

February 8, 2017

Mr. Brian Draper
City of Mesa
P.O. Box 1466
Mesa, Arizona 85211

RE: ACTIONS OF THE SROG COMMITTEE

Dear Mr. Draper:

This letter serves to inform you that at their February 8, 2017 meeting, the SROG Committee took the following action:

Approved the proposed Fiscal Year 2017-18 Operations and Maintenance Budget base request of \$47,307,789, which includes an additional contribution of \$5,000,000 to the replacement fund and estimated expenditures of \$5,000,000 from that fund; to include the adoption of the recommended five-year CIP Replacement Fund schedule for Fiscal Years 2017-18 through 2021-2022; and that the Operating Fund Balance Reserve be decreased by \$171,445, in order to maintain the required 12.5% of the Fiscal Year 2017-18 budget. This decrease in the Operating Fund Balance Reserve will be credited to the SROG cities on their O&M billing for the month of July 2017.

Approved the Fiscal Year 2017-18 Multi-City User Charge Rates based upon the sewage volumes and strengths as presented.

Approved the Fiscal Year 2017-18 Capital Improvement Projects Cash Flow Estimate for the 91st Avenue WWTP for \$19,447,000 as presented.

Accepted the SROG Comprehensive Annual Financial Report for the fiscal year ended June 30, 2016, and Year-End Settlement, as presented for the same fiscal year.

Authorized the City of Phoenix to approve additional funding of \$6.82 million for construction of the Salt River Outfall Rehabilitation project. Funds for these services are available in the SROG CIP Cash Flow in Fiscal Years 2016-17 through 2018-19. The Project Number is WS90160093 and will be billed according to Billing Schedule 60.

Arizona Municipal Water Users Association

Authorized the City of Phoenix to negotiate a scope of work and fee, and to execute a task order for professional consultant services with Water Works Engineers for an amount not to exceed \$125,000 for services related to the 91st Avenue WWTP Solids Thickening Facility Basement Combustible Gas Detectors. Funds for these services are available in the SROG O&M Replacement Fund in Fiscal Year 2016-17.

Authorized the City of Phoenix approve additional funding of \$590,519 (Clear Creek \$36,057 and Yellow Jacket Drilling \$554,462) and a 90-day time extension for additional drilling services related to the 91st Avenue WWTP Groundwater Wells Improvements project. The Project Number is WS90100099 and will be billed according to Billing Schedule 56.

If you have any questions regarding the above action, please do not hesitate to contact me.

Sincerely,



Thalia Williams
SROG Program Coordinator

cc via e-mail:

Ms. Julie Andresen, Phoenix
Mr. Brian Biesemeyer, Scottsdale
Mr. Philip Brown, Tempe
Mr. Joshua Calandrel, Phoenix
Ms. Araceli Canez, Phoenix
Mr. Mark Fortkamp, Glendale
Mr. Chris Hassert, Scottsdale
Mr. Dan Hatch, Glendale
Ms. Shuang Huang, Glendale
Mr. Steve Irvine, Phoenix
Mr. Joe Jatzkewitz, Phoenix
Mr. Craig Johnson, Glendale
Ms. Brandy Kelso, Phoenix
Ms. Patty Kennedy, Phoenix

Mr. Sean Kindell, Phoenix
Ms. Tammi Krause, Phoenix
Ms. Kerri Logan, Tempe
Ms. Julianne Loyd, Glendale
Ms. Sherry McGlade, Mesa
Mr. David McNeil, Tempe
Ms. Kathy Mutschler, Scottsdale
Ms. Stacy Obal, Phoenix
Mr. Dennis Porter, Phoenix
Mr. Kevin Rose, Phoenix
Ms. Maryann Veatch, Phoenix
Mr. Anthony Weathersby, Glendale
Mr. Mark Weber, Tempe
Mr. Steve White, Tempe