

VALLEY TOWNSHIP SUPERVISORS' MINUTES

May 14, 2014

Attendance:

Chairman Gary Derr, Co-chairman Walt Rupert, Supervisor/Secretary Judy Achy, Zoning Officer Mike Kull and Solicitor Robert Buehner. Public was represented by Attorney Ben Ried and James DeGreen.

Call to Order:

Chairman Gary Derr called the meeting to order @ 7:00 p.m. with all in attendance reciting the Pledge of Allegiance.

Approval of Minutes:

Motion to approve the minutes of April 9, 2014 made by Judy, 2nd by Walt and motion approved unanimously.

Valley Township Municipal Authority:

Attorney Ben Ried was in attendance at tonight's meeting as he is the bond counsel for the township as we go through the process of obtaining a loan in the amount of 2.4 million to go to Danville Sewer Plant. This meeting was advertised after review by the solicitor. There were three banks asked for quotes regarding the loan: FNB interest rate was 2.0; 1st Keystone was 2.7 and Muncy Bank and Trust Company was 3.9. The decision was made by the Municipal Authority to seek the loan through Muncy Bank and Trust Company as it was the only bank where the rate would be fixed. FNB and 1st Keystone would only guarantee the rate for 5 years and 7 years respectively. The Municipal Authority will have a paper closing on June 17 and the PennVest loan which is now 1.1 million will be paid off immediately. The construction costs of 1.3 million will only be drawn from the bank as the funds are needed. Larson Design is being paid through the H20 grant of \$900,000. The connection fee of \$510,000 will not be paid until the system is in and tested, saving the township interest costs.

Attorney Ried explained that this must go through a state process, guaranteeing that the revenue is sufficient to make payments and even though the Valley Township Supervisors must sign the paperwork, the loan will be paid off by the Valley Township Municipal Authority. This loan must also be filed with DCED. Once it is filed through the state, we will have the approval within three weeks. Mr. Ried sees no issues whatsoever with this going through.

Motion by Judy; 2nd by Walt to pass Ordinance 1 of 2014 stating that we will increase the lease rental debt in the total amount of 2.4 million dollars and to guarantee debt payments on the Valley Township Municipal Authority's loan with the Muncy Bank and Trust Company. Motion carried unanimously.

Judy also made a motion, 2nd by Walt to adopt Resolution No. 3 of 2014 to extend the life of the Valley Township Municipal Authority 50 years through May 15, 2064 and motion passed unanimously.

Citizens Comments:

Motion was made by Walt, 2nd by Judy to resign Jim Degreen's Plans as when they were originally approved on June 12, 2013, he did not have them filed at the Court House. Motion was approved with Gary abstaining.

Reports:

(1)

Fire Department –Mike Kull offered the Valley Township Fire Department Incident Report from the preceding month which showed that there were 9 calls with three motor vehicle accidents during the month of April.

(2)

Planning Commission – There was no reportable business at the Planning Commission Meeting on May 7, 2014.

(3)

Solicitor – Bob Buehner indicated that there was nothing to report as solicitor.

(4)

Zoning Officer – Mike Kull reported that there are no new major projects going on at this time.

(5)

Municipal Authority – Mr. Buehner reported that they met with Danville Authority on May 12 and this was a very amicable negotiating session. Some issues to be ironed out is that VTMA wants the EDU's to be lowered from 518 to 500 and they were going to check with their engineer regarding this reduction. After 18 months of operation, the EDU's would be adjusted. Also their engineer wanted VTMA to guarantee 3.6 percent of capacity of the plant and VTMA does not want that guarantee in the agreement. The two authorities are scheduled to meet on June 2 so a final agreement should be forthcoming over the next couple of weeks.

(6)

Road Foreman/Equipment Report – Gary Derr reported that both Macks have been inspected and they have been cold patching potholes, grading and cleaning out berms and ditches.

(7)

SEO – Jim Sanders indicated that Matt LaDouca talked with him over the last year about the possibility of building on Frosty Valley Road and that if a perc test passed, it never had to be retested.

Old Business or New Business:

Valley Township had advertised for bids on stone, road oil and diesel fuels for which we received numerous bids (8) which were opened at the April 9th Supervisors Meeting and bids were as follows:

Midland Asphalt**Hammer East, LTD.**

10,000 E2 Road Oil	2.44 - \$24,400 *	2.45 - \$24,500
10,000 MC 30 Road Oil	3.68 - \$36,800 *	3.79 - \$37,900

Midland Asphalt Materials Inc. was awarded the bid as low bidder for the road oil and MC-30 oil at the meeting on April 9, 2014. The only stone bid that was awarded on April 9th was for the 1B stone contract which was awarded to Barletta's as the low bidder. The awarding of the bids on the other stone products was tabled until May 14, 2014.

	<u>Barletta's</u> <u>FOB/Del</u>	<u>Corson</u> <u>FOB/Del</u>	<u>Eastern</u> <u>FOB/Del</u>	<u>Hanson</u> <u>FOB/Del</u>	<u>Sokol's</u> <u>FOB/Del</u>
2-A Stone		6.35./11.05	7.50 /13.47	7.50/11.50	12.45
#4 Ballast		8.10/12.80	8.25/14.22	9.50/13.50	
1B (Appro.)	11.50/16.00		14.00/19.97	13.50/25.50	
2B	9.75/14.25	9.90/14.60	10.00/15.97	9.50/13.50	14.25
2RC		5.50/10.20	5.25/11.22	6.50/10.50	11.45
AntiSkid		9.00/13.70	11.00/16.97	9.50/13.50	14.50

Motion by Gary, 2nd by Walt to award the contracts for the 2-A stone, #4 Ballast and 2RC stone to Corson as low bidder and motion was approved unanimously.

Motion by Walt, 2nd by Gary to award the contracts for the 2B stone as well as the AntiSkid to Hanson's as the low bidder and motion approved unanimously.

There was discussion regarding road work on McCracken Road, (8/10th) of a mile and Gary will talk with our Municipal Services Representative, Barry Garverick, about this.

Approval of Bills:

Motion by Judy, 2nd by Walt to pay the bills and motion passed unanimously.

Adjournment:

Motion by Judy to adjourn @ 8:55, 2nd by Gary and motion passed unanimously.

Respectfully submitted,
Judy Achy
Valley Township Supervisor/Secretary