

South Sangamon Water Commission
Minutes of Special Meeting of the Board of Commissioners
September 19, 2011 – 9:00 a.m.
Greene & Bradford conference room, 3501 Constitution Dr, Springfield IL

Commissioners:

Present: Del McCord, William Pfeffer, Craig Hall

Absent: none

Quorum: yes

Others Present:

Terry Burke (SSWC), Gary Kuntzman (Greene & Bradford), John Myers (Rabin & Myers), Joe Pisula (Donahue & Associates), Ron Vancil (SSWC), Laura VanProyen (SSWC)

Proceedings:

- Meeting was called to order at 9:00 a.m. by Chairman, Del McCord and roll taken.

MOTION by Pfeffer, second by Hall to approve minutes of August 16, 2011 regular meeting.

Voice vote: Motion carried.

MOTION by Pfeffer, second by Hall to approve minutes of August 30, 2011 special meeting.

Voice vote: Motion carried.

Treasurer's Report:

- Treasurer Pfeffer presented the 8/31/2011 balance sheet which had been updated with FY2011 entries from the auditors and showed our project construction funds as follows:

Illinois Funds – Series B Project Construction Fund	\$1,202,007.59
People Bank & Trust	248,169.97
Warren Boynton State Bank	<u>14,923.75</u>
	\$1,465,101.31

- \$25,000 had been drawn on the INB line of credit

- Pfeffer also presented an interim report dated 9/15/2011 which reflected entries following the 9/8/2011 closing of the alternate revenue bonds.

Approval of Open Invoices for Payment:

- Treasurer Pfeffer presented a list of open payables for construction-related items totaling \$937,367.15 and \$598.86 for non-construction-related items. Herb Butler, Ron Vancil and Terry Burke had reviewed and approved all construction bills and found the following corrections to the list:

Village of Chatham should be \$261,101.86 rather than \$216,101.86

Greene & Bradford invoices 800757 and 800780 for \$2,665.68 and \$4,311.67 respectively were duplicated.

- Discussion regarding Cahoy Pump payment request #5. Joe Pisula stated this payment was labor and equipment which has been completed and delivered.
- Commissioners placed a telephone call to Darren Cahoy to discuss their drilling time table. He indicated four wells complete by November 15 with substantial completion of all ten by December 31.

MOTION by Pfeffer, second by Hall to approve payment of all listed invoices with a corrected total of \$975,389.90.

Roll call vote: McCord – yes Pfeffer – yes Hall - yes Motion carried.

- \$534,789.53 will remain available after payment of these items for construction-related expenses from the Series B, C & D bond money as well as \$5,000,000.00 on the alternate revenue bonds.

Change Order #8 to Contract “C” – Water Treatment Plant with Plocher Construction:

- Pisula stated this deductive change is due to revisions to the material for the lagoon liner, valves and high chloride waste pump station pipe.
- Pisula and Ron Vancil stated the changes should cause no problems if handled properly.

MOTION by Hall, second by Pfeffer to approve Change Order #8 to Contract “C” – Water Treatment Plant with Plocher Construction, Inc. for the deductive amount of \$47,372.00.

Roll call vote: McCord – yes Pfeffer – yes Hall – yes Motion carried.

Ordinance Approving a Pump Station Lakeshore Lease:

- Myers stated this is a fifty-year lease at \$100 per year with increases every three years of \$25 for the pump station on CWLP property.

MOTION by Pfeffer, second by Hall to approve Ordinance 11-13, an Ordinance Approving a Pump Station Lakeshore Lease

Roll call vote: McCord – yes Pfeffer – yes Hall – yes Motion carried.

Status of EMC Contract:

- Myers stated we continue to communicate with EMC regarding prevailing wage issues and liability insurance limitations in their proposed contract.
- Del McCord stated we have begun looking for others who might be available to manage the plant if we cannot come to an understanding with EMC.

Status of Plocher Contract and Mediation Demand:

- Myers stated Plocher is asking for mediation of our dispute.
- Discussion about how we might resolve this without arbitration or litigation.
- Ron Vancil will continue to communicate with Scott Plocher to resolve this between ourselves.

Pipeline Repair Update:

- Terry Burke stated we need to resolve the burst pipe issue in order to have enough water to test and flush pipes.
- EBI wants \$60,000 and a release to redrill for the replacement pipe at Horse Creek.
- Discussion regarding alternatives for relaying the pipe; other solutions would cost more than this.
- Commissioners agreed we need to pay the \$60,000 but further discuss the terms of any release. Myers and Burke will continue to work with the driller to resolve this.

Overall Construction Updates:

New Berlin pump station problems:

- Burke stated EFI repairs are complete. The \$42,000 cost was not covered by our insurance due to the \$50,000 deductible.
- Discussion regarding whether we should pursue the contractor's builder's risk insurance to cover the repairs.
- Myers and Burke will prepare a letter.

Pipeline:

- Burke reported on cleaning and testing progress.
- The target date for water to New Berlin remains November 1.
- Pump station is complete and ready to be fenced off.
- Cleanup and reseedling is progressing well.

Plant:

- Vancil reported plant construction is going well and on schedule.
- Discussion regarding installing security cameras at the plant site. Commissioners agreed we should; McCord will begin the process of getting quotes.
- Paving material is still an open issue but will not affect startup.

Well sites:

- Vancil reported the sites are cleared and roads are in place to allow access.
- The raw water main should be completed around 10/15.

MOTION by Hall, second by Pfeffer to adjourn.

Voice vote: Motion carried.

- The meeting was adjourned at 11:10 a.m.

Respectfully submitted,


Clerk