

Lake City Sewer Authority Meeting of March- 13-2018

This meeting took place at the Lake City Borough Council Chambers at 7:00 p.m.

Attending: Robert Pier; Rick York absent - Darwin Michielsen - David Jackson; Joseph Legnasky; Engineer Halmi; and Attorney Gary Bax

Visitor - Brent sewer plant operator; Councilman Doug Straw; Councilperson Bettie Stephens; and Stacy Kibler Lake City Borough Secretary

Approval of the Minutes of February 13th, 2018 motion: David Jackson second: Darwin Michielsen

Financials:

New Bills for Approval:

The McDonald Group L.L.P - invoice # 60713 = \$76.27 check # 1073

The McDonald Group L.L.P - Invoice # 60714 = \$240.00 check # 1074

Office Max - printer ink - \$ 91.75 check # 1075

Deiss & Halmi Engineering Inc. Invoice # 2-18-1 = \$2,000

The McDonald Group LLP - Invoice # 60706 = \$ 2043.88

West County Journal - \$214.50 check # 1076

Deiss & Halmi Engineering Inc. Invoice # 1-18-18B = \$8823.24 Total Of \$12,867.12

Motion to approve the bills - Darwin Second David

Motion to approve a Disbursement from Andover Bank # 19 amount of \$ 12,867.12

Motion by Darwin Second by David

Engineer Halmi;

Minutes of the Job Conference No. 1 for contract 2017-1 & 2017-3 (see attached). Contract 2017-1 Konzel will be starting full-time on 3/5/2018 job trailer and equipment will be set up on 2/28/18.

Change orders:

* The remainder of the required clearing and grubbing will be performed by Konzel starting on 3/5/2018. The change in contract price will be calculated on a time and materials basis, and will be reconciled with a change order.

* Konzel is working on a proposal to substitute insulated metal wall panels as an alternative to the specified EIFS cladding to the control building. This should result in a reduction in contract price.

* D & H had previously requested a cost proposal from Konzel to change the sludge pump in the Sludge Press Building from a 3" to a 4" size. This will also increase from a 3 hp to a 5 hp motor. The VFD size in the sludge press controls will change accordingly. The purpose of this will be to allow the plant operator to take full advantage of the full capacity of the sludge press.

* Keith Zook pointed out that the existing sludge pump in the basement of the Control Building lacks a disconnect switch within sight of the pump as required by code. D & H request a costs proposal from Konzel for installing a disconnect switch for the existing sludge pump per the NEC.

Upcoming changes in the Scope:

* LCMSA and D & H are considering replacement of the grit drag out mechanism at the headwork's. D & H is working with the vendor of that equipment to develop a technical proposal. A later discussion will be held weather such work will be added to the scope of Contract 2017-1

Next job conference will be on Tuesday 3-27-2018 at 10:00 a.m. in the Control Building.

Penn Vest Project Costs summary as of 3-13-2008 see attached - closing on 4-10-2018 Penn vest conference call on 3-27-18 at 2:00 p.m.

Change Orders discussed:

* The remainder of the required clearing and grubbing will be performed by Konzel Construction this was not completed by Lake City Borough Crew - price is calculated on time and materials No estimate at this meeting No Change Order assigned.

*Konzel Construction is working on a substitute insulated metal wall panels as an alternative to the specified EIFS cladding to the control building. This is a reduction on the contract price of \$10,300 this is now covered under CH 2017-1-1 motion by Dave Jackson Second by Darwin Michelson - carried.

*D & H requests a cost proposal from Konzel for installing a disconnect switch for the existing sludge pump per the NEC code. No dollar amount was present at this time No Change order issued.

* Removal is recommended by D & H of an outside unit for disconnect to the main inside electrical disconnect panel this would be a reduction of \$1000 to the project. CH 2017-1-3 motion by Dave Jackson and second by Darwin Michelson - carried.

*D & H requested a cost proposal from Konzel to change the sludge pump in the Sludge Press Building from a 3: to 4" size and increase the pump from 3Hp to 5Hp with variable speed units. Additional cost not to exceed \$5000. Motion by Dave Jackson second by Darwin Michelson - motion

carried a NO Vote by Joe Legnasky indicating costs was not fully explained nor the lead time. CH 2017-1-2

Summary of the Pennvest Project Costs were presented after the closing on 4-10-2018 a submittal will be made by the Deiss & Halmi firm to Pennvest in the qualified amount of \$1,636,299.45 which once the funds are received will pay down the two outstanding loans at Andover Bank.

Received a letter from Gene Clemente from the Erie County Conservation District allowing the permittee or co-permittees shall at all times properly operate and maintain all best management practices detailed in the Erosion and Sedimentation Control Plan and Prevention and Contingency Plan the Department of Environmental Protection may inspect this earthmoving activity to determine compliance with applicable permit requirements, Chapter 92, 101 and 102 Rule and regulations and the Clean Streams Law.

Attorney Bax:

*Attorney Alberstadt's Pennvest Loan Counsel representation letter was signed by Bob Pier this is required by Pennvest and confirms prior LCMSA resolution. This cost is a flat fee of \$12,500.00

*Performed document review in preparation for Pennvest closing, including review and draft of Sixth Amended Lease Agreement, and provided copy to Lake City Borough Solicitor for review with Lake City Borough Council - new changes include a \$2000 per year payment to the Authority for Administration and Lake City Borough Council removed percentage for operations approved on 4-12-18 by Lake City Borough Council.

*Per Engineer Halmi's request, reviewed 2015-2018 invoices to achieve full Pennvest reimbursement.

*Forwarded LGUD/Pennvest loan documents to Attorney Alberstadt:

- i. Pennvest Authority Debt Obligation Resolution.
- ii. Pennvest Authority reimbursement resolution.
- iii. Notarized Engineer's Report on self-liquidating debt calculation.

* Communications with Engineer Halmi on Pennvest closing documentation and closing details.

* Reviewed procedures for processing Pennvest Payment Request and coordinated with Engineer Halmi.

See attached

Lake City Sewer Authority Meeting of March 27th, 2018

This Meeting was held at Lake City Borough Council Chambers at 7:00 p.m.

Attending: Robert Pier; Rick York; David Jackson; Darwin Michelson; Joseph Legnasky; Attorney Gary Bax; excused from this meeting was Engineer Steve Halmi.

Visitors: Councilperson Bettie Stephens; Sewer Plant operator Brent.

Attorney Bax presented the Resolution approving modification agreement with Andover Bank which aligned the two outstanding loans # 6200000001 and # 6200000006 and not provides a due date for the notes as of July 28,2020 in accordance with Pennvest. Motion by Dave Jackson and second by Rick York. Motion carried.

Per Engineer Halmi's email of 3/27/18 for a Water Main tie-in, this is Cost Breakdown #4 due to the Lake City Borough maps being inaccurate this is a total cost of \$3461.56. This cost includes material, labor, equipment. Motion by Rick York and second by Dave Jackson motion carried to proceed.

A contractor review was held at the sewer plant on 3/27/2018 at 10:00 a.m. with updates and progress reporting .

this meeting concluded at 7:20 p.m.

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