



TOWN OF MIAMI
Wastewater Advisory Board Meeting
Wastewater Collection System Replacement Project
THURSDAY, MARCH 23, 2017 AT 4:00 PM
MIAMI TOWN COUNCIL CHAMBERS
500 W SULLIVAN STREET, MIAMI, ARIZONA 85539

Meeting Minutes

I. Call to Order

Meeting was called to order at 4:03 pm by Jay Spehar.

II. Roll Call

PRESENT: Jay Spehar, John Trujillo, Don Reiman

ABSENT: Ray Webb, Jerry Barnes

III. Approval of Minutes

a. Approval of Minutes from the February 23, 2017 Meeting.

- John Trujillo motioned to approve the minutes of the February 23, 2017 Meeting. Motion was seconded by Don Reiman – All in favor.

IV. New Business

a. Project Status Update

Mark Ipson with HILGARTWILSON provided an update on the project.

- Phase 2 Construction:
 - As discussed last month, Phase 2 is mostly complete with the exception of the few outstanding items that were presented in last month's meeting. Since the last meeting, the airline in Nash, the fence at the public works yard, and the backwater valves have been repaired. The PCCP on Loomis was also retested and was found to comply with the specifications. A few outstanding items remain, including: the Sykes Alley paving, the water leak in the public works yard, service connections, slurry seal coat, sinkholes and the reconciliation change order. Discussion was held regarding the retesting completed on the PCCP, which now meets the specification. Jay Spehar requested that a laundry list of the remaining outstanding items for Phase 2 be included in the presentation at next month's WWAB meeting.
 - Mark Ipson gave a brief overview of the change orders to date, the work deferred from Phase 2 to Phases 3-5, and the remaining unknown utility and Mackey Camp allowance summaries. It was noted that there is nearly \$40,000

left in the unknown utility allowance and \$19,500 left in the Mackey Camp allowance. It is anticipated that the reconciliation change order will pull these remaining balances out of the contract. AMEC has identified an amount for the reconciliation change order, and the reconciliation change order is currently under review by Kinkaid.

- Phases 3-5:
 - Mark Ipson discussed the construction phasing planned for Phases 3-5. Phase 3 includes work at the east end of Town and in the Miami Gardens area, while Phases 4 and 5 include work on the north and south sides of Highway 60, respectively. Phases 3-5 are anticipated to have a construction cost of approximately \$11 Million.
 - Mark Ipson discussed the preliminary schedule for Phases 3-5. Pro-Pipe has completed their video investigation work and is now wrapping up the report of their findings. AMEC will review the videos and report from Pro-Pipe and prepare a separate with AMEC's findings and recommendations, for submittal to the Town by mid-April. The Town will then review the recommendations and provide AMEC direction on how to revise the plans. It is anticipated that the revised plans will be submitted to ADEQ and USDA for review by the end of May. It is hoped that Phases 3-5 could be out to bid by the end of June and a Notice to Proceed could be issued in early September.
 - Mark Ipson gave a brief overview of the total project costs to date.
 - Joe Heatherly gave an update on the settlement with Kinkaid. The MPC and Miami Town Council will vote on a \$500,000 loan from USDA that is going to be used to fund the settlement with Kinkaid and the outstanding legal items. It is anticipated that the funding from USDA would arrive within 10 days. Additional discussion was held regarding the complications that arose in obtaining this funding.
 - Mark Ipson discussed a few other other outstanding items and their associated costs.

b. Payment Applications

- Kinkaid's pay application in the amount of \$184,872.85 for retainage associated with Phase 2 Construction services was reviewed and discussed. Joe Heatherly stated that the Town reviewed this pay application and found it unacceptable. There are disagreements as to the values that should be released for the retainage. Mark Ipson provided an overview of the outstanding items and the disputed costs for each item. Kinkaid feels that, based on their assumptions and calculations, approximately \$58,400 should be withheld from retainage and that the reset of retainage should be released. The Town calculates the amount of retainage that should still be withheld to be approximately \$189,200. Jameson Owen with Kinkaid gave an explanation of the disputed items and why Kinkaid feels that these certain items should be not be withheld from the retainage. Additional discussion was held about the sinkholes and whether or not the sinkhole repairs should be considered as a warranty issue or as an outstanding item that must be resolved prior to the Town paying the full retainage and issuing final acceptance. Joe Heatherly explained that there are different interpretations from Kinkaid and from the Town about when the warranty period begins. Jay Spehar asked the Town, Kinkaid, and AMEC hold a separate meeting to discuss each outstanding item individually and come to a decision on how to move forward. John Trujillo recommended that the Kinkaid pay application be tabled until these items can be resolved. Jay Spehar said that he is willing to call a special advisory board meeting after the Town, Kinkaid,

and AMEC meets and discusses these items further. A motion was made by John Trujillo to table Kinkaid's pay application in the amount of \$184,872.85 until after the project team meets and further discusses the retainage amount to be released. Don Reiman seconded the motion. All in favor.

- AMEC's pay application in the amount of \$55,560.85 for one month of Design, Construction Management, and Program Management services was reviewed and discussed. Joe Heatherly stated that the Town reviewed this pay application and found it acceptable. A motion was made by John Trujillo to recommend to Council the approval of AMEC's pay application in the amount of \$55,560.85, subject to funding agency concurrence. Don Reiman seconded the motion. All in favor.
- Town of Miami pay application in the amount of \$12,062.98 for legal and other project-related expenses was reviewed and discussed. Joe Heatherly stated that most of this pay application is for costs incurred for legal fees associated with the project and hard labor, inspections, and cleanup of Phase 2. A motion was made by Don Reiman to recommend to Council the approval of the Town of Miami pay application in the amount of \$12,062.98, subject to funding agency concurrence. John Trujillo seconded the motion. All in favor.

c. Public Comment on the operation, financing, and construction of the sewer project

- No public comments were given.

V. Adjournment:

- John Trujillo motioned to adjourn the meeting. Seconded by Don Reiman. All in favor. The meeting was adjourned at 4:54 pm.