

WANAQUE VALLEY REGIONAL SEWERAGE AUTHORITY

INTERIM EXECUTIVE DIRECTOR'S REPORT

For the meeting of

August 24, 2016

FY 2017 BUDGET

I met with Auditor Chuck Ferraioli this past Wednesday regarding the FY 2017 budget. I plan to have a draft budget with support materials distributed to the Finance Committee on Monday August 22 in anticipation of the Finance Committee meeting on August 24.

TEMPORARY AERATION SYSTEM

Greg completed his analysis of the benefit of retaining the temporary aeration system and concluded that it was not necessary even under the extreme heat conditions of the last two weeks. During this time the plant operated without the use of the temporary aeration system with the clarity of effluent remaining excellent and no discernible odors.

In keeping with the theory that insurance makes sense, if affordable, we have tendered a last and final offer of \$15,000 to Coppola for the purchase of the system. As of this writing we do not have a response to the offer.

WVRSR WEBSITE

The WVRSR website now includes (under the "Reports" tab) all monthly Interim Executive Director's report and selected dashboard reports.

RINGWOOD BOARD OF ED AGREEMENT

As you will recall, at the July meeting, a three year renewal of the Ringwood Board of Ed agreement was approved. The Ringwood Board of Ed has now approved same. Fully executed contracts are on file here and at the RBOE.

DASHBOARD REPORTS

SEPTAGE HAULER MONTHLY REPORT

July revenue dropped 11.7% (\$7,637) from June. The overall drop is attributable to the 26.8% drop in volume in July (as compared to June) from Zuidema. Total year to date revenue is down approximately 10% as compared to the same period in FY 2015 with a year-end deficit still projected to be approximately \$90K.

UTILITY TRACK MONTHLY REPORT

Electric consumption ticked upward in July (22,560 kwh or 14.4%) as compared to June (please note at 133,760 kwh of consumption June was the single lowest month in 2016) but still below the 2016 monthly average consumption of 164,112 kwh, perhaps still indicating a flattening of use at a lower level than earlier in the year. Year to date use for 2016 remains considerably higher (19.8%) than for the same period in 2015 reflecting the much higher consumption earlier in the year.

Unfortunately I am not able to provide an accurate picture of Authority dollar costs for July due to a significant (and system wide across the NJSEM power pool) billing error by our third party generator, South Jersey Energy. Due to a decimal point error, all of South Jersey's customers in the NJSEM pool within the JCP&L service area were charged ten times the amount actually due (had the correct rate been applied). I have attached a recent email from representatives of the NJSEM pool regarding the problem and how it will be corrected. Reporting on cost will resume with next month's Interim Executive Director's report.

BANK RECONCILIATION MONTHLY REPORT

Cash at the end of July was up \$634 (23%) over the close of June at approximately \$3.4M (or just about at the high monthly closeout for the year – February).

CANNING REPORT RECOMMENDATIONS TRACKING

No change.

OVERTIME MONTHLY REPORT

Over time hours and pay through 21 Fiscal Year pay periods continues to trend positively as compared to FY 2015 with overtime hours down more than 10% and overtime pay down more than 16% compared to last year.

PLANT FLOW MONTHLY REPORT

Monthly flows for July showed an increase of slightly more than 6% over June. This is largely attributable to the short but voluminous rainfall events in July (unfortunately the official rainfall estimates for July were not available as this report was prepared). Year to date flows for 2106 remain lower than 2015 (3.2% or 188,732 gallons) and 12% lower (763,246 gallons) than the five year average YTD flow.