

MINUTES OF THE
SUB-REGIONAL OPERATING GROUP COMMITTEE

MEETING OF

FEBRUARY 11, 2009

MEMBERS:

Jeff Kulaga, Chairman, Tempe
Roger Bailey for Ed Beasley, Glendale
Chris Brady, Mesa
Marshall Brown for Roger Klingler, Scottsdale
Frank Fairbanks, Phoenix

OTHERS:

Lawrence Brotman, Glendale	Collette Moore, Mesa
Tom Buschatzke, Phoenix	Lisa Nevitt, Phoenix
Jim Coughenour, Phoenix	Steve Olson, AMWUA
Steve Dalton, Tempe	Ryan Peters, Glendale
V.C. Danos, AMWUA	Cynthia Seelhammer, Phoenix
Pat Hill, AMWUA	Donald Sehorn, AMWUA
Paul Kinshella, Phoenix	Thalia Williams, AMWUA
Doug Kukino, Glendale	

1. CALL TO ORDER

Mr. Kulaga called the meeting to order at 11:04 a.m.

2. APPROVAL OF THE MINUTES OF THE JANUARY 14, 2009 MEETING

Upon a motion by Mr. Bailey, a second by Mr. Fairbanks and unanimous approval, the SROG Committee approved the minutes of the January 14, 2009 meeting.

3. SET NEXT MEETING DATE

The next regularly scheduled meeting of the SROG Committee was set for Wednesday, March 11, 2009, at 10:45 a.m.

4. CONSIDERATION OF ITEMS FOR CONSENT

Mr. Brady asked about the Operating Fund Balance Reserve requirement of 12.5% mentioned in Item A. Mr. Kinshella, on behalf of the City of Phoenix, stated that the requirement is contained in the Joint Exercise of Powers Agreement (JEPA) between the five cities that have joint ownership in the 91st Avenue WWTP.

Mr. Fairbanks made a motion to approve the following items for consent:

A. Recommendation to Approve the Proposed Fiscal Year 2009-10 Operations and Maintenance Budget and Operating Fund Reserve Balance for the 91st Avenue WWTP

The SROG Committee approved the proposed Fiscal Year 2009-10 Operations and Maintenance Budget base request of \$51,037,475, which includes an additional contribution of \$4,000,000 to the replacement fund and estimated expenditures of \$4,000,000 from that fund, and that the Operating Fund Balance Reserve be increased \$766,945 in order to maintain the required 12.5% of the Fiscal Year 2009-10 budget. This increase in the Operating Fund Balance Reserve will be included in the SROG cities' billing for the month of July 2009.

B. Recommendation to Approve the Proposed Fiscal Year 2009-10 Multi-City SROG User Charge Rates

The SROG Committee approved the Fiscal Year 2009-10 Multi-City User Charge Rates based upon the sewage volumes and strengths as presented.

C. Recommendation to Approve the Fiscal Year 2009-10 Capital Improvement Projects Cash Flow Estimate for the 91st Avenue WWTP

The SROG Committee approved the Fiscal Year 2009-10 Capital Improvement Projects Cash Flow Estimate for the 91st Avenue WWTP for \$69,135,000 as presented.

D. SROG Comprehensive Annual Financial Report for the Fiscal Year Ended June 30, 2008 and Year-End Settlement

The SROG Committee accepted the SROG Comprehensive Annual Financial Report for the fiscal year ended June 30, 2008 and Year-End Settlement, as presented for the same fiscal year.

E. Authorization to Execute a Contract Amendment with Greeley and Hansen

The SROG Committee authorized the City of Phoenix, under the Exceptions Clause of the SROG Procurement Policy, to execute a contract amendment with Greeley and Hansen for an amount not to exceed \$450,000 to continue to provide support services related to the on-going JEPA negotiations. The Project Number is WS90100062 and will be billed according to Billing Schedule 41.

Mr. Brady seconded the motion, which was unanimously approved.

5. MEETINGS OF THE SROG ADVISORY COMMITTEE

There was no discussion on this item.

6. ADJOURNMENT

With no further items of business to discuss, the meeting adjourned at 11:06 a.m.

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