

COMMISSIONERS OF PUBLIC WORKS
Minutes of January 26, 2017

The regular meeting of the Board of Commissioners of Public Works was held on Thursday, January 26, 2017 at 2:00 p.m., in the Boardroom at 121 West Court Avenue.

In attendance:

Arthur C. Bush	Steve D. Reeves, Jr.	Carlos Cometto	Vicki Knott
Michael G. Monaghan	Jeff Chapman	Chris Lindley	Alethea Phillips
Henry O. Watts	Eduardo Noriega	Jeff Auman	Bill Patrick
	Jerry Smith	Wayne Bartley	John Wiseman
	Jeff Meredith	Teresa Lake	

I. Chairman Watts called the meeting to order. The invocation was given by Commissioner Bush.

II. Chairman Watts gave the statement of compliance with the notification provision of the Freedom of Information Act.

III. Approval of Minutes:

A motion was made by Commissioner Monaghan and seconded by Commissioner Bush to approve the Minutes of the regular meetings of December 8, 2016 and December 22, 2016 as submitted; the motion was unanimously approved.

IV. Financial Report

A. Mr. John Wiseman, with Greenwood Capital, provided the fourth quarter review for October 1, 2016 – December 31, 2016. Mr. Wiseman started his review with a Market/Economic Overview. He stated that the U.S. data has improved for several months, that Small Business Confidence and Consumer Confidence are up, and that global data is improving. Mr. Wiseman said that inflation is edging higher and that there are higher yields post-election. Mr. Wiseman then gave a review of the CPW Accounts starting with the Operating Reserves Account 1802. He stated that the account had a beginning value of \$10,061,533.00 and a current value of \$10,446,851.00. The average maturity was 3.8 years, the average current yield and coupon was 1.8%, the average duration was 3.3 years, S&P rating was AA+ and the average Moody's rating was AAA. The Electric Rate Stabilization Account

2172 had a beginning account value of \$6,086,002.00 and a current value of \$7,920,444.00. The average maturity was 3.4 years, the average current yield and coupon was 1.4%, the average duration was 3.1 years, S&P rating was AA+ and the average Moody's rating was AAA. The Gas Rate Stabilization Account 2129 had a beginning account value of \$1,229,464.00 and has a current value of \$1,428,204.00. The average maturity was 3.8 years, the average current yield and coupon was 1.5%, the average duration was 3.7 years, S&P rating was AA+ and the average Moody's rating was AAA. The Water Rate Stabilization Account 2515 had a beginning account value of \$1,234,606.00 and has a current value of \$1,235,558.00. The average maturity was 3.4 years, the average current yield was 1.5% and average coupon was 1.4%, the average duration was 3.3 years, S&P rating was AA+ and the average Moody's rating was AAA. Mr. Wiseman concluded with a review of the Debt Service Reserve Account 2047 and the '14 Rev Bond Proceeds Account 2471. He stated that the Debt Service Reserve Account 2047 had a beginning account value of \$833,259.00 and a current value of \$462,713.00. The average maturity was 2.6 years, the average current yield and coupon was 1.2%, the average duration was 2.61 years, S&P rating was AA+ and the average Moody's rating was AAA. The '14 Rev Bond Proceeds Account 2471 had a beginning account value of \$5,998,354.00 and has a current value of \$3,703,713.00. The average maturity was 1.2 years, the average current yield and coupon was 1.3%, the average duration was 1.1 years, S&P rating was AA+ and the average Moody's rating was AAA.

- B. Chairman Watts asked if there were any questions or comments on the Financial Statement. Commissioner Bush asked a question on why there was a significant drop in cash investment in December. Mrs. Lake responded by stating that we had several big purchases in December that came through including two gas trucks, we paid a bill of \$514,000.00 for the Cokesbury Main Replacement Project which will be reimbursed and reflected on the next statement, and Accounts Receivable increased which means more revenue was recorded than was actually collected from the last month. Mrs. Lake stated that December loss excluding depreciation was about \$175,000.00 and several budget items that would have been in 2017 were put in 2016.

V. Business:

- A. Manager Reeves recommended the Board authorize the Manager to execute the Requisition for Generator Maintenance at the Water Treatment Plant with Blanchard Machinery Company in the amount of \$16,774.84. Manager Reeves

stated that this is a three-year agreement and CPW will be billed annually \$5,591.61.

A motion was made by Commissioner Bush to authorize the Manager to execute the Requisition for Generator Maintenance at the Water Treatment Plant with Blanchard Machinery Company in the amount of \$16,774.84, seconded by Commissioner Monaghan and unanimously approved.

VI. Other Business:

There were no items of other business.

VII. Executive Session:

Commissioner Monaghan made a motion to go into *Executive Session* to discuss a Contractual Matter per SC Code 30-4-7-(a), seconded by Commissioner Bush and unanimously approved. Manager Reeves stated that following *Executive Session*, the Commissioners may return to Open Session to take action on matters discussed in *Executive Session*.

VIII. With no further business, the meeting was adjourned.

Approved: 2/23, 2017



Secretary