

**MINUTES
UPPER ALLEN TOWNSHIP STORMWATER AUTHORITY
REGULAR MEETING – 6:00 P.M.
September 21, 2022**

STORMWATER AUTHORITY BOARD

James G. Cochran, Chairman
Richard A. Castranio, Jr., Vice Chairman
Jeffrey M. Walter, Treasurer
Kenneth M. Martin, Secretary
Ginnie M. Anderson, Asst. Secretary

TOWNSHIP OFFICIALS

Scott W. Fraser, Township Manager
Kelly Palmer, Assistant Township Manager
Jason Reichard, P.E., Township Engineer
Jennifer Boyer, Comm. Development Dir.
J. Stephen Feinour, Solicitor

CALL TO ORDER

Chairman Cochran called the meeting to order at 6:03 p.m. The Pledge of Allegiance was recited by all. Roll call was taken by Mr. Fraser.

CHAIRMAN'S ANNOUNCEMENTS

No comments.

Presentation by Jennifer CruverKibi

Jennifer CruverKibi, of Maher Duessel, presented the 2021 Audit. She gave the highlights of the 2021 Stormwater Authority Audit. She shared that the independent auditor's report that is included in the financial statements and that you might notice the format looks a little different and the only reason is because there are auditing standards that they had to implement on their side. The new standards made the opinion more user friendly. She said the first thing that you see is our opinion which is what is called an unmodified opinion. There is additional wording included in there stressing what our responsibilities are as auditors and what management's responsibilities are. New wording you may have seen is wording about going concern. It is only defining what the responsibilities are for the Authority and for the auditors. There are no going concerns regarding Authority. It is a modified opinion, the best opinion the Authority can receive. She stated that the financial statements represented fairly in all material respects in accordance with the accounting principles generally accepted in the United States of America. On the balance sheet your total assets increased by \$1.2 million and a majority of that is because the capital assets, there was a large developer's contribution for stormwater infrastructure and that is what drove that increase in the capital assets as well as offsetting against depreciation expense. Liabilities decreased by \$172,000, just due to the timing of accounts payable. The total net position of the Authority was approximately \$6 million as of December 31, 2021. That is a \$1.4 million increase so that is essentially the Authorities net income for 2021. The developer contributions were about \$990,000, so that is included in income and accounts for some for the increase. Out of the total \$6 million in net position, 91% is invested in capital assets. Ms. CruverKibi said that the Authority is included as a blended component unit, so what that means is the report rolls up as a fund within the

Township. She said they do gain an understanding of Authorities internal control in order to help us plan the audit itself, but do not give an opinion on internal control. If they do come across any deficiency, they are required to communicate that to the Board and they did not come across any. Other required communications are in the form of a communications to those charged with governance letter. She said their responsibility is to repine on the financial statements, but the financial statements still rest with management and the Board. There were no new accounting policies that we have to bring to your attention. The information that is included in the financial statements for the Authority is consistently applied and recorded properly in 2021. The most sensitive estimates affecting the Authorities report is the capital asset values. There were no sensitive disclosures that they have to bring to the Board's attention. They encountered no difficulties in working with management. There were no material entries that we had to propose as corrections. No disagreements that they aware of that they have to bring to the Board's attention. They submitted electronically the DCED report that is required to be filed electronically. They gave an unmodified opinion in accordance with a regulatory base of accounting. The information was property reported and recorded in accordance with the DCED reporting instruction.

Commissioner Martin made a **MOTION** to accept the report, **SECONDED** by Commissioner Anderson. The motion passed unanimously.

PUBLIC COMMENT

There were no public comments.

CONSENT AGENDA

Commissioner Anderson made a **MOTION** to approve the Consent Agenda as follows, **SECONDED** by Commissioner Walter. The motion passed unanimously.

Approval of Minutes of August 17, 2022, Stormwater Authority Meeting
Consideration/Approval of Bills in the Amount of \$222,161.91
Consideration/Approval of Staff Reports

NEW BUSINESS

There were no items for discussion.

OLD BUSINESS

There were no items for discussion.

AUTHORITY MEMBERS

There were no items for discussion.

MISCELLANEOUS

There were no items for discussion.

ADJOURNMENT

Commissioner Martin made a **MOTION** to adjourn the meeting at 6:10 p.m., **SECONDED** by Commissioner Anderson. The motion passed unanimously.