

MINUTES
FINANCE COMMITTEE MEETING
AUGUST 11, 2021 (VIRTUAL)

Attendants: Messrs. Cherico, DiSantis, Kern, Knapp, Lucas, Monaghan, Nagle, Pileggi, Pisani, Willert, Mesdames Caulk, Cummings, Nichols, and Sage.

There were no members of the public present.

1. ROLL CALL: Eight members of the DELCORA Board of Directors were present constituting a quorum.
2. PLEDGE OF ALLEGIANCE: The Pledge of Allegiance was recited by all parties present.
3. MONTHLY FINANCIAL REVIEW: Mr. John Pileggi, Chief Financial Officer, provided the Board with a written summary report of the July Interim Statements and highlighted items contained in the written report. Regarding Revenue and Expenses, Mr. Pileggi stated that revenue was about the same as last month and a slight favorable outcome is expected by the end of the year of \$150,000. Mr. Kern asked if this was the first time DELCORA has paid fines to DEP and EPA. Mr. Pileggi stated that this is not the first time. Per the Consent Order, a Civil Penalty was paid in 2015 and a Stipulated Penalty was paid in 2017. Mr. Pileggi had no additional comments to the written report. The Committee had no additional questions on the written report.
4. AUTHORIZATION FOR PROFESSIONAL SERVICES:
 - Newgen Strategies & Solutions – Provide Rate Model Update For 2022 Rates – Total Amount Not To Exceed \$9,570.00 (Operating Funds)

Mr. Pileggi reported that this is an annual proposal. He stated that after talking to the consultants, he doesn't expect to spend most of this money but in case there are questions or concerns for the 2022 rate model, there will be funds set aside for that.

Following discussion, it was the consensus of the Committee to recommend Board approval of the above proposal. This item will be placed on the agenda for the August 17th Board meeting.

5. RESOLUTION NO. 2021-08 – RE-INSTITUTING TERMINATION AND COLLECTION PROCEDURES AND AUTHORIZING REASONABLE ATTORNEY FEES IN THE COLLECTION OF DELINQUENT SEWAGE ACCOUNTS:

Mr. Pileggi reported that this is a request to reinstate penalties, interest, and shut offs as discussed at the July Meeting. It was recommended this be done as a resolution by the Solicitor. Mr. Pileggi stated that there may be an adjustment to the resolution to change an item regarding sending the notices by certified mail. Ms. Nichols asked, "with the COVID rates increasing, is it still a good idea to reinstitute this?" Mr. Willert responded

that, as an Authority, we do not have a resolution regarding shut offs and penalties so if the Board passes this at the Board meeting, it does not mean that DELCORA will automatically start shutting off services.

Following discussion, it was the consensus of the Committee to recommend Board approval of the above resolution. This item will be placed on the agenda for the August 17th Board meeting.

Prior to adjournment, Mr. Kern asked how soon the expense budget for Operating and Capital can be projected for expenses for the year 2022. Mr. Pileggi stated that Operating is currently being worked on. Mr. Hurst stated that they are also currently working on the Capital funds. Mr. Willert stated that the aim is for this to be completed by October.

ADJOURNMENT: It was moved by Mr. Lucas, seconded by Mr. Pisani, and unanimously carried to adjourn the regular meeting at 3:51 p.m.