ORANGE WATER AND SEWER AUTHORITY

A public, non-profit agency providing water, sewer and reclaimed water services to the Carrboro-Chapel Hill community.

MEETING SUMMARY
Finance Committee Meeting
January 23, 2014, 5:30 - 7:00 PM, in the OWASA Boardroom

Committee Members:	John Young (Chair), Terri Buckner, Michael Hughes, Heather Payne, Amy Witsil
Other Board Members:	Steve Dear, Will Raymond
Staff:	Stuart Carson, Mary Darr, Pat Davis, Adam Haggerty, Ed Kerwin, Kevin Ray, Kelly Satterfield, Todd Taylor, Stephen Winters
Public:	None

The Finance Committee met on Thursday, January 23, 2014. Discussions included the following:

- Reviewed and discussed the Financial Report for the six month period ended December 31, 2013. Net income less debt service for the period was approximately $80,000 or 1% greater than budget.

- Staff presented information regarding the tools and process OWASA uses to identify and prioritize CIP projects. Essentially, prioritization is based on the combination of risk of failure and consequence of failure. The presentation also included an analysis of the CIP projects OWASA has planned for Fiscal Years (FY) 2014-2018 and how these projects rank in terms of risk and consequence of failure.

  The Committee asked for the following additional information:

  - High priority projects that are not currently in our five year CIP plan.
  - How OWASA ensures that existing customers do not incur costs associated with new development in the community.
  - Source of benchmarks OWASA uses for determining, for example, how many miles of distribution or collection pipes to replace in a given period of time.

- Discussed selecting an audit firm. The Committee plans to recommend that the Board of Directors engage Martin, Starnes and Associates to perform the audit for FY 2014. This topic will be on the agenda of the Board's meeting on February 13, 2014.

Next Meeting

The next Finance Committee meeting will be held on Thursday, February 13, 2014 in the OWASA Boardroom, at 5:30 PM.

Stephen Winters, CPA
Director of Finance & Customer Service