1	RARITAN TOWNSHIP MUNICIPAL UTILITIES AUTHORITY
2	
3	In the Matter of: : Transcript
4	RATE HEARING - Establishment of : Connection Fee, Sanitary Sewer : of User Fee, and Sanitary Sewer :
5	Surcharge : Proceedings
6	x
7	Thursday, December 11, 2024 365 Old York Road
8	Flemington, New Jersey 08822 Commencing at 5:00 p.m.
9	COMMISSIONERS:
10	JOHN TULLY, Chairman
11	SCOTT SIPOS, Vice Chairman JEFF ANCLIEN, Treasurer
12	FRANK SCIPIONE, Secretary (Absent) DAN MURRAY, Asst. Secretary/Asst. Treasurer
13	ALSO PRESENT:
14	REGINA NICARETTA, Executive Secretary
15	MIKE SCISS, Exec. Director/Maint. Supervisor RAYMOND FRANK, Chief Operator
16	DANIEL A. MADDEN, Consulting Engineer (Johnson, Mirmiran & Thompson)
17	MICHAEL CRAGIN, Auditor (Bowman & Company) - Appeared Telephonically
18	APPEARANCES:
19	ARCHER & GREINER, P.C.
20	BY: JASON SENA, ESQUIRE Attorney for the Commission
21	-
22	
23	
24	MICHAEL LOMBARDOZZI CSR, LLC Somerville, New Jersey 08876
25	mlombardozzi92@gmail.com

1	TABLE OF CONTENTS	
2	WITNESS	PAGE
3	(No witnesses sworn.)	
4	EXHIBITS	
5	NO. DESCRIPTION	PAGE
6	(No exhibits marked.)	
7		
8		
9		
10		
11		
12		
13		
14		
15		
16		
17		
18		
19 20		
21		
22		
23		
24		
25		

1 CHAIRMAN TULLY: This meeting has 2 been advertised in accordance with the Open 3 Public Meetings Act, setting forth the time and Raritan Township Municipal Utilities Authority as 4 the place of said meeting. A copy of this agenda 5 has been posted on the office bulletin board. 6 7 Regina? MS. NICARETTA: Mr. Anclien? 8 9 COMMISSIONER ANCLIEN: Here. 10 MS. NICARETTA: Mr. Murray? COMMISSIONER MURRAY: 11 Here. 12 MS. NICARETTA: Mr. Scipione? 13 Mr. Sipos? COMMISSIONER SIPOS: 14 Here. 15 MS. NICARETTA: Mr. Tully? 16 CHAIRMAN TULLY: Here. 17 Please stand for the pledge of 18 allegiance. 19 (Whereupon, the Pledge of Allegiance 20 is recited.) 21 CHAIRMAN TULLY: Okay. So the first 22 order of business, as there's no applications, is 23 going to be the rate hearing. Public rate 24 hearing is commencing at 5 o'clock, as 25 advertised. The public rate hearing is now open,

and I will let Mr. Cragin and Mr. Madden --1 2 MR. SENA: Let's start with 3 Mr. Cragin, if that's okay, Chairman. CHAIRMAN TULLY: That is fine. 4 5 COMMISSIONER MURRAY: Please. MR. SENA: Mr. Cragin, would you like 6 7 to describe the calculation and basis of the fee? MR. CRAGIN: Yep. So for the 8 Authority's connection fee, we performed the 9 calculation in accordance with the statutes, 10 based on the debt service -- cumulative debt 11 12 service paid by the Authority, and the fixed capital, you know, acquisitions. The results of 13 14 my calculation resulted in a capital base of \$42,277,481, divided by the equivalent dwelling 15 16 units served by the Authority, comes to the 17 maximum connection fee of 43.97 to be used for the calendar year 2025. 18 19 CHAIRMAN TULLY: Okay. 20 MR. CRAGIN: In connection with the 21 Authority's budget, we reviewed the expenditures, 22 and expected level of capital needs of the 23 Authority, and we calculated a 3 percent increase 24 is necessary on the base, on the user fee, which 25 calculates to \$21, which will increase the rate

```
to $715. Additionally, there'll be an increase
 1
 2
       in the base fee of $21, increasing that from $179
 3
       to $200.
                    CHAIRMAN TULLY: Okay. Anybody have
       any questions for Mr. Cragin about that?
 5
                    COMMISSIONER MURRAY:
 6
                                          No.
                    MR. SENA: I'll note for the record
 8
       that there's no public present.
 9
                    CHAIRMAN TULLY: Okay.
10
                    MR. SENA: Actually, there's one
11
       member of the public, but --
                    CHAIRMAN TULLY: Yeah.
12
13
                    MR. SENA: Do you have any questions,
14
       sir?
15
                    PUBLIC SPEAKER: Nope.
16
                    CHAIRMAN TULLY: So, Mr. Madden, I
17
       believe you have --
18
                    MR. SENA: Yes. Mr. Madden, can you
19
       describe what you do for the Authority, and your
20
       qualifications, very briefly?
21
                    MR. MADDEN: Yes, I am -- my name is
22
       Daniel Madden. I'm a licensed professional
23
       engineer in the state of New Jersey. I represent
24
       the Authority as their consulting engineer.
25
       work for JMT.
```

MR. SENA: 1 In that capacity, are you familiar with the Authority's operations? 3 MR. MADDEN: I am. 4 MR. SENA: And can you generally 5 describe the main plant, how it operates, and the 6 permitting structure? 7 MR. MADDEN: Yes. Our plant -- the 8 main plant is designed for 3.8 million gallons 9 per day. We receive flow from Raritan Township, 10 Readington Township, and Flemington Borough. 11 Raritan -- Flemington has an allocation of 1.08 12 MGD; Readington Township has an allocation of 13 0.125 MGD; Raritan Township has the rest. 14 MR. SENA: Okay. Have you reviewed 15 the Resolution Number 2024-70, establishment of a 16 sanitary sewer surcharge? 17 MR. MADDEN: I have, yes. This is 18 very similar to what was established last year. 19 MR. SENA: Yes. Can you -- if you 20 don't mind, would you go through the calculation 21 of the proposed surcharge, how the number was 22 reached, and the reasoning behind the proposed 23 surcharge? 24 MR. MADDEN: Yeah, the surcharge is 25 intended to recapture money that we would need to

spend in an I&I program, inflow and infiltration program, to rid the system of extraneous flow, to compensate for people that are going over their allocated flow. We did a study last year that indicated the average cost to do this would be 8 or \$9 per gallon.

Based on that, we -- we structured an increase based on the amount of flow that goes over per month. Again, it's per month average, so it's not, at one time in a month does somebody go over, they're not going to be surcharged; it's if their total for the month, on average, exceeds what they're allocated.

Based on that, we have a rate structure of anything from 1 to 10,000 gallons over allocation would be -- would be billed at \$6.35 cents per 1,000 gallons, which represents 35,000 of the user -- 35 percent, I'm sorry.

At 10,001 to 20,000 gallons would be 6.82, or 45 percent of the user fee.

And anything over 20,001 gallons would be at 7.29 per 1,000 gallons, which would be 55 percent over the base user fee rate.

MR. SENA: Okay. The cost you described earlier for I&I, are those expenses

```
that are included in the Authority's budget?
 1
                                 They are not.
                    MR. MADDEN:
                    MR. SENA: They are not. Okay.
 3
                                                      So
       they're unbudgeted expenses. Right?
                    MR. MADDEN: Correct.
 5
                               In your professional
 6
                    MR. SENA:
       opinion, do you feel that this proposed
 7
       surcharge, as structured, would be sufficient to
 8
 9
       compensate for I&I, in the event that a -- the --
       a user goes over in that fashion?
10
11
                    MR. MADDEN:
                                 I do.
                    MR. SENA: I don't have any other
12
13
       questions for Mr. Madden, unless any of the
14
       commissioners or members of the public have
15
       questions.
16
                    CHAIRMAN TULLY: I don't have any
17
       questions for Mr. Madden.
                    MR. SENA: Seeing none, thank you,
18
19
       Mr. Madden.
20
                    MR. MADDEN: You're welcome.
                    MR. SENA: If there's nothing further
21
22
       for the rate hearing, I think that you can do a
23
       motion to close.
24
                    CHAIRMAN TULLY: I need a motion to
25
       close the rate hearing.
```

1	COMMISSIONER SIPOS: Motion.
2	COMMISSIONER ANCLIEN: Second.
3	MS. NICARETTA: Mr. Anclien?
4	COMMISSIONER ANCLIEN: Yes.
5	MS. NICARETTA: Mr. Murray?
6	COMMISSIONER MURRAY: Yes.
7	MS. NICARETTA: Mr. Sipos?
8	COMMISSIONER SIPOS: Yes.
9	MS. NICARETTA: Mr. Tully?
10	CHAIRMAN TULLY: Yes.
11	(Whereupon, the deposition concluded
12	at 5:06 p.m.)
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	

RARITAN TOWNSHIP MUNICIPAL UTILITIES AUTHORITY REGULAR MEETING MINUTES

December 11, 2024

365 Old York Road, Flemington, New Jersey (908) 782-7453 Office (908) 782-7466 Fax

6. **RESOLUTIONS**:

Resolution #2024-68

Establishment of Connection Fee

Mr. Anclien made a motion to approve Resolution #2024 – 68, Mr. Murray seconded the motion.

Roll call vote:

Mr. Anclien

Yes

Mr. Murray

Yes

Mr. Scipione

Absent

Mr. Sipos

Yes

Mr. Tully

Yes

Resolution #2024-69

Establishment of Sanitary Sewer User Fee

Mr. Murray made a motion to approve Resolution #2024 – 69, Mr. Anclien seconded the motion.

Roll call vote:

Mr. Anclien

Yes

Mr. Murray

Yes

Mr. Soinian

Absent

Mr. Scipione

Abser

Mr. Sipos

Yes Yes

Mr. Tully

_

Resolution #2024 - 70 Establishment of Sanitary Sewer Surcharge

Mr. Murray made a motion to approve Resolution #2024 – 70, Mr. Tully seconded the motion.

Roll call vote: Mr. Anclien - Yes

Mr. Murray - Yes
Mr. Scipione - Absent
Mr. Sipos - Yes
Mr. Tully - Yes

Resolution #2024 - 71 Adoption of Certified Budget for FY 2025

Mr. Murray made a motion to approve Resolution #2024 – 71, Mr. Sipos seconded the motion.

Roll call vote: Mr. Anclien - Yes

Mr. Murray - Yes
Mr. Scipione - Absent
Mr. Sipos - Yes
Mr. Tully - Yes

Resolution #2024 - 66 Establishment of Administrative Salaries (previously

tabled)

Mr. Murray made a motion to approve Resolution #2024– 72, Mr. Sipos seconded the motion.

Roll call vote: Mr. Anclien - Yes

Mr. Murray - Yes
Mr. Scipione - Absent
Mr. Sipos - Yes
Mr. Tully - Yes

RTMUA 12/11/24 Regular Meeting Page 3 of 7

Resolution #2024-72 Designation of Public Agency Compliance Officer

Mr. Murray made a motion to approve Resolution #2024 – 72, Mr. Tully seconded the motion.

Roll call vote:

Mr. Anclien - Yes

Mr. Murray - Yes
Mr. Scipione - Absent
Mr. Sipos - Yes
Mr. Tully - Yes

Resolution #2024 - 73

Resolution Adopting and Mandating Use of the Open

Public Records Request Form Pursuant to N.J.S.A. 47-

1A-5(f)

Mr. Murray made a motion to approve Resolution #2024 – 73, Mr. Anclien seconded the motion.

Roll call vote:

Mr. Anclien - Yes

Mr. Murray - Yes
Mr. Scipione - Absent
Mr. Sipos - Yes
Mr. Tully - Yes

Resolution #2023 - 74

Authorizing Executive Director to Enter into and Terminate Agreements with Greywater / Septage Haulers

Mr. Sipos made a motion to approve Resolution #2024 – 74, Mr. Murray seconded the motion.

Roll call vote:

Mr. Anclien - Yes

Mr. Murray - Yes
Mr. Scipione - Absent
Mr. Sipos - Yes
Mr. Tully - Yes

Mr. Frank Scipione entered the meeting at 5:18 p.m.

Mr. Sena discussed the generator contract and the credit we were owed for the old generator versus the vendor requesting an invoice for the purchase of the old generator instead. The two following resolutions will be late additions to the Agenda.

Resolution #2024 - 75 Authorizing Sale of Surplus Property

Mr. Anclien made a motion to approve Resolution #2024 – 75, Mr. Sipos seconded the motion.

Roll call vote: Mr. Anclien - Yes

Mr. Murray - Yes Mr. Scipione - Yes Mr. Sipos - Yes Mr. Tully - Yes

Resolution #2024 - 76 Authorizing Revision of Purchase Order

Mr. Murray made a motion to approve Resolution #2024 – 76, Mr. Scipione seconded the motion.

Roll call vote: Mr. Anclien - Yes

Mr. Murray - Yes Mr. Scipione - Yes Mr. Sipos - Yes Mr. Tully - Yes

7. Approval of Minutes: Regular and Executive Session Minutes of November 21, 2024

Mr. Scipione made a motion to approve the Regular and Executive Session Minutes from the November 21, 2024 meeting. Mr. Sipos seconded the motion.

Roll Call Vote: Mr. Anclien - Yes

Mr. Murray - Yes Mr. Scipione - Yes Mr. Sipos - Yes Mr. Tully - Yes

7. Treasurer's Report / Payment of Bills:

Mr. Anclien - The bills totaled \$444,322.61. All appears to be in order.

Mr. Murray made a motion to approve the payment of bills. Mr. Tully seconded the motion.

Roll call vote: Mr. Anclien - Yes

Mr. Murray - Yes
Mr. Scipione - Yes
Mr. Sipos - Yes
Mr. Tully - Yes

8. Citizens' Privilege:

Mr. Raymond Frank had questions for the Board on his health benefits after retirement. It was discussed that Division of Pensions is the only one who can provide the exact percentage of his contribution and he should call them, possibly in conjunction, with Mr. Cragin.

9. Adjourn into Closed Session by Motion, if Needed:

None

10. Adjournment of Regular Meeting:

Mr. Sipos made a motion to adjourn the Regular Meeting. Mr. Scipione seconded the motion. All were in favor.



RARITAN TOWNSHIP MUNICIPAL UTILITIES AUTHORITY WORK SESSION MINUTES

DECEMBER 11, 2024

365 Old York Road, Flemington, New Jersey (908) 782-7453 Office (908) 782-7466 Fax

1. <u>The Work Session</u> of the Raritan Township Municipal Utilities Authority will be called to order upon the adjournment of the Regular Meeting.

2. Correspondence:

None

3. Old Business:

None

4. New Business:

None

- 5. Professional Reports:
 - a) Attorney –

None

b) Engineer –

Mr. Madden discussed the reviews for the requested re-occupancy letters and there was discussion on how the process could work more efficiently and how to get the RTMUA approval piece at the beginning of the re-occupancy process. Also discussed was the Belt Filter Press, real flow vs allocated flow, and the Stream Study.

6. RTMUA Reports:

a) ADMINISTRATIVE REPORT

Mr. Sciss went over the items in the Executive Director's report, specifically a tour of the plant scheduled for a high school class at the end of January 2025. Discussion on hiring an intern(s) for the summer was also discussed.

b) OPERATIONS REPORT

- 1. Chief Operator's Report
 - i) Overtime Recap
 - ii) Septage / Greywater Recap
 - iii) Monthly Flows
- 2. Laboratory Summary
- 3. Maintenance Summary
- c) Commissioner's Comments:

None

7. Discussion:

a) Re-occupancy Sewerage Approval

Previously discussed

8. Adjourn into Closed Session by Motion, if Needed

Chair Tully – We will be going into Closed Session to discuss Contractual Matters, and Personnel Issues; we do not anticipate any official action will need to be taken once we come out of Closed Session.

Mr. Anclien made a motion to adjourn into Closed Session for the above stated purpose and Mr. Sipos seconded the motion. Closed Session was from 6:03 pm -6:36 pm.

9. Adjournment of Work Session:

Mr. Scipione made a motion to adjourn the Work Session. Mr. Tully seconded the motion. All were in favor. The Meeting ended at 6:37 pm.