



Great Lakes Water Authority

735 Randolph Street
Detroit, Michigan 48226
glwater.legistar.com

Meeting Minutes - Draft

Audit Committee

Tuesday, May 22, 2018

12:00 PM

Water Board Building 5th Floor

Special Meeting

1. Call To Order

Chairman Baker called the meeting to order at 12:05 p.m.

2. Quorum Call

Present: 3 - Chairman Brian Baker, Director Gary Brown, and Director Robert Daddow

3. Approval of Agenda

Chairman Baker requested a Motion to approve the Agenda.

Motion By: Gary Brown

Support By: Robert Daddow

Action: Approved

The motion carried by a unanimous vote.

4. Approval of Minutes

A. 2018-765 Minutes April 20, 2018

Indexes: Finance

Attachments: [Audit Committee Meeting Minutes 4.20.18](#)

Chairman Baker requested a Motion to approve the April 20, 2018 Audit Committee Meeting Minutes.

Motion By: Robert Daddow

Support By: Gary Brown

Action: Approved

The motion carried by a unanimous vote.

5. Public Comment

Raphael Chirolla, Oakland County Water Resources Commissioner's office, came before the Committee to inquire as to when the rates are planning to be approved.

6. Old Business

A. 2018-778 Review of the FY 2017 Audited Financial Statements

Indexes: Finance

Attachments: [FY 2017 Audited Financial Statement Review](#)

[GLWA - CAFR 6-30-17 \(Final\)](#)

[GLWA - Single Audit 6-30-17 \(Final\)](#)

[Auditor Review Questions 5.22.2018](#)

[GLWA - SAS Ltr 6-30-17 \(Revised Final\)](#)

Page 2 of the "Independent Auditors' Communication with Those Charged with Governance," 3rd paragraph under "Qualitative Aspects of the Authority's Significant Accounting Practices" was amended to include a matter pertaining to legal settlements assigned to the City of Detroit and the MOU.

Motion By: Gary Brown

Support By: Robert Daddow

Action: Received and Filed as Amended

The motion carried by a unanimous vote.

B. [2018-767](#) Financial Sustainability Model - Forecast Modeling

Indexes: Finance

Attachments: [Financial Sustainability Model 5.22.2018](#)

[GLWA Financial Forecast Model 051718](#)

[Forecast Exhibits 5.17.2018](#)

Motion By: Robert Daddow

Support By: Gary Brown

Action: Received and Filed

The motion carried by a unanimous vote.

C. [2018-768](#) Proposed Public Hearing: State Revolving Fund Project Plan Submittal for the Pump Station No. 1 (PS-1) Ferric Chloride System Rehabilitation and Struvite Removal Project

Indexes: Finance

Attachments: [2019 SRF Project Plan Pump Station No. 1 Ferric Chloride System](#)

[Ferric Chloride System Public Hearing Notice](#)

[Resolution -Ferric Chloride SRF Project Plan](#)

Motion By: Robert Daddow

Support By: Gary Brown

Action: Recommended for Approval to the Board of Directors

Agenda of May 23, 2018

The motion carried by a unanimous vote.

D. [2018-769](#) Review of the FY 2017 Detroit General retirement System Plan Actuarial Report

Indexes: Finance

Attachments: [6D1 Review of FY 2017 Detroit General Retirement Plan Actuarial Report](#)
[Detroit General Retirements System June 30 2017 Comp II Valuation](#)

Motion By: Robert Daddow
Support By: Gary Brown
Action: Received and Filed
The motion carried by a unanimous vote.

E. [2018-770](#) Detroit General Retirement System Plan Reporting Request

Indexes: Finance

Attachments: [Detroit General Retirement System Pension Reporting Request](#)

Motion By: Robert Daddow
Support By: Gary Brown
Action: Approved
The motion carried by a unanimous vote.

F. [2018-771](#) Report: Responses to Questions from Oakland County Drain Commissioner's Office

Indexes: Finance

Attachments: [Correspondence_Oakland County Drain Commissioner's Office](#)
[Response to Foster Group Memorandum](#)

Motion By: Robert Daddow
Support By: Gary Brown
Action: Received and Filed
The motion carried by a unanimous vote.

7. New Business

A. [2018-773](#) FY 2018 Third Quarter Budget Update

Indexes: Finance

Attachments: [Cover Memo FY 2018 Budget Amendments through March 31, 2018](#)
[FY 2018 Interim Pre-Close Budget to Actual Thru 3.31.2018](#)
[FY 2018 Shared Services Analysis](#)
[Staffing Budget to Actual FY 2017](#)
[Staffing Budget to Actual FY 2018](#)
[Interim Pre-Close Budget to Actual Report - table](#)
[Capital Improvement Plan Spending Bar Chart](#)

Motion By: Gary Brown
Support By: Brian Baker
Action: Received and Filed
The motion carried by a unanimous vote.

B. [2018-774](#) Update: Pre-approved Underwriter Pool Proposal Selection for the 2018 Financing Program

Indexes: Finance

Attachments: [Audit Committee Communication - Underwriter Selection Process 2018](#)

No Action Taken

This item will be sent to the full Board of Directors for consideration at the May 23, 2018 Board of Directors Meeting.

8. Reports

A. [2018-776](#) Monthly Revenue & Collections Report for March 2018

Indexes: Finance

Attachments: [Monthly Revenue and Collections Report 05.18.2018 REVISED\)](#)
[AR Aging W S IWC PS 04.30.18](#)

Motion By: Gary Brown
Support By: Robert Daddow
Action: Received and Filed
The motion carried by a unanimous vote.

B. [2018-777](#) Master Bond Ordinance Monthly Cash Transfers: Cash Transfers through May 1, 2018

Indexes: Finance

Attachments: [GLWA Audit Committee Memo DWSD & GLWA Cash Transfers May 2018](#)
[Audit Committee - Monthly Transfers to GLWA May 2018](#)
[Audit Committee - Monthly Transfers to DWSD May 2018](#)

Motion By: Robert Daddow
Support By: Gary Brown
Action: Received and Filed
The motion carried by a unanimous vote.

9. CFO Update

Nicolette Bateson, Chief Financial Officer/Treasurer, gave an update regarding the May 17, 2018 Vendor Outreach; the Water Infrastructure Finance and Innovation Act; and the GLWA Procurement Policy.

10. Look Ahead

The next Audit Committee Meeting is scheduled for June 15, 2018 at 8:00 a.m. (Regular Meeting).

11. Information

None

12. Other Matters

None

13. Adjournment

Chairman Baker requested a Motion to Adjourn.

Motion By: Gary Brown

Support By: Brian Baker

Action: Approved

The motion carried by a unanimous vote.

There being no further business, the meeting was adjourned at 2:24 p.m.