

1 STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS
2 NARRAGANSETT BAY COMMISSION

3 In Re: Monthly Board Meeting of the Commission

4 DATE: June 19, 2012
5 TIME: 11:00 a.m.
6 PLACE: Narragansett Bay Commission
7 Corporate Office Building
8 One Service Road
9 Providence, RI 02905

10 PRESENT:

- 11 Vincent Mesoella, Chairman
- 12 Raymond Marshall, Secretary–Executive Director
- 13 Joseph DeAngelis, Esquire
- 14 Richard Burroughs
- 15 Bruce Campbell
- 16 Mario Carlino
- 17 Michael DiChiro
- 18 Jonathan K. Farnum
- 19 Ronald Leone
- 20 Al Montanari
- 21 Alan Nathan
- 22 Michael Salvatore
- 23 Leo Thompson
- 24 Richard Worrell

25 ALSO PRESENT:

- 26 Cecille Antonelli, NBC
- 27 Rich Bernier, NBC
- 28 Tom Brueckner, NBC
- 29 Kelly Carpenter, Senate Fiscal
- 30 Pam Duckworth, NBC
- 31 Leah Foster, NBC
- 32 Jennifer Harrington, NBC
- 33 Laurie Horridge, NBC
- 34 Kathryn Kelly, NBC
- 35 Joanne Maceroni, NBC
- 36 Karen Musumeci, NBC
- 37 Paul Nordstrom, NBC
- 38 Joe Pratt, Louis Berger Group
- 39 Jamie Samons NBC
- 40 Deborah Samson, NBC

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1 ALSO PRESENT, cont.

2 Thomas Uva, NBC
John Zuba, NBC

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1 (MONTHLY BOARD MEETING COMMENCED AT 11:05 A.M.)

2 CHAIRMAN MESOLELLA: We're going to call a
3 meeting of the Narragansett Bay Commission, June 19th
4 meeting, to order without recognizing a quorum at the
5 present time, so we can't transact any business; but we
6 could talk generally about some issues, so we don't have
7 to go into substantial detail when we finally get a
8 quorum.

9 Has everyone had an opportunity to review the
10 previous minutes? I know we can't vote on them, but has
11 everyone had an opportunity to review them; and are
12 there any comments or questions regarding the previous
13 minutes?

14 THE COMMISSION: (No response)

15 CHAIRMAN MESOLELLA: When we get a quorum,
16 we'll just take a motion to approve them. I guess we
17 have a moment to go through the Executive Director's
18 Report, if you want to go through the report, Ray.

19 RAYMOND MARSHALL: Sure. I won't really go
20 through page by page. I'm just going to kind of do this

21 off the cuff.
22 In terms of Operations, the facilities have been
23 running very well, and the Field's Point staff has moved
24 into the new Operations Building and has found it to be
25 a substantial upgrade to what they had previously. CAC,

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1 I think Harold will report had a tour through it the
2 other day and also liked it very much.

3 The construction has been going fast and furious,
4 both at the two treatment plants as well as out on Phase
5 II. The treatment plant work has been very productive
6 and trouble free to this point.

7 The Phase II construction contracts have encountered
8 some problems and challenges. We're working through
9 those. There are a couple of items before you on CEO
10 that will require approval associated with the Phase II
11 work.

12 A&F is going to present the FY-'13 Budget to you
13 today, and we'll need your approval on that so we can
14 begin our fiscal year on July 1. The FY-'12 Budget will
15 finish in a positive fashion over the next week or so.

16 We do have some action items for you under the
17 Finance Committee Report that have to do with going out
18 for revenue bonds as well as seeking rate increases to

19 cover primarily debt service and debt service coverage.
20 There is some O&M expense factors in there also. Karen
21 will explain that to you at the appropriate time.
22 I'm happy to report that Standard & Poor's has
23 reaffirmed our AA minus rating at a time when most
24 public and private entities are being downgraded. We
25 continue to maintain our solid bond rating, AA minus.

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1 In PP&R, Tom's group has been involved in a number of
2 outreach programs. We've been trying to build our
3 relationships with Save the Bay. That's going very
4 well.

5 Coastal Hypoxia Research Group, they were involved in
6 the DEM shellfish transplant activities back in May, in
7 our May report, anyway, and we had that very successful
8 environmental merit award breakfast ceremony in late
9 May, which a few of you attended, and that received very
10 good publicity.

11 In Executive, we wrapped up the Environmental
12 Education Program for the year with a big event at
13 Goddard Park a couple of weeks ago.

14 The General Assembly session is finally over, and
15 Joanne will give a legislative report at some point
16 during this meeting.

17 We wrapped up another successful lien sale where we
18 collected \$681,000 in total. We, meaning Jamie, I
19 guess, in particular, has been in the continual outreach
20 mode from a PR perspective to those areas that we're
21 disturbing by our construction activity that is up on
22 the East Side and out in Olneyville, so we want to keep
23 the residents of those areas as informed as we can, and
24 listen to the challenges that they face because of the
25 constant activity that we're bringing into their

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1 neighborhoods, but it's necessary evil in order to get
2 Phase II done.

3 We are in the nonunion employees, the performance
4 evaluation mode. We have a paper-performance system for
5 our non-union employees, and we're doing all our
6 evaluations at this point in time. Do you want to
7 mention the lateral sewer bill?

8 CHAIRMAN MESOLELLA: Sure. Members may
9 recall that we have been talking in some detail about a
10 piece of legislation which was introduced to the General
11 Assembly which will require Narragansett Bay Commission
12 to perform a feasibility analysis of whether it makes
13 sense to acquire all of the lateral sewers in our
14 district.

15 We meant to generate a report outlining our findings
16 which would include the feasibility of accepting
17 responsibility, the operations and maintenance of those
18 lateral lines as well as the financial impact of doing
19 so and a suggestion for how that would be managed. That
20 would all come under the Narragansett Bay Commission.
21 This is a matter which has from time to time surfaced
22 in the General Assembly, primarily generated by the City
23 of Providence. The previous mayor who suggested that
24 the Narragansett Bay Commission should take over all of
25 the laterals in Providence. Of course there's, as you

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1 know, an expense affiliated with that that we could not
2 just generally pass on to all other district
3 communities.
4 So, it had surfaced several other times in the past.
5 The General Assembly thought that, perhaps, it was time
6 for us to study the impacts of that, and come up with a
7 comprehensive plan or resolution to do that.
8 It was supported by the House leadership, and
9 encouraged, I might say, by the House leadership; and it
10 passed the House, basically, unanimously; I think it was
11 unanimously, and it was sent over to the Senate
12 Committee on the Environment.

13 It was expected to receive a hearing and then be
14 favorably reported out, but in the closing days of the
15 Assembly, it just got left on the Committee Calendar;
16 and it was never acted upon, so I don't know what's
17 going to happen now.

18 The simple fact of the matter is, is that we don't
19 require, a study is not required, a Bill is not required
20 to do a study, but the reporting dates were required by
21 the Bill; and that was really the driving force.

22 So, I suspect that I'll be hearing something about it
23 in the next couple of months when the dust settles, when
24 the House realizes that the Senate never really acted on
25 it, so we'll see.

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1 We were gearing up for that with full expectations
2 that it was going to pass, so there was no action on it,
3 but there was action on other bills. Where's Joanne, is
4 she here?

5 RAYMOND MARSHALL: I don't see her in the
6 room at the time.

7 MS. MUSUMECI: She had to go back upstairs
8 for a minute.

9 CHAIRMAN MESOLELLA: So, while we're talking
10 about the issue of General Assembly activity, I suspect

11 that we can move on to her report while we're waiting
12 for Commissioner DiChiro inasmuch as it doesn't require
13 any action by the Commission.

14 RAYMOND MARSHALL: Our next scheduled
15 meeting, by the way, is September 28th, I believe. It's
16 late in September because we have the audit that will
17 need to be approved, and they need that much time to get
18 it ready, our auditors do, and then we have to get it
19 to the Auditor General by October 1st.

20 MS. GIEBINK: September 30th.

21 RAYMOND MARSHALL: September 30th, so we'll
22 try to push it into late September as much as we can and
23 give the auditors adequate time to pull it all together.
24 It's quite comprehensive, and we're expecting to get
25 another clean audit, right, Leah?

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1 MS. FOSTER: That's right.

2 RAYMOND MARSHALL: We'll have the auditors
3 in here for long periods of time, probably starting in
4 the next couple of weeks and then work right through
5 July and August to make sure that we meet the deadline
6 that Karen mentioned to you.

7 CHAIRMAN MESOLELLA: I suppose we can talk a
8 little bit about what transpired at CEO Committee.

9 RAYMOND MARSHALL: By the way, can I correct
10 one thing? I think it's actually September 25th. I
11 apologize. I think I said the 28th. It is a Tuesday,
12 so it's the last Tuesday in September.

13 CHAIRMAN MESOLELLA: I know Commissioner
14 Salvadore's going to have a report.

15 COMMISSIONER SALVADORE: Isn't there a rule,
16 not a rule, but in Robert's Rules of Order that we could
17 have the regular meeting, and if the results of that
18 meeting are not challenged within 30 days that
19 everything is A okay? Do you know about that, Joe?

20 CHAIRMAN MESOLELLA: I would have to refer
21 that matter to our General Counselor.

22 MR. DeANGELIS: Thank you. There is a
23 statutory quorum of 12, and the problem with that, of
24 course, is that if there's some disgruntled bidder out
25 there, and now that we're talking about it, it becomes

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1 part of the public record, if there is a disgruntled
2 bidder, it could serve to further delay things with a
3 challenge because we did not have a quorum.
4 Some items, obviously, while they are action items,
5 don't involve the competing interests of people, and we
6 certainly could act on those and not expect any further

7 complications from it, but when you've got some bidding
8 issues, I'd be concerned.

9 COMMISSIONER SALVADORE: Well, I think as
10 far as what the CEO Committee has done this morning, I
11 don't think that there's anything in there that could be
12 challengeable. I mean, I don't know how you want to
13 handle that.

14 CHAIRMAN MESOLELLA: Well, let's go back to
15 Joanne, and Mike DiChiro has indicated he'd be here
16 between 11 and 11:30, which is another 12 minutes, so
17 maybe we could just talk a little about what happened up
18 at the General Assembly this year.

19 I just gave the Commission an overview of the bill
20 that was left on the Committee, the Environmental
21 Committee, which was the sewer lateral bill. We don't
22 need to go into that, but the rest of your report, if
23 you want to just start. Why don't we skip the first
24 ten, go right to the last two, and I think that would be
25 great.

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1 MS. MACERONI: Okay, thank you. As you
2 know, the General Assembly recessed last week early
3 Wednesday morning, and there were only a handful of
4 bills that we were following that actually made it

5 through the General Assembly, and several of them were
6 signed into law by the Governor; and several of them
7 were still waiting to be transferred to him.

8 Once they're transferred to him, they have ten days,
9 he has ten days to act upon them. He can either sign it
10 into law, veto it or let it become law without his
11 signature.

12 The first one is Article 5 of the Budget. The
13 Governor signed the Budget on Friday. Article 5
14 contains the \$20 million bond referendum for the Clean
15 Water Finance Agency. Twelve million of that is going
16 to be leveraged with State and Federal funds for
17 wastewater infrastructure projects. We did go up and
18 testify on that, and we're very happy that the Governor
19 included it into his Budget.

20 The next one is another bill which we supported, and
21 the Governor did sign both the House and Senate bills
22 into law. It allows police departments to have
23 containers for unused drugs, not controlled substances,
24 but medications. We supported this because the less
25 that goes into the wastewater, the better our treatment

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1 will be.

2 The next one, again, is part of the Budget, Article

3 17. They eliminated DEM's Pollution Monitoring System,
4 and yearly, we've had to pay them \$10,000 a year per
5 treatment facility for this monitoring.

6 The reason it was eliminated was that now instead of
7 DEM & DOH doing the monitoring, monitoring is now part
8 of our permit, so this would be a duplication of effort,
9 and as you know, too, we also do a lot of monitoring on
10 our own, so we just monitored the bill. We weren't for
11 or against it.

12 The next one, H 8024, amends the Administrative
13 Procedures Act with regard to agency rules. As you may
14 recall, we opposed the initial bill because it required
15 EDC to review all agencies rules and regs, and they were
16 to determine if the rules and regs should stay in
17 effect.

18 While they were doing this, the rules would be
19 unenforceable, so we were highly concerned about that
20 statute, that proposal, proposed changes. We worked
21 with the sponsor and with the Governor's policy office,
22 and I'm happy to say that they addressed all our
23 concerns; so now it's back to the agencies reviewing
24 their own rules and regs.

25 We have to start beginning July 1st. We have four

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1 years to review all our existing rules and regulations.
2 They want us to do 25 percent each year to review them
3 to see, do we still need them? Do they need to be
4 amended? What type of impact do they have economically
5 on small businesses? So, again, we're pleased that it's
6 now back in our hands.

7 Last, but not least, is changes to the Access to
8 Public Records Act. Some type of version of this bill
9 has been around for the last couple of years, and
10 basically, it makes public various records that up until
11 this point were not public, such as employment
12 contracts, severance contracts, et cetera. It also
13 includes a balancing test so that you can determine if
14 the release of any of this information would be an
15 infringement on someone's personal privacy.

16 This bill, there were a lot of people that were for
17 it, but I heard that there were concerns about the
18 balancing test, so I don't know what the Governor would
19 do with this bill; but it hasn't been transmitted to him
20 as of yet.

21 I don't know, Mr. Chairman, if you mentioned that the
22 Budget, the General Assembly took out the \$3 million
23 that the Governor had proposed to take from the NBC for
24 debt service, that was no longer in the Budget that the
25 General Assembly passed, so we're pleased with that.

1 Any questions?

2 THE COMMISSION: (No response)

3 MS. MACERONI: Any questions? Thank you.

4 CHAIRMAN MESOLELLA: Thank you. Anyway, I
5 want to thank Counsel Joe DeAngelis in that regard. He
6 was a big help.

7 As Joanne just suggested, the Administration was
8 trying to scoop about \$20 million of Bay Commission
9 funds they thought were unrestricted, but they are
10 restricted; and with the help of counsel, the
11 Administration and Karen as well and Ray, we met, and
12 now they understand that those are not just
13 free-floating funds; they weren't surplus cash, so it
14 was a close one.

15 COMMISSIONER WORRELL: What was the State's
16 theory on why we should pay them that money?

17 CHAIRMAN MESOLELLA: Because they're the
18 State. Because we have it, and they don't; and they
19 want it. We have it, they want it.

20 I can't speak in significant detail, but in the past,
21 and maybe Joe would know, Rhode Island Solid Waste
22 Management, Resource Recovery, had a lot of surplus
23 cash, and the State was taking that, but that was
24 surplus operational cash.

25 The cash that we have, which they originally thought

1 was surplus cash because, and I guess the best way to
2 describe it is our cash sits in silos pursuant to
3 specific projects that we do and debt service coverage.

4 So, when they saw this, the reaction was, let's get
5 it, but it's not surplus cash as which was originally
6 thought of. Once they understood that and the
7 ramifications of scooping that cash, Joe and I have met
8 with the Chairman of House Finance and the Speaker, and
9 who else was there, Joe?

10 MR. DeANGELIS: The Director of
11 Administration.

12 CHAIRMAN MESOLELLA: The Director of
13 Administration was there and just agreed that perhaps it
14 was not the best practice, but primarily, if they did
15 take the cash, even if they did, if they could find a
16 way to take it, that unless there were other
17 adjustments, that Narragansett Bay Commissioners would
18 really be supplementing the State Budget, which we
19 thought was non-equitable.

20 So, cool heads prevailed, and they've moved on. So,
21 it was a close one because that definitely would have
22 resulted in some impact to our ratepayers, and so it
23 turned out pretty good.

24 So, are there any other questions regarding the
25 Legislative Report?

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1 THE COMMISSION: (No response)

2 CHAIRMAN MESOLELLA: Harold, do you have a
3 report today?

4 MR. GADON: I have a short report, Mr.
5 Chairman. As Ray Marshall alluded to, during our
6 scheduled meeting of June 19th, they were given a tour
7 of the new Operations Facility and a light meal by
8 Jamie, and they were truly impressed and thought the
9 building was a great asset of the NBC.

10 With summer approaching, we will meet again in
11 September, unless something extraordinary happens, and
12 you all are wished an enjoyable summer. End of report.

13 CHAIRMAN MESOLELLA: Thank you Harold, thank
14 you. I guess while we're waiting for Mike DiChiro to
15 come and then we'll vote on these matters, the CEO
16 Committee did meet today, and they're going to have a
17 recommendation for consideration of four matters; but I
18 think suffice to say that the matters that you're going
19 to be hearing about today that we're going to ask you to
20 vote on pertain to certain change orders for ongoing
21 projects, and they're pretty significant change orders.

22 One's in the magnitude of \$2.2 million, and another one
23 is in the magnitude of \$1.6 million.
24 It's primarily for ongoing projects that we have and
25 for subsurface conditions, which we never know what's

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1 under the ground and were more severe than originally
2 anticipated, primarily on the major projects.

3 RAYMOND MARSHALL: The Woonasquatucket
4 Interceptor West Project.

5 CHAIRMAN MESOLELLA: Right, and also the
6 project on the East Side, which is the sewer separation
7 project currently being done by Rocchio, and these are
8 fairly significant change orders.

9 But as we suggested many times in the past, these are
10 unforeseen circumstances. Whenever you're doing work
11 under the ground, you never know what you're going to
12 hear, especially when you're near a river and the water
13 conditions are pretty unpredictable, it's very
14 difficult, but Rich Bernier and Joe Pratt and our
15 construction group have been on it. They've been very
16 diligent in observing these conditions.

17 So, this is primarily what's going to be asked of you
18 when we vote, and we get a quorum, and vote on the
19 matters that came before CEO.

20 RAYMOND MARSHALL: If I might, Mr. Chairman,
21 one thing I might add, and Commissioner Nathan asked me
22 to mention this, Phase II is primarily projects that
23 involve sewer separation or large interceptors very
24 close to the ground surface. By that I mean 20, 30 feet
25 within.

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1 As opposed to Phase I, which the center piece of that
2 phase was the tunnel, so we were 300 feet below ground,
3 while it was technically more challenging, there were
4 far fewer complications on that job than you have in a
5 project like this where you're trying to work in city
6 streets.

7 Many of the utilities are 50, 80, 100 years old.
8 Their exact locations or conditions are unknown because
9 the utilities that own them aren't sure of what
10 condition they're in.

11 In addition, as the Chairman points out, you have
12 groundwater and other subsurface conditions, soil
13 conditions that are hard to identify as opposed to being
14 in solid rock when you have a little bit better feel for
15 exactly what you're dealing with.

16 Now, in Phase III, we'll go back to more of a, at
17 this point in time, we will go back to another tunnel.

18 We will be evaluating that over the next couple of years
19 as Phase II progresses along. We'll have to determine
20 if that's the best way to approach it, but there were
21 some people outside of the organization, our
22 organization, who wanted us to do all sewer separation.
23 The types of problems that we're encountering and
24 dealing with and getting through on Phase II would have
25 happened in Phase I, and sewer separation in a big city

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1 is rarely a good idea; but there are some areas where it
2 seems to make more sense than others, so that's what
3 we're doing in Phase II right now.

4 Phase III when we start heading up into the Bucklin
5 Point district, Pawtucket and Central Falls, right now
6 we're scheduled to do another tunnel, we'll take lessons
7 learned from both Phase I and II, and apply it to what
8 we finally do in Phase III. Does that address the type
9 of overview requested by Commissioners?

10 COMMISSIONER NATHAN: You're going to build
11 a tunnel from where to where?

12 RAYMOND MARSHALL: We're right now
13 anticipated to start at the Bucklin Point Treatment
14 Plant or just outside of it, and head out underneath the
15 Seekonk River; and go up into Pawtucket and Central

16 Falls.

17 CHAIRMAN MESOLELLA: We can go into the
18 Chairman's Report. I don't have much of a report. The
19 Executive Director gave you the date of the next
20 meeting.

21 I would like to say that design is moving forward on
22 the new lab building. It was our expectation that when
23 we return, not next week in case we don't have a quorum,
24 for an emergency meeting, but in September we'll have a
25 review for you of the progress which has been made on

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1 the new lab building, which is going to be located here.

2 Maybe some of you saw some of the improvements which
3 are being made up the street. We may be asking the
4 Board to come back, and I think we're going to consider
5 taking another small piece of New York Avenue, I guess
6 that is.

7 RAYMOND MARSHALL: Yes.

8 CHAIRMAN MESOLELLA: Of New York Avenue to
9 make further improvements in our NBC campus condition.
10 So, I think we're moving along in that regard, one of
11 the more exciting things that we do in the upcoming
12 year.

13 Other than that, it was pretty productive General

14 Assembly-wise this year, and we have really nothing else
15 to report. Everything is moving along smoothly. We'll
16 ask you to pass the Budget in a short while and these
17 matters that CEO has heard. Anything else that needs to
18 be covered?

19 RAYMOND MARSHALL: I don't think so. With
20 the arrival of Commissioner Leone, we could have a Joint
21 Finance Long-Range Planning Committee Meeting. When
22 Commissioner DiChiro shows up, we have to go through and
23 have a full Board vote.

24 CHAIRMAN MESOLELLA: I'll tell you what.
25 The food has arrived. Joanne, is it ready?

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1 MS. MACERONI: Yes.

2 CHAIRMAN MESOLELLA: Why don't we do this:
3 If it's all right with everyone, why don't we have our
4 lunch. Maybe in the meanwhile, Commissioner DiChiro
5 will come. If he comes, we'll zip right through the
6 Items for Action. It will only take us 5 minutes, and
7 then we can get out of here early. Is that okay with
8 everyone? So, do you mind if we just recess for 5
9 minutes?

10 THE COMMISSION: That's fine.

11 CHAIRMAN MESOLELLA: Okay, we'll be in

12 recess for the next 15 minutes while we have some lunch,
13 and we'll reconvene at 11:50; and if he's not here,
14 we'll just adjourn and go on our merry way.

15 (LUNCH RECESS TAKEN)

16 (COMMISSIONER DiCHIRO IS NOW PRESENT)

17 CHAIRMAN MESOLELLA: We can move right
18 along, right at the voting, now that you've arrived.

19 Having called the meeting to order and now recognizing a
20 quorum, the first order of business would be the
21 Approval of the Previous Minutes of May 15, 2012.

22 Have all of our members had an opportunity to review
23 the previous minutes, and if so, are there any comments
24 or corrections regarding the previous minutes?

25 COMMISSIONER FARNUM: I move approval as

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1 distributed.

2 CHAIRMAN MESOLELLA: Commissioner Farnum
3 moves that we approve the minutes as distributed.

4 COMMISSIONER THOMPSON: Second.

5 CHAIRMAN MESOLELLA: Seconded by
6 Commissioner Thompson. Is there any discussion on the
7 previous minutes?

8 THE COMMISSION: (No response)

9 CHAIRMAN MESOLELLA: Having none, all of

10 those that are in a favor will say aye.

11 THE COMMISSION: Aye.

12 CHAIRMAN MESOLELLA: Are there any opposed?

13 THE COMMISSION: (No response)

14 CHAIRMAN MESOLELLA: There are none opposed,
15 and the motion carries.

16 (MOTION PASSED UNANIMOUSLY)

17 CHAIRMAN MESOLELLA: Earlier today before
18 you arrived, Commissioner DiChiro, we gave the Board a
19 fairly substantial explanation about the four agenda
20 items, CEO, Items A, B, C and D, so at this point, we
21 would just like to move along and approve those previous
22 minutes.

23 The first item is Item A, which is the Approval of
24 Resolution 2012:21, which is Award of Contract 304.55C,
25 Improvements to Interceptors-FY2012, Recommendation for

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1 Award.

2 COMMISSIONER SALVADORE: Motion to approve.

3 CHAIRMAN MESOLELLA: We have a motion by
4 Commissioner Salvadore to approve Resolution 2012:21.

5 COMMISSIONER MONTANARI: Second.

6 COMMISSIONER DiCHIRO: Second.

7 CHAIRMAN MESOLELLA: Seconded by

8 Commissioner Montanari and Commissioner DiChiro. Is

9 there any further discussion on that motion?

10 THE COMMISSION: (No response)

11 CHAIRMAN MESOLELLA: Hearing none, all of

12 these that are in favor will say aye.

13 THE COMMISSION: Aye.

14 CHAIRMAN MESOLELLA: Are there any opposed?

15 THE COMMISSION: (No response)

16 CHAIRMAN MESOLELLA: There are none opposed,

17 and that motion carries.

18 (MOTION PASSED UNANIMOUSLY)

19 CHAIRMAN MESOLELLA: The next item is

20 Item B, Review and Approval of Resolution 2012:22, which

21 is Contract 303.05C-OF 027, Increase Change Order

22 Authorization Limit. Which contract is that?

23 RAYMOND MARSHALL: That's Rocchio's

24 contract.

25 CHAIRMAN MESOLELLA: This is a change order

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1 increasing that contract in the amount of...

2 RAYMOND MARSHALL: \$1.4 million.

3 CHAIRMAN MESOLELLA: \$1.4 million. All of

4 the members have heard an explanation of that.

5 COMMISSIONER SALVADORE: Move approval.

6 CHAIRMAN MESOLELLA: Commissioner Salvatore

7 moves approval.

8 COMMISSIONER FARNUM: Second.

9 CHAIRMAN MESOLELLA: Seconded by

10 Commissioner Farnum. Discussion on that matter?

11 THE COMMISSION: (No response)

12 CHAIRMAN MESOLELLA: Hearing none, all of

13 those that are in favor will say aye.

14 THE COMMISSION: Aye.

15 CHAIRMAN MESOLELLA: Are there any opposed?

16 THE COMMISSION: (No response)

17 CHAIRMAN MESOLELLA: There are none opposed,

18 and the motion carries.

19 (MOTION PASSED UNANIMOUSLY)

20 CHAIRMAN MESOLELLA: Item C is Review and

21 Approval of Resolution 2012:23, which is Contract

22 303.11C, which is the Woonasquatucket West Project.

23 This is a change order in the magnitude of...

24 RAYMOND MARSHALL: \$2.2 million.

25 CHAIRMAN MESOLELLA: 2.2 million. Most of

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1 our members, except for you, Commissioner DiChiro, have

2 heard an explanation.

3 COMMISSIONER SALVADORE: Move passage.

4 COMMISSIONER FARNUM: Second.

5 CHAIRMAN MESOLELLA: We have a motion by

6 Commissioner Salvatore to approve, and a second by

7 Commissioner Farnum. Further discussion on that matter?

8 THE COMMISSION: (No response)

9 CHAIRMAN MESOLELLA: Commissioner Carlino.

10 COMMISSIONER CARLINO: I'm going to recuse

11 myself.

12 CHAIRMAN MESOLELLA: Let the record reflect

13 that Commissioner Mario Carlino recuses himself on

14 Resolution 2012:23.

15 (COMMISSIONER CARLINO RECUSING FROM VOTE)

16 CHAIRMAN MESOLELLA: Further recusals?

17 THE COMMISSION: (No response)

18 CHAIRMAN MESOLELLA: Hearing none, all of

19 those that are in favor will say aye.

20 THE COMMISSION: Aye.

21 CHAIRMAN MESOLELLA: Are there any opposed?

22 THE COMMISSION: (No response)

23 CHAIRMAN MESOLELLA: There are none opposed,

24 and the motion carries.

25 (COMMISSIONER CARLINO RECUSED FROM VOTE)

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1 (MOTION PASSED)

2 CHAIRMAN MESOLELLA: Item D, Review and
3 Approval of Resolution 2012:24, which is Authorization
4 to Enter into an Agreement with National Grid for a Gas
5 Line Replacement. All of our members have heard an
6 explanation regarding that matter.

7 COMMISSIONER SALVADORE: Move approval.

8 CHAIRMAN MESOLELLA: We have a motion by
9 Commissioner Salvadore to approve this.

10 COMMISSIONER FARNUM: Second.

11 CHAIRMAN MESOLELLA: Seconded by
12 Commissioner Farnum. Discussion, further recusal?

13 COMMISSIONER CARLINO: I'm going to recuse
14 myself.

15 CHAIRMAN MESOLELLA: Let the record reflect
16 that Commissioner Carlino has recused himself from
17 consideration of this matter.

18 (COMMISSIONER CARLINO RECUSING FROM VOTE)

19 CHAIRMAN MESOLELLA: Further discussion?

20 THE COMMISSION: (No response)

21 CHAIRMAN MESOLELLA: Hearing none, all of
22 those that are in favor will say aye.

23 THE COMMISSION: Aye.

24 CHAIRMAN MESOLELLA: Are there any opposed?

25 THE COMMISSION: (No response)

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1 CHAIRMAN MESOLELLA: There are none opposed,
2 and that motion carries.

3 (COMMISSIONER CARLINO RECUSED FROM VOTE)

4 (MOTION PASSED)

5 COMMISSIONER SALVADORE: Thank you, Mr.
6 Chairman.

7 CHAIRMAN MESOLELLA: Thank you, Mr.
8 Chairman. Moving right along to the Personnel
9 Committee, there was one matter for consideration, which
10 is the Review and Approval of Resolution 2012:26, which
11 is Authorization to Retain a Non-Union Retirement Plan
12 Investment Advisor. Commissioner Worrell.

13 COMMISSIONER WORRELL: I'd like to be
14 recused, please.

15 CHAIRMAN MESOLELLA: Let the record reflect
16 that Commissioner Worrell has recused himself from
17 consideration of this matter.

18 (COMMISSIONER WORRELL RECUSING FROM VOTE)

19 CHAIRMAN MESOLELLA: Karen, would you just
20 like me to explain it quickly, or do you want to give a
21 brief explanation?

22 MS. GIEBINK: Briefly, that the NBC over the
23 past several years has become, the retirement plan for
24 non-union staff has become more complicated. We
25 switched from a SEPP to a profit-share plan in 2001.

1 At that time we hired Paul Santucci to help us with
2 the investment advising. In 2005 the Board authorized a
3 DB Plan, and since that time, our assets have grown to
4 over \$12 million.

5 In addition, we have two Deferred Compensation
6 Programs with about \$4 million in assets. We believe
7 it's appropriate and prudent to solicit a new investment
8 advisor in light of the fact that the plan has grown so
9 much over the years.

10 We issued an RFQP. There were six respondents that
11 we short-listed to three. The firms came in for
12 interviews, and as a result of these interviews, it was
13 unanimous, the selection was GPS Investment Advisors,
14 LLC, and that's what you have before you today.

15 CHAIRMAN MESOLELLA: So, approval of
16 Resolution 2012:26, retaining the services of GPS
17 Investment Advisors.

18 COMMISSIONER MONTANARI: Move approval.

19 CHAIRMAN MESOLELLA: We have a motion by
20 Commissioner Montanari.

21 COMMISSIONER SALVADORE: Second.

22 COMMISSIONER CAMPBELL: Second.

23 CHAIRMAN MESOLELLA: Seconded by
24 Commissioner Campbell and Salvatore. Further

25 discussion?

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1 THE COMMISSION: (No response)

2 CHAIRMAN MESOLELLA: Hearing none, all those
3 in favor will say aye.

4 THE COMMISSION: Aye.

5 CHAIRMAN MESOLELLA: Are there any opposed?

6 THE COMMISSION: (No response)

7 CHAIRMAN MESOLELLA: There are none opposed,
8 and that motion carries.

9 (COMMISSIONER WORRELL RECUSED FROM VOTE)

10 (MOTION PASSED)

11 CHAIRMAN MESOLELLA: Thank you very much.

12 Moving right along, then, to Joint Long Range Planning
13 and Finance. There was a lack of a quorum for a meeting
14 of Finance Long-Range Planning, so we're going to move
15 right ahead with the discussion of the adoption of
16 Budgets for FY2013 for the full Commission. Karen, do
17 you mind giving us a brief explanation?

18 Most of these matters we've already heard, and we've
19 discussed internally and in Committee, so we'll just get
20 a brief explanation of the Budget, the Operating Budget,
21 Karen.

22 MS. GIEBINK: Sure. I think most of you

23 have before you a copy of the document, the Budget
24 document. All of these critters, in fact, live in
25 Narragansett Bay. In fact, Sherri Arnold put together

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1 this cover.

2 I'd like to acknowledge Sherri Arnold, Pam Duckworth
3 and Leah Foster for their help on the Budget. It's a
4 group effort. It's a lot of work.

5 Briefly, the highlights, you have something new this
6 year on Page 1 in the Budget. There's a message from
7 the Chairman that highlights the Vision of the Chairman
8 and the Board of Commissioners.

9 On Page 3 begins the Executive Director's Message,
10 and I do want to point out that we made a full
11 presentation to the Finance Committee on May 22nd, and
12 since then, there is one change worth noting, and that's
13 when we were reviewing the long-term model that was
14 provided to us by our financial advisor.

15 Something didn't seem quite right. In fact, the
16 model was off by \$30 million with respect to new debt
17 issuance that would be required the upcoming fiscal year
18 in light of the extensive Capital Improvement Program,
19 and also the way that it was calculating coverage, we
20 would not have met our coverage requirements that we

21 would have needed to be able to issue all of that debt
22 in future years.
23 So, what we had to do to incorporate both the
24 additional debt service associated with that \$30 million
25 as well as the coverage, and corresponding to that is a

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1 rate increase of 7 1/2 percent that we're projecting for
2 January 1, 2013.

3 So, overall, the Budget that we originally had
4 presented to you on May 22nd was 3.3 higher than the
5 prior year. It is now, if you'll note on Page 3, it's
6 6.8 percent. Really, that's all the debt service that's
7 associated with funding the Capital Program.

8 The Executive Message highlights the major
9 undertakings in Fiscal Year '13 and that are funded
10 through the Operating Budget. There's also on Page 9, a
11 Fiscal Year 2012 review that shows that NBC had 135
12 accomplishments during the fiscal year.

13 The next tab shows, About the NBC, and has a lot of
14 demographic information and describes the facilities.
15 It also has information in there regarding the Strategic
16 Plan and how that's rolled into the budget, and
17 basically, the priorities are established.

18 Skipping to the Budget Summary tab, that has by line

19 item the revenues and expenses for Fiscal Year 2013. On
20 Page 32, there are pie charts showing the Sources and
21 Uses of Revenue. All of the detailed budget assumptions
22 are on Pages 33 and 34. Again on Page 34, it talks
23 about the need for two rate increases this fiscal year.
24 Staffing Levels, we have a net position reduction of .7
25 positions.

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1 Page 36 and 37 talks about the revenues, and it's
2 worth noting on Page 37 at the top, there's a little
3 chart that shows the Rate History, and we have not had a
4 rate increase for Operation and Maintenance since, the
5 last time was 2009, so we've been able to accomplish
6 balanced budgeting, or the Board has, for four years
7 without a rate increase, which is pretty amazing,
8 considering all of the new facilities that have come on
9 line, but if you do note, there have been annual rate
10 increases as a result of all the debt that we've had
11 issue to fund the Capital Program.
12 The Expense Profile begins on Page 41, and we went
13 through this in a lot of detail at the May Finance
14 Committee meeting, and there really are no changes with
15 respect to any of these items, with the exception of
16 Debt Service which I mentioned.

17 We will now, the current programming will require us
18 to issue \$31 million in additional debt or more,
19 depending on what we're able to do, actually, and how we
20 are able to structure the debt and what we can actually
21 issue.

22 Budget Philosophy, Process and Policies, that really
23 hasn't changed too much. On Page 61 of that section,
24 you will note that with respect to the changes in the
25 projected fund balance, the most significant changes

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1 with respect to the project fund, and that's projected
2 to increase by \$24 million which will reflect capital.

3 The Long-Term Debt Overview begins on Page 63. You
4 can see at the bottom of that page there's a whole
5 variety of funding sources as we move into this period
6 of rapid capital expenditure.

7 On Page 64, you can see the Sources of Funds are
8 identified by fiscal year, again showing that we will
9 issue 12 million in new SRF debt and 61 million in
10 revenue bonds. Over the life of the Capital Program,
11 we're looking at issuing over 250 million in open market
12 revenue bonds.

13 The uses of the funds are shown on Page 65. You can
14 see that we're looking to spend 133 million dollars in

15 fiscal year 2013 on the Capital Program. Typically,
16 when we take a look at cash flows, they will occur a
17 little bit slower than the engineers project, but that's
18 not been the case with this set of contracts because,
19 apparently, there's been a good construction climate,
20 and the contractors have been working very hard.
21 So, we don't have really the flexibility that we
22 might have had in prior years with the ability to wait a
23 little bit longer to issue debt, and we're looking in
24 fiscal year 2014 to spend 121.6 million.
25 The Outstanding Debt is shown on Page 66. Page 67

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1 shows the Debt Service Payments for Fiscal Year 2013.
2 The next most significant chart is on Page 72, and that
3 shows the Average Annual Residential Rate and Percentage
4 Increases.
5 We had projected that we would have to increase rates
6 in Fiscal Year 2013 to fund the Capital Program in last
7 year's budget. The actual cumulative rate increases
8 that we're projecting now are lower than that amount,
9 but we are looking for, we have the 2.25 percent that
10 was approved as of July 1st. We're looking at a
11 not-to-exceed amount of 8 percent we calculated it to be
12 about 7 1/2 percent for Fiscal Year 2013 starting on

13 January 1st, and we're looking at an additional rate
14 increase for July 1, 2013 under 15 percent, and that
15 would be for Operations and Maintenance as well as Debt
16 Services and those will be in the Resolutions that are
17 going to be presented to the Board after you hear the
18 Budget.

19 After that is the Capital Program, the Division
20 Summaries, which really tie everything from the ground
21 up to the division level to the overall Budget, and I
22 know due to time constraints we won't go through that;
23 but there's a lot of good information in here, and all
24 the performance measures are detailed as well as how we
25 actually did in terms of achieving those performance

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1 levels.
2 Supporting Schedules include the Budget Resolution, a
3 detailed listing of positions, the Budgeted Benefits
4 Comparison and Historical Position Summary, the Fiscal
5 Year 2013 Operating Capital Outlays are identified in
6 detail as well as a Five-Year Operating Capital Outlays
7 Plan, Summary of Operating Grants, the Fund-Organization
8 Matrix, the CIP Schedule that we have, an Appendix that
9 includes a Glossary of Terms and Acronyms so that we
10 know what we're talking about. Also, in the very back

11 there's a schedule that shows by Cost Center and by line
12 item every single budgeted expense, and the last page of
13 the Budget shows the O&M Monthly Trust Transfer amounts
14 that we are required to present to the trustee prior to
15 the beginning of each fiscal year.

16 COMMISSIONER WORRELL: It's no small wonder
17 we get an award every year for this kind of work.

18 CHAIRMAN MESOLELLA: So, our members have
19 heard a brief, but comprehensive explanation of our
20 Operating 2013 Budget. These are matters we've
21 discussed throughout the year, and Commissioner Andrade
22 presided over the Finance Committee meeting regarding
23 the Budget last month.

24 So, having heard an explanation of the contents of
25 the Budget, do any of our members have any specific

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1 questions with regard to the Budget document?

2 Commissioner Burroughs.

3 COMMISSIONER BURROUGHS: Yes. Last month in
4 the CIP we learned about Phase III, and this month it
5 shows up as part of our planning for the Operating
6 Budget. I would just like to speak in favor of
7 continuing to clean up the Bay, but with some caution
8 about whether the benefits derived from Phase III will

9 justify the cost, and also whether our ratepayers will
10 be happy with that additional cost.

11 So, this is something that doesn't start, I believe,
12 until 2016, if I read it correctly, but maybe in the
13 not-to-distant future we should be thinking about those
14 issues thorough.

15 CHAIRMAN MESOLELLA: Well, thank you for
16 that comment, and I think you've heard me say, and I
17 think echoed by many of the members of the Commission
18 that we're always concerned about the cost-to-ratio
19 benefit, and of course, we always have an eye for our
20 expenditures when we make these capital improvements
21 about cost-benefit ratio, and this will be one of those
22 matters, I can assure you. Does someone else have a
23 question regarding the Budget?

24 COMMISSIONER NATHAN: In regard to what you
25 were just talking about, and if you take that out

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1 further after Phase III is done and we start paying for
2 it and moving down, do we have anything behind that, or
3 will the rates then start to come down?

4 RAYMOND MARSHALL: Well, we'll have debt
5 service starting to drop off by the time we're done with
6 Phase III. I think somewhere in the document there's an

7 indication as to what that trend will be. We'll have to
8 look at that in conjunction with the increased operating
9 cost that we'll experience as bringing all of these new
10 facilities on line, so they may tend to balance it out;
11 but I believe the rate of rate increases will be
12 substantially less.

13 As I think Karen mentioned, in terms of O&M, we've
14 had very little increase in O&M cost over the last
15 several years, the last rate increase where O&M was a
16 factor with FY-'10, I believe.

17 So, we'll start seeing similar trends in that regard,
18 but there's still quite a bit more capital to expend on
19 Phase III, and as Commissioner Burroughs mentioned, we
20 are going to be looking at that closer when the last two
21 bids that are this fall in Phase II, then we can start
22 looking at what the rate impacts have been on our
23 ratepayers.

24 As the Chairman mentioned, we have to be mindful of
25 how much this is impacting the least financially capable

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1 among us, and we can make some sort of a pitch to the
2 regulatory agencies once we hit 2 percent of median
3 household income, which is about \$700 a year, would be
4 the 2 percent, because it's about \$35,000 a year is the

5 median household income. We might get some relief at
6 that point, but not until we get to that point.

7 CHAIRMAN MESOLELLA: Other comments.
8 Commissioner Carlino.

9 COMMISSIONER CARLINO: So, we're assuming a
10 rate increase for July of 2 1/4 and 7 1/2 for January,
11 correct? So, if we don't get that, how much of that
12 revenue is part of the 90 million?

13 MS. GIEBINK: The 2 1/4 percent is actually
14 approved already, and the 7 1/2 percent we've included
15 six months of that revenue assuming it would be
16 effective for July 1st, and that is for debt service and
17 debt service coverage.

18 We have this mechanism that's called debt service
19 compliance filing mechanism, and the track record has
20 been 100 percent of what we've asked for, we have
21 received within 60 days. So, we feel pretty confident.
22 We would have big issues if the PUC didn't approve the
23 rates that we needed to support our debt service, but we
24 haven't had that experience. We provide compliance
25 reports every six months and keep them updated on our

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1 programs and look forward to keeping a good relationship
2 with them.

3 COMMISSIONER CARLINO: The reason why I'm
4 asking is because anytime we do the Budget, we make
5 these assumptions hoping you're going to get this
6 revenue, but what's the chances of us not getting it?
7 So, that answers my question.

8 My last question is, we don't have any union
9 contracts that we're -- we already have a contract, so
10 we know what is being paid, and it's reflected in the
11 Budget.

12 MS. GIEBINK: That's correct.

13 COMMISSIONER CARLINO: It's not like when
14 you're going to be negotiating. You assume a certain
15 rate.

16 CHAIRMAN MESOLELLA: The known quantities.

17 COMMISSIONER CARLINO: That was my last
18 question.

19 CHAIRMAN MESOLELLA: Further discussion.

20 THE COMMISSION: (No response)

21 CHAIRMAN MESOLELLA: Hearing none, the
22 Chairman moves that we approve Fiscal Year Budget 2013.

23 COMMISSIONER FARNUM: Second.

24 COMMISSIONER DiCHIRO: Second.

25 COMMISSIONER LEONE: Second.

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1 COMMISSIONER CARLINO: Second.

2 CHAIRMAN MESOLELLA: Seconded by

3 Commissioner Farnum, Commissioner DiChiro, Commissioner

4 Leone, and Commissioner Carlino, did you second that as

5 well?

6 COMMISSIONER CARLINO: Yes.

7 CHAIRMAN MESOLELLA: Further discussion.

8 THE COMMISSION: (No response)

9 CHAIRMAN MESOLELLA: Hearing none, all of

10 those that are in favor will say aye.

11 THE COMMISSION: Aye.

12 CHAIRMAN MESOLELLA: Are there any opposed?

13 THE COMMISSION: (No response)

14 CHAIRMAN MESOLELLA: There are none opposed,

15 and that motion carries.

16 (MOTION PASSED UNANIMOUSLY)

17 CHAIRMAN MESOLELLA: Thank you very much.

18 Karen, we appreciated this presentation. We have a

19 couple of other matters you may want to stay tuned for.

20 Karen, stay right there.

21 Item B, Review and Approval of Resolution 2012:28,

22 which is Authorization to File a Compliance Filing for

23 Rate Relief Related to Debt Service with the Rhode

24 Island Public Utilities Commission. The Chairman moves

25 approve of Resolution 2012:28.

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1 COMMISSIONER DiCHIRO: Second.

2 COMMISSIONER CARLINO: Second.

3 CHAIRMAN MESOLELLA: Seconded by
4 Commissioner DiChiro, Commissioner Carlino. We're going
5 to move forward with a filing. When would we file for
6 that relief, Karen?

7 MS. GIEBINK: Sometime this fall. That
8 would be to support the next debt issuance, and once we
9 are able to figure out how that would be structured, we
10 would file that with the PUC.

11 CHAIRMAN MESOLELLA: I guess it's suffice to
12 say that the Executive Director, Karen and I have been
13 talking a little bit about capital requirements for
14 2012, 2013. We're trying to size the bond issue and the
15 rate impact to that, and this Item B would be pursuant
16 to that discussion.

17 So, we have a motion and a second. Is there further
18 discussion on Item B, the approval of Resolution
19 2012:28?

20 THE COMMISSION: (No response)

21 CHAIRMAN MESOLELLA: Hearing none, all of
22 those that are in favor will say aye.

23 THE COMMISSION: Aye.

24 CHAIRMAN MESOLELLA: Are there any opposed?

25 THE COMMISSION: (No response)

1 CHAIRMAN MESOLELLA: There are none opposed,
2 and the motion carries.

3 (MOTION PASSED UNANIMOUSLY)

4 CHAIRMAN MESOLELLA: Item C, Review and
5 Approval of Resolution 2012:29, which is Authorization
6 Allowing the Executive Director and Chairman to seek
7 bond authorization of up to \$100 million and Approval to
8 Execute a Sixteenth Supplemental Trust Indenture and
9 Other Matters. That would be to mend all the trust
10 indentures, right?

11 MS. GIEBINK: Right.

12 CHAIRMAN MESOLELLA: So, we have a motion.

13 COMMISSIONER FARNUM: Move approval.

14 CHAIRMAN MESOLELLA: Commissioner Farnum
15 moves the approval of Resolution 2012:29.

16 COMMISSIONER SALVADORE: Second.

17 CHAIRMAN MESOLELLA: Seconded by
18 Commissioner Salvadore. Discussion on this matter.

19 THE COMMISSION: (No response)

20 CHAIRMAN MESOLELLA: Hearing none, all of
21 those in favor will say aye.

22 THE COMMISSION: Aye.

23 CHAIRMAN MESOLELLA: Are there any opposed?

24 THE COMMISSION: (No response)

25 CHAIRMAN MESOLELLA: There are none opposed,

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1 and that motion carries.

2 (MOTION PASSED UNANIMOUSLY)

3 CHAIRMAN MESOLELLA: Item D, Review and

4 Approval of Resolution 2012:30, which is also

5 Authorization to File for Rate Relief regarding

6 Operations and Maintenance and Debt Service. You heard

7 Karen say earlier that we haven't had to seek rate

8 relief regarding O&M expenses since 2009 or 2010.

9 MS. GIEBINK: July 2009.

10 CHAIRMAN MESOLELLA: 2009 and 2010, so we'll

11 need to seek rate relief of Operations and Maintenance.

12 That is the content and matter of Resolution D. So,

13 approval?

14 COMMISSIONER CARLINO: Motion to approve.

15 CHAIRMAN MESOLELLA: We have a motion to

16 approve by Commissioner Carlino.

17 COMMISSIONER SALVADORE: Second.

18 CHAIRMAN MESOLELLA: Seconded by

19 Commissioner Salvadore. Discussion on Resolution

20 2012:30.

21 THE COMMISSION: (No response)

22 CHAIRMAN MESOLELLA: Hearing none, all of
23 those that are in favor will say aye.
24 THE COMMISSION: Aye.
25 CHAIRMAN MESOLELLA: Are there any opposed?

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1 THE COMMISSION: (No response)
2 CHAIRMAN MESOLELLA: There are none opposed,
3 and that motion carries.
4 (MOTION PASSED UNANIMOUSLY)
5 CHAIRMAN MESOLELLA: Review and Approval of
6 Resolution 2012:31, Recommendation for Use of
7 Environmental Enforcement Funds.
8 RAYMOND MARSHALL: This is a request from
9 the MET School's Scholarship Fund for the Leonard Walker
10 Memorial Scholarship Program. Commissioner Walker was
11 on our Board for many years, a strong component of
12 environmental education opportunities, and the EEF money
13 that's allocated for this purpose on an annual basis is
14 promoting both environmental and educational purposes,
15 which is exactly what the EEF fund is for.
16 \$2,500, it's a continuing participation by this
17 Board, and that's what we ask for your approval of
18 Resolution 2012:31.
19 COMMISSIONER SALVADORE: What have we given

20 in the past?

21 RAYMOND MARSHALL: \$2,500 a year.

22 COMMISSIONER SALVADORE: That's all we've
23 given?

24 RAYMOND MARSHALL: That's, basically, what
25 they request, so we try to meet their request.

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1 COMMISSIONER CARLINO: Motion to approve.

2 COMMISSIONER SALVADORE: Second.

3 CHAIRMAN MESOLELLA: We have a motion to
4 approve, seconded by Commissioner Salvadore. Further
5 discussion, Commissioner Salvadore.

6 COMMISSIONER SALVADORE: Well, how much is
7 in the Environmental Enforcement Funds?

8 CHAIRMAN MESOLELLA: Tom?

9 MR. UVA: Roughly 36,000 uncommitted, last
10 time I checked.

11 COMMISSIONER SALVADORE: Can't we do a
12 little better?

13 RAYMOND MARSHALL: If the Board so chooses.

14 COMMISSIONER SALVADORE: I propose 3,500.

15 CHAIRMAN SALVADORE: Is that in the form of
16 a motion?

17 COMMISSIONER SALVADORE: I make a motion

18 that we up that to \$3,500.

19 CHAIRMAN MESOLELLA: We have a motion to
20 amend Resolution 2012:31 to increase the amount of the
21 recommendation for use of Environmental Enforcement
22 Funds from \$2,500 to \$3,500. Is there a second?

23 COMMISSIONER CAMPBELL: I'll second it.

24 CHAIRMAN MESOLELLA: Commissioner Campbell
25 seconds that motion. Is there discussion on the motion?

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1 THE COMMISSION: (No response)

2 CHAIRMAN MESOLELLA: Further discussion on
3 the motion?

4 THE COMMISSION: (No response)

5 CHAIRMAN MESOLELLA: Hearing none, all those
6 that are in favor of Resolution 2012:31 as amended will
7 say aye.

8 THE COMMISSION: Aye.

9 CHAIRMAN MESOLELLA: Are there any opposed?

10 COMMISSIONER NATHAN: Opposed.

11 CHAIRMAN MESOLELLA: One nay, and the motion
12 carries.

13 (MOTION PASSED)

14 CHAIRMAN MESOLELLA: That concludes the
15 Finance Committee Report. Other committees reporting,

16 Rules & Regs.

17 RAYMOND MARSHALL: No report.

18 CHAIRMAN MESOLELLA: Citizens Advisory

19 already reported. No Executive Committee meeting, no Ad

20 Hoc Compensation Committee, Internal Ethics, we've

21 already had the Legislative Report, the Chairman's

22 Report. Any New Business to come before the Commission?

23 THE COMMISSION: (No response)

24 CHAIRMAN MESOLELLA: No new business. Other

25 Business. I'd simply like to say, thank you for your

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1 patience today. Mike, thank you for coming. You

2 allowed us to transact the business that is so urgent.

3 Our next meeting is September 25th, so I want to wish

4 everyone a happy summer and a safe summer; and we look

5 forward to seeing you back here in September.

6 COMMISSIONER SALVADORE: Motion to adjourn.

7 CHAIRMAN MESOLELLA: Motion to adjourn by

8 Commissioner Salvatore.

9 COMMISSIONER CAMPBELL: Second.

10 COMMISSIONER DiCHIRO: Second.

11 COMMISSIONER LEONE: Second.

12 CHAIRMAN MESOLELLA: Seconded by

13 Commissioner Campbell, DiChiro and Leone. All in favor

14 of adjournment will say aye.

15 THE COMMISSION: Aye.

16 CHAIRMAN MESOLELLA: Any opposed?

17 THE COMMISSION: (No response)

18 CHAIRMAN MESOLELLA: There are none opposed,

19 and the motion carries.

20 (MOTION PASSED UNANIMOUSLY)

21 CHAIRMAN MESOLELLA: We are adjourned.

22 (MONTHLY BOARD MEETING CLOSED AT 12:27 P.M.)

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1 CERTIFICATE

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4 I, Heather Marie Finger, do hereby certify
5 that the foregoing is a true, accurate, and complete
6 transcript of my notes taken at the above-entitled
7 hearing.

6

7 IN WITNESS WHEREOF, I hereunto set my hand
8 this 13th day of July 2012.

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HEATHER MARIE FINGER, CSR, NOTARY PUBLIC
MY COMMISSION EXPIRES 4/02/16

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23 DATE: June 19, 2012

24 IN RE: Monthly Board Meeting of the Commission

25 HEARING OF: Narragansett Bay Commission

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