

MINUTES  
REGULAR MEETING OF THE BOARD OF THE  
ALLEGHENY COUNTY SANITARY AUTHORITY  
THURSDAY, JANUARY 26, 2017

The meeting was called to order at 4:33 p.m. in the office of the Authority, 3300 Preble Avenue, Pittsburgh, Pennsylvania. Those present were Messrs. John Weinstein; Harry Readshaw; Jack Shea, Greg Jones and Corey O'Connor; Ms. Brenda Smith and Ms. Sylvia Wilson of the Board; Max Junker of Babst Calland; Jim Bowser of Chester Engineers; Colleen Hughes representing CDM Smith; Ms. Williams, Messrs. Tamilia, Borneman, Inks and Jackson; Ms. Oliver, Messrs. Fuchs, Sculli, Lichte, Prevost and Lockard; Ms. McCarthy, Ms. McKay, Ms. Conley, Ms. Clark, Ms. Thomas, Ms. Croom, Ms. Slater-Wood, Ms. Smith, Ms. Yough, Ms. Sanchioli, Ms. Marunczak, Ms. Mannella, Ms. Buys and Ms. Mannella of the Authority staff.

Mr. Weinstein asked for everyone to stand for the Pledge of Allegiance.

The Chairman noted an Executive Session was held at 3:45 p.m. to discuss pending legal issues.

Mr. Weinstein wanted to make a few comments to reflect on his time as Chairman and what an honor it was to serve alongside the other members of the Board. He mentioned that in 2013 a resolution was adopted on behest of the Board to allow him to serve two consecutive years. Mr. Weinstein stated when he first came to ALCOSAN the Consent Decree had no Green Infrastructure in the program whatsoever and now there is thanks to the Board, staff and the administration. He stated because of that, the page has been turned on the future of this region. Mr. Weinstein mentioned the approval of the historic Customer Assistance Program (CAP). He stated that never in the history of this organization has there been a program to help low income families with their sewer bills. He also touched on the GROW (Green Revitalization of Our Waterways) Program approval of over nine million dollars in grants to help municipalities. He also stated that over the past few years the relationship with our 83 customers, especially with our largest customer, PWSA, has been drastically improved. Mr. Weinstein mentioned the refinancing of bond issues saving the Authority over 66 million dollars in the last two years. He commented on the drafting and implementation of a comprehensive Procurement Manual to add consistency and transparency as well as, for the first time in history, a full time Procurement Officer who is doing a tremendous job for us. He noted that the additions made to internet of our goods and service allowing people the opportunity to do business with us has never happened before. The institution of evaluations of our management employees was implemented and that too has never occurred before. He noted that we expanded our relationship with 3 Rivers Wet Weather and completely transformed our Municipal Outreach Department, Public Outreach Department and our Project Management Office, under the direction of Alex Sciulli who is doing a tremendous job for this most historic project of transforming the water quality in Allegheny County and Southwestern Pennsylvania for the next hundred years. He concluded with saying that he is very proud, and could go on for quite some time, but these are some highpoints that were just thought of very quickly that were accomplished in the last three years. Mr. Weinstein

stated with that being said he would like to turn the meeting over the solicitor to proceed with the election of the officers.

Mr. Weinstein turned the meeting over to the Solicitor, Mr. Junker for the election of officers. Each year at the January meeting the Authority reorganizes and elects a slate of officers for a one-year term for the positions of Chairman, Vice-Chairman, Secretary, and Treasurer. The floor was open to nominations for individual or a slate of officers. Mr. Readshaw nominated a slate consisting of Sylvia Wilson - Chairman, Greg Jones - Vice-Chairman, Jack Shea – Treasurer, Harry Readshaw – Secretary. There were no other nominations for a slate or individuals. Upon motion of Mr. Readshaw, seconded by Mr. Shea, the Board approved the slate as stated for a one-year term. Mr. Junker returned the meeting to Chairperson Wilson. Ms. Wilson chose to hold off on comments until the end of the meeting.

Ms. Wilson recognized Mr. Gwinn of The Ferguson Group (TFG) to give the Lobbyist Report, who stated that he's had the opportunity to work with ALCOSAN for over 20 years and between 1998 to 2010, ALCOSAN has been successful in securing 40 million dollars in special grants at the Federal level and most of the money coming from the Environmental Protection Agency. He also mentioned that approximately 12 million dollars came from the Corp of Engineers and a few other agencies. Lately there has been a shift to financing at a low interest rate and a variety of repayment packages. In addition there are going to be infrastructure investments at the Federal level which would include Green Infrastructure. He concluded with saying that TFG will be working with ALCOSAN very closely to maximize access to all funds available. Ms. Wilson thanked Mr. Gwinn for his report.

The Chairperson recognized Mr. Inks Mr. Inks, Director of Finance & Administration, reported on the 2016 Operating Costs and Revenues as compared to the budget. This was the final report for 2016. The Authority achieved its revenue target and in fact exceeded it by \$2.6 million dollars and budget expenditures ran around 92% of expected budget. As a result of the successful year, the Authority was able to transfer an additional 10 Million dollars into the GROW Program for future GROW funding. The unaudited financial statements have been reviewed with the Executive Director and the Treasurer as required under the Trust and have been sent to the Trustee. Ms. Wilson asked for any question and hearing none thanked Mr. Inks for his report.

Ms. Wilson recognized Mr. Borneman, Director of Engineering and Construction, presented the report of the 2016 Capital Budget Status. Of the \$240,911,000 forecasted for last year, only \$207,574,523 was expended. Many of the expenditures will continue into the 2017 Capital Budget.

Mr. Wilson recognized Mr. Prevost, Manager of Wet Weather, to give an update on the Green Revitalization of Our Waterways (GROW). Mr. Prevost explained the process of the program and some of the criteria that will need to be met in order to be chosen to participate. He also advised the Board of the unexpected amount of participation from the municipalities that submitted their applications. Mr. Prevost stated that there would be a chance for those that were not selected to schedule a meeting to find out what factors determined the decision. The Chairperson thanked Mr. Prevost for his report.

Report of actions by the Executive Director in approval of construction change orders less than \$30,000.00 and a cumulative total change order value to date of less than five percent of the original contract amount

1. No. 16, under Contract 1494G, "Main Pump Station Upgrade, General," to Kokosing Construction Co., Inc., a net deduction in the amount of \$58,923.74 for two changes to the contract value: a) a deduction to compensate ALCOSAN for all overtime inspection costs incurred by ALCOSAN during the contract period; and b) an addition to purchase the steel roller beam used in the installation of Pump No. 4 for future maintenance needs. The original amount of the contract was \$20,295,000.00. The current value of the contract including this change order and previous change orders is \$19,987,499.22.
2. No. 5, under Contract 1642G, "New Vehicle Maintenance Facility, General," to MASCO Construction Co., Inc., in the amount of \$8,032.81 for two unrelated changes: a) to remove underground obstructions encountered during the excavation for the storm sewer between Manhole No. 5 and Building No. 1; and b) replacing four electric hand dryers that were originally proposed with paper towel dispensers. The original amount of the contract was \$6,284,000.00. The current value of the contract including this change order and previous change orders is \$6,363,909.86.

Upon motion of Mr. Readshaw, seconded by Mr. O'Connor, the Board approved the minutes of the Regular Board Meeting of December 8, 2016.

Upon motion of Mr. Weinstein, seconded by Mr. Shea, the Board authorized payment of invoices in excess of \$18,500.00 processed during the period, November 29 2016 through, January 13, 2017; ratify the action of the Executive Director in paying utility bills processed during the period and review invoices between \$10,000.00 and \$18,500.00 processed during the same period, a copy of which will be made part of these minutes

The Board considered bids received on January 6, 2017, under Contract No 1662, "Sewer Improvement Contract," Bids were received from Frank J. Zottola Construction, Inc; Independent Enterprises, Inc; Pugliano Construction Co, Inc; R&B Constracting & Excavation, Inc. and Stefanik's Next Generation Contracting; Upon motion of Mr. Shea, seconded by Mr. Jones, the Board awarded the contract to Frank j. Zottola Construction, Inc. the lowest responsible bidder meeting the Authority's specifications at their price of \$465,605.00.

The Board considered bids received on January 5, 2017, under Contract No. 1666, "CCTV Inspection, Regionalization Contract Three," Bids were received from Redzone Robotics, Inc.; Robinson Pipe cleaning Co. and Jet Jack, Inc.; Upon motion of Mr. Shea, seconded by Mr. Jones, the Board awarded the contract to Redzone Robotics, Inc., the lowest responsible bidder meeting the Authority's specifications at their price of \$996,770.50.

The Board considered bids received on January 18, 2017, under Contract No. 1672, "Repair of Roll-up Garage Doors," Bids were received from Allied Materials Co., DBA Overhead Door Co. of Greater Pittsburgh and Thomas V. Giel Corp. Upon motion of Mr. Shea, seconded by Mr. Jones, the Board awarded the contract to Allied Materials Co., DBA Overhead Door Co. of Greater Pittsburgh, the lowest responsible bidder meeting the Authority's specifications at their price of:

1. Hourly Rate Repairman/ Installer	2. Overtime Rate Repairman/ Installer	3. Hourly Rate Repairman/ Installer's Helper	4. Overtime Rate Repairman/ Installer's Helper	5. % Mark-Up
\$ 79.00	\$118.00	\$ 79.00	\$118.00	16%

Upon motion of Mr. Readshaw, seconded by Mr. Shea, the Board approved to rebid the original Contract 1635 as Contract 1635A, "Tassey Hollow Grit Chambers," the revised contract accounts for a narrower chamber to fit site conditions better.

Upon motion of Mr. Jones, seconded by Ms. Smith the Board approved the following Service Authorizations for Professional Consultants. Assignment is based on consultants' past efforts, knowledge and understanding of the tasks involved and the availability of the consultant's staff to perform the tasks in the time required:

1. For Buchart Horn, under the agreement for Professional Services, for an amount not to exceed \$ 73,000, to perform construction management services for Contract 1645, "Replacement of the Level Sensing Systems and PLC's at the Five Pump Stations."

Upon motion of Mr. Shea, seconded by Mr. Jones, the Board approved modification #004 to Service Authorization 276 for AECOM to continue provision of Regionalization Implementation Support services in an amount not-to-exceed \$616,800.00.

Upon Motion of Ms. Smith, seconded by Mr. Weinstein, the Board approved recommended municipal source control projects under the Green Revitalization of Our Waterways (GROW) Program and provide successful applicants with a Grant Agreement.

Mr. O'Connor wanted to give thanks to the previous Chairman on his work with the Customer Assistance Program and the Green Infrastructure in our region.

Ms. Williams reflected on Mr. Weinstein's term as Chairman and thanked him for the effort he put forth during his time in office. She thanked him for his dedication and support and for all the times he made himself available to her regardless of the time of day. Ms. Williams sincerely thanked the former Chairman for his service.

Mr. Weinstein stated that he is not retiring and he looks forward to continuing his work with the Authority.

Ms. Wilson stated that it is an honor to be put into the position as Chairperson. She states that she has been on the Board since 2000 and she has seen a lot over the years and she never wants to miss the opportunity to thank the ALCOSAN employees for the critical work that is done without recognition. She went on to say that the employees of ALCOSAN take great pride in their work and that is something that is truly hard to find. Ms. Wilson thanked everyone for the opportunity to serve.

There being no further business, the meeting adjourned at 5:26 p.m.