

SUB-REGIONAL OPERATING GROUP COMMITTEE

MEETING MINUTES

December 13, 2017

MEMBERS

Brian Biesemeyer, Chair, Scottsdale
Craig Johnson, Glendale
Patty Kennedy for Dennis Porter, Phoenix
Holly Rosenthal, Tempe
Jake West, Mesa

OTHERS

Michelle Barclay, AMWUA	Samantha Hope Jaskolski, AMWUA
Gretchen Baumgardner, Tempe	Andrea Odegard-Begay, Garner
Brian Draper, Mesa	Cindy Smith, Phoenix

1. Call to Order

Mr. Biesemeyer called the meeting to order at 11:16 a.m.

2. Approval of the Minutes from the November 8, 2017 Meeting

Upon a motion by Mr. Johnson, a second by Ms. Kennedy, and unanimous approval, the SROG Committee approved the minutes of the November 8, 2017 meeting.

3. Set Next Meeting Date

The next regularly scheduled SROG Committee meeting was scheduled for Wednesday, January 10, 2018, at 11:00 a.m.

4. Consideration of Items for Consent

The SROG Committee agreed to discuss consent item #4B separately.

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

A. Salt River Outfall (SRO) Project E – Grade 3 Manholes

The SROG Committee authorized the City of Phoenix to enter into a contract with Brown and Caldwell to provide professional engineering design services related to the SRO Project E – Grade 3 Manholes project for an amount not to exceed \$250,000.

Funds for these services are available in the SROG CIP Cash Flow for Fiscal Years 2017-18 and 2018-19 in WS90160095 using Billing Schedule 34.

C. Recommendation for credit to the City of Phoenix for the application of ferrous chloride

The SROG Committee authorized a credit to the City of Phoenix for the amount of ferrous chloride that Phoenix uses that is regenerated to the benefit of the SROG cities. The credit will be equal to 25% of Phoenix's annual ferrous chloride costs based on the usage of 200 gallons per day at the unit cost per gallon (updated for each calendar year) of ferrous chloride using the formula as follows:

$$200 \text{ gallons FeCl}_2 \text{ per day} * \$1.785 \text{ per gallon of FeCl}_2 * 365 \text{ days per year} * 25\%$$

(In which; the unit cost of ferrous chloride is \$1.785 per gallon for FY 17-18)

The credit amount to the City for Phoenix will be prorated among the remaining SROG cities based on the following percentages: Glendale 1.21%, Mesa 61.52%, Phoenix 0.00%, Scottsdale 5.00% and Tempe 32.27%. These costs will be billed through the O&M budget.

The SROG Committee also accepted the allocation of costs for the ferrous chloride the City of Phoenix uses specifically for the benefit of SROG cities based upon the overall capacity ownership percentage of the entire length of the SAI as follows: Glendale 0.78%, Mesa 39.64%, Phoenix 35.57%, Scottsdale 3.22% and Tempe 20.79%. These costs will be allocated after a billing of \$65,000 to Tempe for this year and next year. These costs will be billed through the O&M budget. These overall SAI ownership percentages have been revised based on updated SAI segment length data that has been agreed upon by the SROG cities.

Ms. Rosenthal seconded the motion, which was unanimously approved.

B. Salt River Outfall (SRO) CIPP Liner Defect - Repair

Mr. West stated that Mesa's concern is that the project moved forward without an identified source of funding. He stated that it was a future planned project that was moved to current project status due to the emergency portion of the project, however Mesa is concerned that there is not identified funding.

Ms. Kennedy stated that this is the situation where we had the liner falling down. She said the repair work is currently complete and the bypass is being taken down and the coupons are now being replaced.

Upon a motion by Mr. Johnson, a second by Ms. Kennedy, with Mr. West from Mesa opposing, the SROG Committee authorized the City of Phoenix to enter into a contract with B&F Contracting for emergency repair in the SRO CIPP Liner Defect project for an amount not to exceed \$2.04 million.

Funds for these services were not in the June – December FY 17-18 SROG CIP Cash Flow. Funds for these services have been included in the January – June FY 17-18 SROG CIP Cash Flow, and in the July – December FY 18-19 SROG CIP Cash Flow in WS90160102 using new Billing Schedule 63 with the following percentages: Mesa 27.78%, Phoenix 27.78%, Scottsdale 27.78% and Tempe 16.66%.

5. Joint Exercise of Power Agreement (JEPA) Negotiations

Ms. Kennedy stated that we are still waiting on modeling, which is being worked on currently.

6. Meeting of the SROG Advisory Committee

There was no discussion on this item.

7. Future Agenda Items/Comments

There were no items requested for future agendas.

8. Adjournment

Mr. Beismeyer adjourned the meeting at 11:26 a.m.

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