Public Notice Pursuant to A.R.S. § 38-431.02

March 5, 2020

TO: Members of the Sub-Regional Operating Group Committee of the Joint Municipal Water Reclamation System

FROM: Mr. Nazario Prieto, Chair, Phoenix

SUBJECT: MEETING NOTICE AND AGENDA

Wednesday, March 11, 2020 – 11:00 a.m.
AMWUA Office - Boardroom
3003 North Central Avenue, Suite 1550
Phoenix, Arizona 85012

The next meeting of the Sub-Regional Operating Group Committee will be held at the above time and place. If you have any questions, please call the AMWUA office.

AGENDA – ITEMS FOR DISCUSSION AND POSSIBLE ACTION

1. Call to Order

2. Approval of Minutes of the February 12, 2020 Meeting

3. Set Next Meeting Date

   The next regularly scheduled meeting will be held on Wednesday, April 8, 2020, at 11:00 a.m.

4. Consideration of Items for Consent

   The following items listed under the consent agenda will be considered as a group and acted upon by one motion with no separate discussion of said items unless a Committee member so requests. In that event, the item(s) will be removed from the agenda for separate action.
A. **Recommendation to Approve Additional Funds for the Southern Avenue Interceptor (SAI) Inlet Structure**

In an email dated February 14, 2020, the SROG Advisory Committee recommended that the SROG Committee authorize Phoenix to increase spending authorization for on-call services of Project Engineering Consultants, in the amount of $5,000, bringing the total contract amount NTE $50,000. The task adjustment is for additions to the scope, fee for CA&I services related to the rehabilitation of the Southern Avenue Interceptor 51st Avenue Inlet Structure.

Please refer to **Agenda Item #4A**.

5. **Joint Exercise of Power Agreement (JEPA) Negotiations**

This is a standing item on the agenda in the event the Committee would like to discuss the JEPA negotiations.

6. **Meeting of the SROG Advisory Committee**

There was no January meeting of the SROG Advisory Committee meeting.

7. **Future Agenda Items**

8. **Adjournment**

*The order of the agenda may be altered or changed by the SROG Managers Committee. More information about AMWUA and SROG public meetings is available in the AMWUA office, online at [www.amwua.org/what-we-do/public-meetings](http://www.amwua.org/what-we-do/public-meetings), or by request.*
MEMBERS

Nazario Prieto, Chair, Phoenix  
Brian Biesemeyer, Scottsdale  
Craig Johnson, Glendale  
Jake West, Mesa  
Terry Piekarz for Tara Ford, Tempe

OTHERS

Michelle Barclay, AMWUA  
Brian Draper, Mesa  
Tara Gonzales, Phoenix

1. Call to Order

Mr. Prieto called the meeting to order at 11:36 a.m.

2. Approval of the Minutes from the September 11, 2019 Meeting

Upon a motion by Mr. Johnson, a second by Mr. Biesemeyer, and unanimous approval, the SROG Committee approved the minutes of the September 11, 2019 meeting.

3. Set Next Meeting Date

The next meeting will be held on Wednesday, March 11, 2020.

4. Consideration of Items for Consent

Mr. Biesemeyer made a motion to approve the following item for consent:
A. **Recommendation to Approve the Proposed Fiscal Year 2020-21 Operations and Maintenance Budget and Operating Fund Reserve Balance for the 91st Avenue WWTP**

In an email dated February 6, 2020, the SROG Advisory Committee recommended that the SROG Committee approve the proposed Fiscal Year 2020-21 Operations and Maintenance Budget base request of $53,772,973 and that the Operating Fund Balance Reserve be increased $338,162 in order to maintain the required 12.5% of the Fiscal Year 2020-21 budget.

B. **Recommendation to Approve the Proposed Fiscal Year 2020-21 Multi-City SROG User Charge Rates**

In an email dated February 6, 2020, the SROG Advisory Committee recommended that the SROG Committee approve the Fiscal Year 2020-21 Multi-City SROG User Charge Rates based upon the sewage volumes and strengths as presented.

C. **Recommendation to Approve the Fiscal Year 2020-21 Capital Improvement Projects Cash Flow Estimate for the 91st Avenue WWTP**

In an email dated February 6, 2020, the SROG Advisory Committee recommended that the SROG Committee approve the Fiscal Year 2020-21 Capital Improvement Projects Cash Flow Estimate for the 91st Avenue WWTP as presented.

D. **SROG Comprehensive Annual Financial Report for the Fiscal Year Ended June 30, 2019, and Year-End Settlement**

In an email dated February 6, 2020, the SROG Advisory Committee recommended that the SROG Committee accept the SROG Comprehensive Annual Financial Report for the Fiscal Year Ended June 30, 2019, and Year-End Settlement, as presented, for the same fiscal year.

Mr. Johnson asked if we have an estimate for the O&M Budget for FY21, Ms. Barclay responded that the budget is the estimate for FY21. Mr. Johnson expressed concern that the expenses are not managed to the budget, but that expenses can go over budget which is not how this is done in his city. Ms. Gonzales stated that the estimate shown for FY20 is reflecting how we are trending to date, something Phoenix keeps an eye on in order to make adjustments where possible and stay within the budget during each fiscal year.

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

Mr. Biesemeyer stated that he would like to see a presentation on budgets at the SROG Committee meeting next year rather than putting all of these items on the consent agenda. He said that he is looking for something high level, not of the detail that is presented at the Finance
Committee meetings. Ms. Gonzales suggested this could be presented at the Committee’s January meeting.


   There was no discussion on this item.

6. **Meeting of the SROG Advisory Committee**

   There was no discussion on this item.

7. **Future Agenda Items/Comments**

   There was no discussion on this item.

8. **Adjournment**

   Mr. Prieto adjourned the meeting at 11:42 a.m.
March 5, 2020

TO: Members of the SROG Committee

FROM: Michelle Barclay, SROG Manager

SUBJECT: RECOMMENDATION TO INCREASE SPENDING AUTHORIZATION WITH PROJECT ENGINEERING CONSULTANTS – SOUTHERN AVENUE INTERCEPTOR (SAI) INLET STRUCTURE REHABILITATION

This request would authorize the City of Phoenix to increase the spending authorization for on-call services with Project Engineering Consultants (PEC) for the amount of $5,000 to provide services related to the rehabilitation of the Inlet Structure of the Southern Avenue Interceptor (SAI) 51st Avenue Siphons.

In June 2018, the SROG Committee authorized the City of Phoenix to enter into a contract with PEC to provide professional engineering services related to the SAI Siphons Assessment project. The conclusion of this assessment was that Inlet Structure 4-16-402 had an advanced grade of deterioration, liner detachments and pinholes in the structure as well as exposed aggregate. Rehab on this inlet structure began in June 2019, with substantial completion in October 2019.

That original authorization was for $45,000. The requested $5,000 increase is due to the duration of the rehab which was longer than anticipated, as well as additional material testing for the two new manholes that were installed.

RECOMMENDATION

In an email dated February 14, 2020, the SROG Advisory Committee recommended that:

the SROG Committee authorize the City Phoenix to increase spending authorization for on-call services of Project Engineering Consultants, in an amount of $5,000 and the total contract amount NTE $50,000. The task adjustment is for additions to the scope and fee for CA&I services related to the rehabilitation of the Southern Avenue Interceptor 51st Avenue Inlet Structure. Funds for these services are available in the SROG CIP Cash Flow in Fiscal Years 2019-20. The Project Number is WS90160100 Billing Schedule 62 (31.42% Mesa, 52.31% Phoenix, and 16.27% Tempe).