest loan and grant will fund the replacement of the water main and appurtenances in the vicinity of Retreat Avenue in Hartford.

The State of Connecticut, through the Drinking Water State Revolving Fund Program, will provide \$1,824,572.45 in state funding with approximately \$133,193.79 in grants and \$1,691,378.66 in low interest loans at 2.00% to fund the expenses associated with this agreement.

Bond Counsel prepared the following resolution for your approval.

At a meeting of the Board of Finance held on February 3, 2014, it was:

Voted: That the Board of Finance recommends to the District Board passage of the following resolution:

RESOLVED:

RESOLUTION OF THE DISTRICT BOARD WITH RESPECT TO THE ISSUANCE OF INTERIM FUNDING OBLIGATIONS AND PROJECT LOAN OBLIGATIONS PURSUANT TO THE PROJECT LOAN AND SUBSIDY AGREEMENT DWSRF NO. 2014-7026 BETWEEN THE STATE OF CONNECTICUT AND THE METROPOLITAN DISTRICT UNDER THE DRINKING WATER STATE REVOLVING FUND PROGRAM

Section 1. The Chairman and the District Treasurer or Deputy Treasurer are authorized to execute and deliver any and all Interim Funding Obligations and Project Loan Obligations in the aggregate amount not to exceed \$1,691,378.66. Such Interim Funding Obligations shall be dated as of their date of issue, shall mature within six months of the Scheduled Completion Date, shall bear interest at the rate of two percent (2.00%) per annum, shall be payable as to principal and interest as provided in the Project Loan and Subsidy Agreement to be entered into with the State of Connecticut (the "Agreement") and, to the extent not paid prior to maturity from The Metropolitan District funds, may be renewed by the issuance of Interim Funding Obligations or Project Loan Obligations, all as provided in the Agreement. Capitalized terms used herein and not defined shall have the meanings ascribed to them in the Agreement.

Section 2. The Project Loan Obligations shall be dated as of their date of issue, shall mature no later than twenty years from the Scheduled Completion Date, shall bear interest at the rate of two percent (2.00%) per annum and shall be payable as to principal and interest as provided in the Agreement.

Respectfully submitted,

John S. Mirtle, Esq.
District Clerk

**BOARD OF FINANCE
DWSRF NO. 2014-7030**

From: Board of Finance

To: District Board

February 3, 2014

Staff seeks approval from your Board to execute and deliver the Interim Funding Obligation and Project Loan Obligation to the State of Connecticut having a principal amount of \$1,927,719.67 and having an interest rate of 2.00%.

The low interest loan and grant will fund various process, safety and building improvements to the Reservoir #6 Water Treatment Facility.

The State of Connecticut, through the Drinking Water State Revolving Fund Program, will provide \$2,079,525.00 in state funding with approximately \$151,805.33 in grants and \$1,927,719.67 in low interest loans at 2.00% to fund the expenses associated with this agreement.

Bond Counsel prepared the following resolution for your approval.

At a meeting of Board of Finance on February 3, 2014 it was:

VOTED: That the Board of Finance recommends to the District Board passage of the following resolution from Bond Counsel

RESOLVED:

RESOLUTION OF THE DISTRICT BOARD WITH RESPECT TO THE ISSUANCE OF INTERIM FUNDING OBLIGATIONS AND PROJECT LOAN OBLIGATIONS PURSUANT TO THE PROJECT LOAN AND SUBSIDY AGREEMENT DWSRF NO. 2014-7030 BETWEEN THE STATE OF CONNECTICUT AND THE METROPOLITAN DISTRICT UNDER THE DRINKING WATER STATE REVOLVING FUND PROGRAM

Section 1. The Chairman and the District Treasurer or Deputy Treasurer are authorized to execute and deliver any and all Interim Funding Obligations and Project Loan Obligations in the aggregate amount not to exceed \$1,927,719.67. Such Interim Funding Obligations shall be dated as of their date of issue, shall mature within six months of the Scheduled Completion Date, shall bear interest at the rate of two percent (2.00%) per annum, shall be payable as to principal and interest as provided in the Project Loan and Subsidy Agreement DWSRF No. 2014-7030 to be entered into with the State of Connecticut (the "Agreement") and, to the extent not paid prior to maturity from The Metropolitan District funds, may be renewed by the issuance of Interim Funding Obligations or Project Loan Obligations, all as provided in the Agreement. Capitalized terms used herein and not defined shall have the meanings ascribed to them in the Agreement.

Section 2. The Project Loan Obligations shall be dated as of their date of issue, shall mature no later than twenty years from the Scheduled Completion Date, shall bear interest at the rate of two percent (2.00%) per annum and shall be payable as to principal and interest as provided in the Agreement.

Respectfully submitted,

John S. Mirtle, Esq.
District Clerk

**BOARD OF FINANCE
DWSRF NO. 2014-7031**

From: Board of Finance

To: District Board

February 3, 2014

Staff seeks approval from your Board to execute and deliver the Interim Funding Obligation and Project Loan Obligation to the State of Connecticut having a principal amount of \$3,664,078.74 and having an interest rate of 2.00%.

The low interest loan and grant will fund various improvements and upgrades to the Wickham Hill water storage facility.

The State of Connecticut, through the Drinking Water State Revolving Fund Program, will provide \$3,952,620.00 in state funding with approximately \$288,541.26 in grants and \$3,664,078.74 in low interest loans at 2.00% to fund the expenses associated with this agreement.

Bond Counsel prepared the following resolution for your approval.

At a meeting of Board of Finance on February 3, 2014 it was:

VOTED: That the Board of Finance recommends to the District Board passage of the following resolution from Bond Counsel

RESOLVED:

RESOLUTION OF THE DISTRICT BOARD WITH RESPECT TO THE ISSUANCE OF INTERIM FUNDING OBLIGATIONS AND PROJECT LOAN OBLIGATIONS PURSUANT TO THE PROJECT LOAN AND SUBSIDY AGREEMENT DWSRF NO. 2014-7031 BETWEEN THE STATE OF CONNECTICUT AND THE METROPOLITAN DISTRICT UNDER THE DRINKING WATER STATE REVOLVING FUND PROGRAM

Section 1. The Chairman and the District Treasurer or Deputy Treasurer are authorized to execute and deliver any and all Interim Funding Obligations and Project Loan Obligations in the aggregate amount not to exceed \$3,664,078.74. Such Interim Funding Obligations shall be dated as of their date of issue, shall mature within six months of the Scheduled Completion Date, shall bear interest at the rate of two percent (2.00%) per annum, shall be payable as to principal and interest as provided in the Project Loan and Subsidy Agreement DWSRF No. 2014-7031 to be entered into with the State of Connecticut (the "Agreement") and, to the extent not paid prior to maturity from The Metropolitan District funds, may be renewed by the issuance of Interim Funding Obligations or Project Loan Obligations, all as provided in the Agreement. Capitalized terms used herein and not defined shall have the meanings ascribed to them in the Agreement.

Section 2. The Project Loan Obligations shall be dated as of their date of issue, shall mature no later than twenty years from the Scheduled Completion Date, shall bear interest at the rate of two percent (2.00%) per annum and shall be payable as to principal and interest as provided in the Agreement.

Respectfully submitted,

John S. Mirtle, Esq.

District Clerk

***On motion made by Commissioner Salemi and duly seconded,
the reports were received and resolutions adopted by
unanimous vote of those present***

**BOARD OF FINANCE
2013 Operating Budget Transfer**

From: Board of Finance

To: District Board

February 3, 2014

Staff is seeking authorization to perform a budget transfer from the 2013 Contingency budget line item to address 53rd payroll week, Material from Stock, Police Services, and Electricity in various departments.

Management recommends that the required additional funding for overtime be transferred from Contingency.

CERTIFICATIONS:

In accordance with Section 3-8 of the Charter of The Metropolitan District, I hereby certify that there exists free from encumbrances, in the following appropriation, the amounts listed:

	General	Water	Total
Department - 801			
Contingency	<u>\$380,000.00</u>	<u>\$210,000.00</u>	<u>\$590,000.00</u>
Total	<u>\$380,000.00</u>	<u>\$210,000.00</u>	<u>\$590,000.00</u>

John M. Zinzarella
Chief Financial Officer

It is therefore RECOMMENDED that it be:

Voted: That the Board of Finance recommends to the District Board passage of the following resolution.

Resolved: That transfers within the 2013 Budget Appropriations be approved as follows:

	General	Water	Total
From:			
Department - 801			
Contingency	<u>\$380,000.00</u>	<u>\$210,000.00</u>	<u>\$590,000.00</u>
Total	<u>\$380,000.00</u>	<u>\$210,000.00</u>	<u>\$590,000.00</u>
To:	General	Water	Total
Department - 304			
Systems Repair	\$33,500.00	\$100,500.00	\$134,000.00
Department - 305			
Systems Maintenance & Operations	36,500.00	109,500.00	146,000.00
Department - 402			
Water Pollution Control	<u>310,000.00</u>	<u>-0-</u>	<u>310,000.00</u>
Total	<u>\$380,000.00</u>	<u>\$210,000.00</u>	<u>\$590,000.00</u>

Respectfully submitted,

John S. Mirtle, Esq.
District Clerk

On motion made by Commissioner Camilliere and duly seconded, the report was received and resolution adopted by unanimous vote of those present

BOARD OF FINANCE
Debt Issuance Resolution for Bans

From: Board of Finance

To: District Board

February 3, 2014

- Staff is seeking authority for the District to issue up to \$278,221,000 in bond anticipation notes that will provide up to \$135,000,000 for the District Clean Water Project and up to \$143,221,000 for CIP projects.
- New Series A bond anticipation notes in the approximate aggregate principal amount of \$52,762,000 will be dated on or about March 25, 2014 and will mature on August 7, 2014. Series B bond anticipation notes in the approximate aggregate principal amount of amount of \$100,000,000 will be dated on or about March 25, 2014 and will mature on December 5, 2014. The Series C Notes in the approximate aggregate principal amount of amount of \$90,459,000 shall be dated on or about March 25, 2014, and shall mature on March 25, 2015. The Series D Notes in the approximate aggregate principal amount of \$35,000,000 shall be dated on or about March 25, 2014, and shall mature on March 25, 2015. All of the bond anticipation notes bear interest payable at maturity and will be issued in fully registered form.

Bond counsel prepared the following resolution for consideration by the Board of Finance:

At a meeting of the Board of Finance held on February 3, 2014, it was:

Voted: That the Board of Finance recommends to the District Board passage of the following resolution:

RESOLUTION AUTHORIZING THE ISSUANCE AND SALE OF NOT EXCEEDING \$278,221,000 GENERAL OBLIGATION BOND ANTICIPATION NOTES OF THE METROPOLITAN DISTRICT

Not exceeding \$278,221,000 Metropolitan District General Obligation Bond Anticipation Notes (the "Notes") are hereby authorized to be issued in anticipation of the issuance of bonds to fund such portion of the authorized and unissued balances of the capital appropriations contained in certain bond resolutions adopted to finance capital budget items enacted by the District Board in the years and in the amounts set forth on Exhibit A hereto attached and to refund previously issues bond anticipation notes as shown on Exhibit A. Proceeds of the Notes shall be used on a first-spent basis to temporarily finance the expenditures for any of the purposes or projects set forth on Exhibit A and for any supplemental purposes or projects the Board of Finance and the

District Board may from the date hereof authorize to be financed by the issuance of bonds. The Series A Notes shall be dated on or about March 25, 2014, and shall mature on August 7, 2014, bear interest payable at maturity and be issued in fully registered form. The Series B Notes shall be dated on or about March 25, 2014, and shall mature on December 5, 2014, bear interest payable at maturity and be issued in fully registered form. The Series C Notes and the Series D Notes shall be dated on or about March 25, 2014, and shall mature on March 25, 2015, bear interest payable at maturity and be issued in fully registered form. The Notes shall be payable at and certified by U.S. Bank National Association, which bank shall also serve as registrar and transfer agent for the Notes. The Notes shall be sold by the District Treasurer, or in his absence, the Deputy Treasurer, in a competitive offering and shall be awarded to the bidder or bidders offering to purchase the Notes at the lowest net interest cost to the District, and in no case for a sum less than par and accrued interest to the date of delivery, or shall be sold in a negotiated offering, in the discretion of the Treasurer or, in his absence, the Deputy Treasurer. The District Treasurer, or in his absence the Deputy Treasurer, is hereby delegated the authority to determine the rate or rates of interest on the Notes, and to deliver the Notes to the purchaser or purchasers thereof in accordance with this resolution. The Chairman and the District Treasurer, or in his absence, the Deputy Treasurer, are authorized to execute and deliver a Tax Regulatory Agreement and, in the case of a negotiated sale, a Note Purchase Agreement for the Notes on behalf of the District in such form as they shall deem necessary and appropriate, and to rebate to the Federal government such amounts as may be required pursuant to the Tax Regulatory Agreement for the purpose of complying with the requirements of the Internal Revenue Code of 1986, as amended. The Chairman and the District Treasurer, or in his absence, the Deputy Treasurer, are authorized to execute and deliver a Continuing Disclosure Agreement and any and all agreements and documents necessary to effect the issuance and sale of the Notes in accordance with the terms of this resolution.

Respectfully submitted,

John S. Mirtle, Esq.
District Clerk

***On motion made by Commissioner Salemi and duly seconded,
the report was received and resolution adopted by unanimous
vote of those present***

ADJOURNMENT

The meeting was adjourned at 5:57 PM

ATTEST:

John S. Mirtle, Esq.
District Clerk

Date of Approval