Great Lakes Water Authority

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

Meeting Minutes - Draft

Board of Directors Workshop Meeting

Wednesday, March 13, 2019 | **1:00 PM** | **Water Board Building 5th Floor**

1. Call to Order

Chairman Baker called the meeting to order at 1:00 p.m.

2. Quorum Call

Present: 6 - Chairman Brian Baker, Vice Chairman Abe Munfakh, Secretary Robert Daddow, Director Gary Brown, Director Freman Hendrix, and Director Craig Hupy

Note: Vice Chairman Munfakh's attendance via teleconference.

3. Approval of Agenda

William M. Wolfson, Chief Administrative and Compliance Officer, requested to withdraw Item 9.D (Resolution 2019-109, Wastewater Master Plan Update Presentation) from the Agenda.

Mr. Wolfson also stated that a substitute resolution has been distributed for Item 9.F (Resolution 2019-115) under New Business (Cont'd), which was reviewed and recommended for approval by the Legal Committee.

Chairman Baker requested a Motion to approve the Agenda as Amended.

Motion By: Abe Munfakh
Support By: Craig Hupy
Action: Approved as Amended
The motion carried by a unanimous vote.

4. Approval of Minutes

A. 2019-119 March 7, 2019 Board of Directors Workshop Meeting Minutes.Draft

Sponsors: Rechanda Willis

Attachments: March 7, 2019 Board of Directors Workshop Meeting Minutes

Chairman Baker requested a Motion to approve the March 7, 2019 Board of Directors Workshop Meeting Minutes.

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

5. Public Comment

Dakota Korth, representing the office of Wayne County Executive Warren Evans, and the Economic Development Corporation of Wayne County, came before the Board in support of the sale of parcels of land in Detroit for the Fiat Chrysler expansion project.

Basil Cherian, City of Detroit Mayor's Officer, Deputy Group Executive of the Jobs and Economy Team, came before the Board in support of the proposed sale of land that GLWA currently leases from the City of Detroit, in support of the Chrysler sale.

Becky Navin, General Counsel at the Detroit Economic Growth Corporation, and also represents the City of Detroit Brownfield Redevelopment Authority, came before the Board in support of the proposed FCA Mack Assembly and J-Mack projects and the proposed sale of property.

Luke Polcyn, Attorney at Miller Canfield and outside Counsel to the City of Detroit and the City of Detroit Brownfield Redevelopment Authority, came before the Board in support of the proposed sale of property for the Chrysler Fiat project.

6. Communications

A. 2019-121 Receipt of Correspondence

No Action Taken

7. Old Business

A. 2019-103 Proposed Amendment to Oakland-Macomb Interceptor Drain Drainage District Wastewater Disposal Services Contract

Sponsors: Randal Brown, Suzanne Coffey, Nicolette Bateson and Navid Mehram

Indexes: General Counsel; Wastewater Operations; Planning Services; Finance

Chairman Baker requested a Motion and Roll Call Vote regarding Resolution 2019-103 (Proposed Amendment to Oakland-Macomb Interceptor Drain Drainage District Wastewater Disposal Services Contract).

Motion By: Craig Hupy
Support By: Robert Daddow
Action: Approved
The motion carried by the following vote:

Aye: 5 - Chairman Baker, Vice Chairman Munfakh, Secretary Daddow, Director Brown, and Director Hupy

Nay: 1 - Director Hendrix

NOTE: Director Brown voted to approve the Proposed Amendment, with a written statement to be provided to the Executive Board Assistant.

8. Continued Public Hearings

Chairman Baker opened the Public Hearings regarding the Proposed Fiscal Year 2020 and Fiscal Year 2021 Biennial Budget and the Proposed Fiscal Year 2020 Water and Sewerage Service Charges at 1:27 p.m. and asked if there was anyone in the audience that would like to make comments.

There being no comments, Chairman Baker adjourned today's Public Hearings at 1:29 p.m. and stated that if the Budget and Charges are not adopted by the Board of Directors today, the Public Hearings will be reopened at the next Board of Directors Meeting (Thursday, March 21, 2019, at 1:00 p.m.).

A. 2019-112 Continued Public Hearing on Proposed Fiscal Year 2020 & Fiscal Year 2021 Biennial Budget

Sponsors: Nicolette Bateson

Indexes: Finance

Attachments: Reso. 2019-112 Continued Public Hearing
Rso. 2019-112 Budget One Page
Public Hearings Presentation

No Action Taken - Public Hearing Only

B. 2019-113 **Continued Public Hearing on Proposed Fiscal Year 2020 Water and Sewerage Service Charges**

Sponsors: Nicolette Bateson

Indexes: Finance

Attachments: Reso. 2019-113 continued public hearing on charges
Public Hearings Presentation

No Action Taken - Public Hearing Only

9. New Business

A. 2019-084 **Resolution Adopting the FY 2020 & FY 2021 Biennial Budget as approved 3.13.2019**

Sponsors: Nicolette Bateson

Indexes: Finance

Attachments: Possible Budget Mods TFG 022519.pdf
Budget Resolution with Two Alternatives 2.27.2019.pdf
1B Budget Resolution 022719 as Proposed (004)
Budget Resolution as approved 3.13.2019.docx

Chairman Baker made a Motion, Supported by Secretary Daddow, to adopt the FY 2020 and FY 2021 Biennial Budget and amend the Motion under 1) to the following:

a) reduce the Operations and Maintenance Expense by $5 Million ($2 Million Water and $3 Million Sewer), with a corresponding reduction in the revenue requirements; and

b) reverse the impact of the proposed alternative GLWA facilities arrangement to allow for the arbitration course to take place, which is anticipated to be completed within the next 60 days.

Motion By: Brian Baker
Support By: Robert Daddow
Action: Adopted
The motion carried by the following vote:

Aye: 6 - Chairman Baker, Vice Chairman Munfakh, Secretary Daddow, Director Brown, Director Hendrix, and Director Hupy

B. 2019-085

Resolution Regarding Approval of FY 2020 Schedule of Service Charges

Sponsors: Nicolette Bateson

Indexes: Finance

Attachments: Executive Summary Review of DWSD Preliminary Budget.pdf

Proposed FY 2020 Schedule of Charges 2.15.2019 Two Alternatives.pdf
C2 FINAL APPROVED FY 2020 Charge Schedules 3.21.19.pdf

Motion By: Abe Munfakh
Support By: Robert Daddow
Action: Approved
The motion carried by the following vote:

Aye: 6 - Chairman Baker, Vice Chairman Munfakh, Secretary Daddow, Director Brown, Director Hendrix, and Director Hupy

C. 2019-062 **Approval of FY 2020 through FY 2024 Capital Improvement Plan**

Sponsors: Suzanne Coffey

Indexes: Planning Services

Attachments: Resolution 2019-062

FY 2020-2024 Capital Planning Committee Presentation

FY2020-2024 Capital Improvement Plan

FY2020-2024 CIP Appendix A - BCE's Water

FY2020-2024 CIP Appendix B - BCE's Wastewater

FY2020-2024 CIP Appendix C- Centralized Services

Motion By: Robert Daddow
Support By: Craig Hupy
Action: Approved
The motion carried by the following vote:

Aye: 6 - Chairman Baker, Vice Chairman Munfakh, Secretary Daddow, Director Brown, Director Hendrix, and Director Hupy

E. 2019-110 CEO's KPI Report

Sponsors: Sue F. McCormick and William Wolfson

Indexes: Office of the Executive

Attachments: EUM Key Metrics Dashboard_190313_FINAL
3-19 Red, Yellow Green Report
Reso 2019- 110 Explanation of CEO Red and Yellow Report

Motion By: Freman Hendrix
Support By: Craig Hupy
Action: Received and Filed
The motion carried by a unanimous vote.

The Board will also discuss such other matters.

William M. Wolfson, Chief Administrative and Compliance Officer, asked, in light of the Board's action today, adopting the Budget, Charges and Capital Improvement Plan, if the Board wishes to proceed with next Thursday's (March 21, 2019) Meeting.

With the Board's action adopting the Budget, Charges, and the Capital Improvement Plan, the Thursday, March 21, 2019, 1:00 p.m. Board of Directors Workshop Meeting will be cancelled.

Director Brown stated he has a conflict with the March 27, 2019 GLWA Board of Directors Evening Community Meeting.

10. Reports

None

11. Remarks

A. Chairperson's Remarks

Chairman Baker stated he appreciates everyone's effort in getting the budget done early this year.

B. Board Members' Remarks

There were no Board Members' remarks.

12. Closed Session

A. 2019-114 Closed Session Request- Attorney Client Communication

Sponsors: Randal Brown

Indexes: General Counsel

William M. Wolfson, Chief Administrative and Compliance Officer, stated that there will be one additional New Business item (Authorization for Sale of Leased Property Commonly Known as 11900 Freud and 11900 E. Jefferson to the Detroit Brownfield Redevelopment Authroity) for consideration by the Board following today's Closed Session.

Chairman Baker requested a Motion and Roll Call Vote to enter into Closed Session at 2:14 p.m., followed by a short recess.

Motion By: Gary Brown
Support By: Robert Daddow
Action: Approved
The motion carried by the following vote:

Aye: 6 - Chairman Baker, Vice Chairman Munfakh, Secretary Daddow, Director Brown, Director Hendrix, and Director Hupy

Entered Closed Session at 2:18 p.m.

Returned from Closed Session at 2:30 p.m.

The only matter discussed was an Attorney-Client Communication.

9. New Business (Cont'd)

F. 2019-115 Authorization for Sale of Leased Property Commonly Known as 11900 Freud and 11900 E. Jefferson, Detroit, Michigan to the Detroit Brownfield Redevelopment Authority

Sponsors: Randal Brown

Indexes: General Counsel

Attachments: Purchase Agreement

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

13. Adjournment

Chairman Baker requested a Motion to Adjourn.

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

There being no further business, the meeting was adjourned at 2:31 p.m.