

MINUTES
REGULAR MEETING OF THE BOARD OF THE
ALLEGHENY COUNTY SANITARY AUTHORITY
OCTOBER 23, 2025

The meeting was called to order at 4:40 p.m. in the office of the Authority, 3300 Preble Avenue, Pittsburgh, Pennsylvania. Those participating were Board Members Ms. Emily Kinkead, Ms. Sylvia Wilson, (via zoom) Mr. Darrin Kelly. Absent from the meeting were Dr. Shannah Tharp-Gilliam, and Ms. Theresa Kail-Smith. Also participating in the meeting were Ms. Michelle Buys, Ms. Kimberly Kennedy, Ms. Karen Fantoni and Ms. Erica LaMar-Motley. Messers. Douglas Jackson, Michael Lichte, Phil Cole (Authority staff), and Mr. Max Junker (Babst Calland).

Everyone stood for the Pledge of Allegiance.

There were no public comments at this meeting.

Ms. Emily Kinkead stated there was an Executive Session prior to this meeting, and no votes were taken during the session.

Ms. Karen Fantoni, Director of Finance, introduced Mr. Charlie Goodwin, from FSL, who is our financial adviser. The FSL is a new company for the Authority that was hired in December. ALCOSAN is very pleased to have just completed the 2025 bond sale and Mr. Charlie Goodwin gave a few remarks in regard to that transaction.

Mr. Charlie Goodwin stated that he was pleased to report that ALCOSAN had a very successful bond sale. We went into the market on September 30, 2025. The week before, the bond market was unsettled, but we were very fortunate that the week we came to market, everything had stabilized. That created a very good opportunity to enter the bond market. ALCOSAN sold \$372 million in bonds. Approximately \$250 million of that will be used to fund various capital projects associated with the Clean Water Plan, and refinancing all the series 2015 bonds that ALCOSAN issued several years ago funded a reserve fund as well as paid some of the costs of issuance. They were long-term, fixed-rate bonds just like ALCOSAN has done in the past, which we believe is the most prudent course for ALCOSAN. The all-in interest rate, including all the costs of issuing the bonds, was 4.5%, which is below the assumed rate that the CDM Smith model uses for the Clean Water Plan program. We refinanced the 2015 bonds, and we were able to generate \$7.5 million in savings from the refinancing, which will help benefit ALCOSAN going forward. The bonds were well received by a variety of investors. We have received orders worth \$2 billion for only \$372 million. The cost of issuance of the bonds was at

or below industry standards and what ALCOSAN has done in the past. This should provide sufficient funds to take ALCOSAN through most of next year in terms of capital expenditures and position the Authority well for the future.

Mr. Nathan Carll, Manager of Interceptor Systems, in the Regional Conveyance Division, provided an overview of the upcoming 2026 Emergency Sewer Contract: what it is, why we need it, and how it helps us to protect both human health and the system. The Interceptor Systems Department has approximately 50 employees. We have a variety of specialized equipment including boats, barges, CCTV equipment, etc. Our crews perform inspections, maintenance, and repairs throughout the system and often work hand-in-hand with our mobile equipment group. Our in-house team can handle many situations that are often urgent; however, a major sewer failure and other situations like that sometimes require heavy construction equipment and various materials and specialized methods to make repairs that are outside of our ability to perform. That is why we have an on-call contract to perform emergency repairs throughout the conveyance system and the expectation that the contractor can mobilize within 24 hours with the right equipment, materials and skill set, as well as bonding and insurance requirements. This proactive measure eliminates delays during critical events when time and coordination are most important. With the system infrastructure aging (much of it is over 60 years old), and the expansion of the system through the regionalization of trunk lines, this contract is essential to address unexpected failures. The longer it takes to respond to those failures, the greater the risk to compliance, overflow prevention and public health.

Ms. Erica LaMar-Motley, Director of Scholastic Outreach and Educational Services, presented a recap of the Junior Achievement (JA) BizTown 2024-2025. JA BizTown provides students in grades 4-6 with real-world application of life skills that enhance work and career readiness, resume writing, business management, civic responsibility and much more. Our storefront opened in 2020, and in December 2023, we did a major facelift adding key elements that highlight the work we do as embodied in our vision and our mission, alongside our core values of the organization. If you step inside our storefront, you'll see images of actual chemists on the walls along with an aerial overview of the plant. We also installed monitors to allow for up-to-date information to be projected with Scholastic outreach programming, timelapse videos of construction, and other organizational initiatives that may occur throughout the year. Ms. LaMar-Motley presented statistics regarding the age and grade of the children, location of JA BizTown, JA inspire Virtual Career Fair with an exhibit booth, etc. She also showed a video of the participants in Junior Achievement and the students' enjoyment of the programming.

Ms. Karen Fantoni, Director of Finance, presented the 2025 Operating Costs and Revenues compared to the budget. As of the end of September, we are 75% of the year

concluded and at that time we collected about 82% of our budgeted revenue and expended less than 69% of our budgeted expenditures. We continue to operate in a sound fiscal manner.

Ms. Kim Kennedy, Director of Engineering and Construction, presented the 2025 Capital Budget Status Report. We have crossed the \$100 million mark distributed by programs. The plant expansion continues to be the biggest spend, but that will change next year when we begin the tunneling.

Upon motion by Harry Readshaw and seconded by Pat Catena, the Board approved the minutes of the Regular Board meeting, October 23, 2025.

Upon motion by Sylvia Wilson and seconded by Pat Catena, the Board authorized payment of the invoices in excess \$23,800.00, processing during September 16, 2025, to October 14, 2025, and reviewed the summary report of expenses in excess \$12,900.00, processed during the same period.

Upon motion by Pat Catena and seconded by Harry Readshaw, the Board awarded the following contract:

1. Contract No. 1829 "Emergency Sewer Contract 2026" to Folino Construction at the price of \$855,555.55, which includes the base contract bid of \$777,777.77 and a 10% contingency of \$77,777.78.

Upon motion by Darrin Kelly, and seconded by Pat Catena, the Board awarded the following contract:

2. Contract No. 1834 "Elevator Maintenance Service" to Otis Elevator Company at the price of \$7,885.00 per month.

Upon motion by Harry Readshaw seconded by Pat Catena, the Board authorized the preparation of specifications and advertisement:

1. Contract No. 1840 "2026 Regionalized Infrastructure Inspection".

Upon motion by Sylvia Wilson and seconded by Harry Readshaw, the Board awarded the Regionalization Program Management contract to GAI and authorized the Executive Director to negotiate a fee.

Upon motion by Harry Readshaw and seconded by Sylvia Wilson the Board awarded the Construction Management Services for the Manhole Improvement Contract 1816 to JMT and authorize the Executive Director to negotiate a fee.

Upon motion by Pat Catena and seconded by Sylvia Wilson, the Board approved modification of Service Authorization 373 for Mott MacDonald for additional work

associated with the final design and services during construction of the Ohio River Tunnel project for an amount not to exceed \$9,510,000.00.

Upon motion Harry Readshaw and seconded by Sylvia Wilson, the Board adopted Resolution 2025-10-01 approving and authorizing the Executive Director to sign the Pump Station Transfer Agreement and the instruments and agreements contemplated therein relating to ALCOSAN's acquisition of the Brush Run Pump Station facility and associated property from the Township of Upper St. Clair under the Regionalization Program pursuant to the Clean Water Plan and the Modified Consent Decree.

Upon motion by Darrin Kelly and seconded by Pat Catena, the Board authorized the Executive Director to execute the sponsorship agreements with Junior Achievement of Western PA for JA Biztown to continue ALCOSAN's involvement in regional workforce development and work readiness training for an additional five years, and for the JA Empower Her Summit to introduce students from all backgrounds and areas to future workforce training, leadership development opportunities, and overall empowerment.

Upon motion by Pat Catena and seconded by Sylvia Wilson, the Board authorized the execution of a no fee submerged land License Agreement (Commercial) with the Commonwealth of Pennsylvania Department of Environmental Protection for replacement of the existing tide flex with a circular flap gate at M-34 Beck's Run along the Monongahela River in the City of Pittsburgh.

The next Board of Directors Meeting will be held on November 20, 2025.

There being no further business, the meeting adjourned at approximately 5:30 p.m.

ATTEST:

Harry Readshaw
Secretary

Mira D. Praytor
Secretary to the Board

