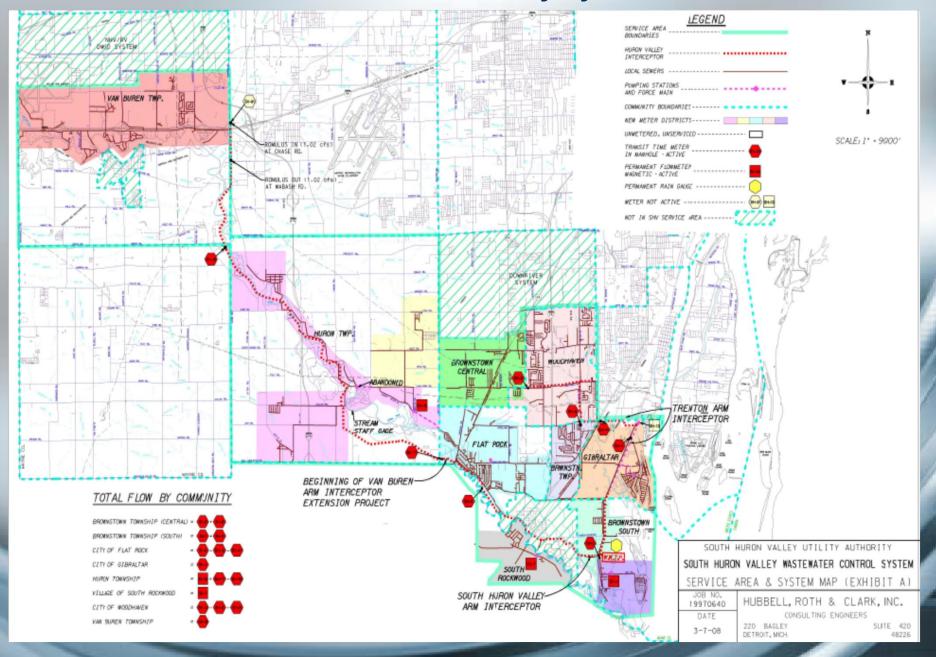
# History and Development of the South Huron Valley Wastewater System

Presented to the SHV Utility Authority Board by Richard Hinshon, P.E. Hinshon Environmental Consulting

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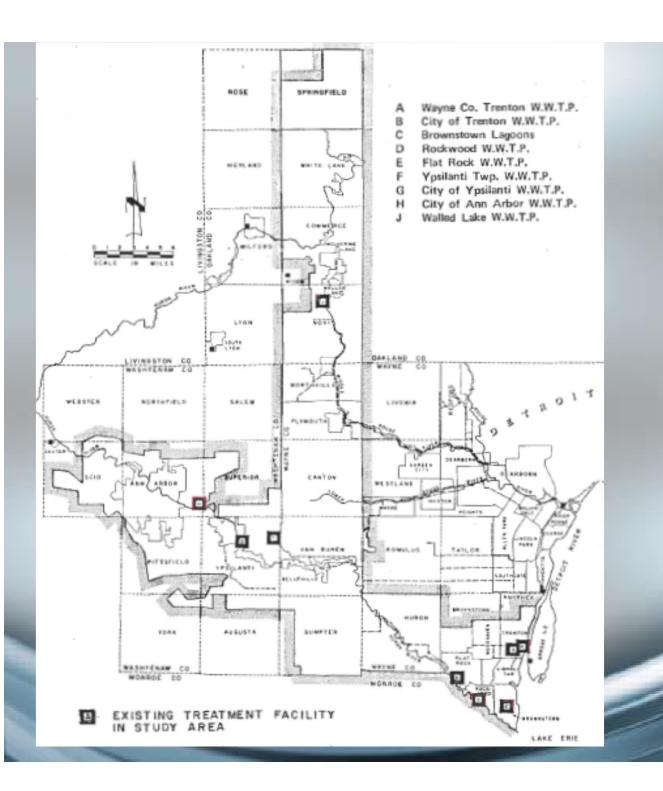
#### **The South Huron Valley System**



#### **Presentation Topics**

- 1. Before the SHV System Existed (Pre 1983)
- 2. The Early Years Under Wayne Co. (1983 1991)
- 3. System Growth and Expansion (1992 1998)
- 4. Utility Authority Takeover Period (1999 2003)
- 5. The Modern Era (2004 2010)
- 6. "Pending" Issues for the SHV Utility Authority



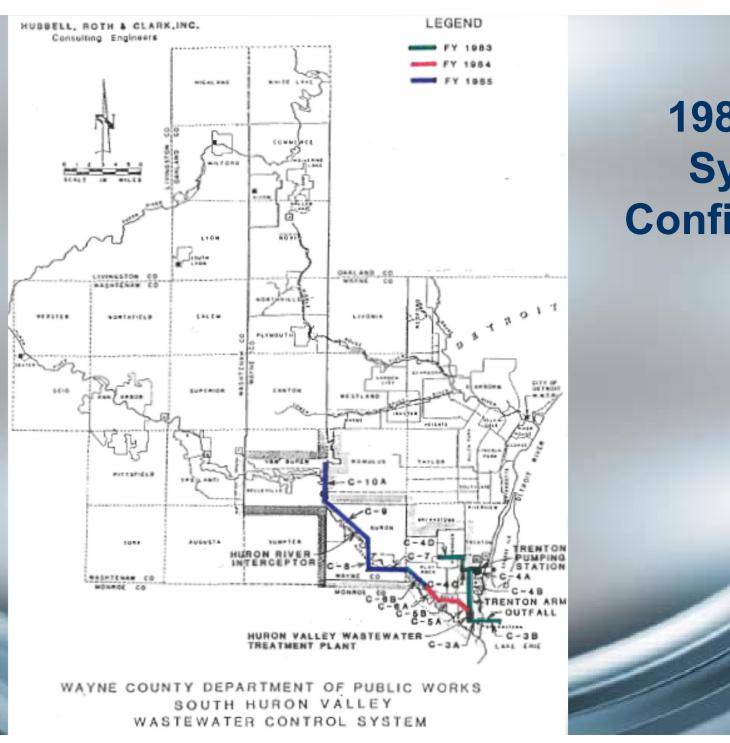


# Pre-1983: Wastewater Plants in the Area

#### The Great "Super Sewer" Controversy

- Water Resources Commission deletes Ann Arbor,
   Ypsilanti from Super Sewer (1976)
- EPA requires an Environmental Impact Statement to assess secondary impacts of Super Sewer system
- Detroit objects to infringement on DWSD Service Area (western Wayne suburbs)
- FLUSH group challenges need for project and adequacy of planning documents
- Van Buren and Huron balk at signing the Service Agreement

# 2. The Early Years: 1983 - 1991



1983 SHV
System
Configuration

#### Original SHV System Details

- 12 MGD secondary treatment wastewater plant
- Two major interceptor arms:Trenton Arm; Huron River Interceptor
- MDNR refuses to approve Van Buren Interceptor in initial scope
- \$76.1 Million project financed with 75% EPA Grant; local share distributed to all based on plant & interceptor capacity:

PURCHASE CAPACITIES (MGD)			COST (\$ Thousands)	
Community	WWTP	Interceptor	<u>WWTP</u>	Interceptor
Brownstown Twp.	2.537	13.96	\$2,136	\$1,094
Flat Rock	2.071	9.66	\$1,743	\$801
Gibraltar	1.835	7.12	\$1,544	\$324
Huron Township	1.736	7.98	\$1,460	\$662
Romulus	0.000	0.67	<b>\$0</b>	\$56
South Rockwood	0.252	0.83	\$212	\$68
Woodhaven	2.089	17.48	\$1,759	\$1,621
/an Buren Township	<u>1.480</u>	<u>5.31</u>	<u>\$1,245</u>	<u>\$760</u>
TOTAL:	12.00	63.01	\$10,101	\$5,388

### Original SHV System: Facts of Interest

- Biosolids trucked to Wayne County Downriver Plant in Wyandotte and then incinerated
- Some pre-1983 sewer pipes incorporated into new SHV System:
  - Section I of 1968 "Flat Rock Huron" System (but Sections II, III and IV of that 1968 System not mentioned)
  - Old County sewer in Woodhaven transferred to SHV (pipe is used solely by Woodhaven)
- New Swallow Drive connector built as part of SHV System (used only by South Rockwood)
- Sumpter Township, Trenton and Rockwood decline to join System
- Rockwood given "Right of First Refusal" for future service in exchange for easement to connect South Rockwood
- Romulus receives no treatment at wastewater plant

# 3. System Growth and Expansion: 1992 - 1998

#### Van Buren Township Interceptor

- MDEQ approves Interceptor to Van Buren Township based on a report documenting pollution problems in the area
- Construction starts in 1992 with SRF Loan assistance
- Interceptor placed in service in 1995
- Financing based on same %'s as original 1983 interceptors:

<u>Community</u>	Cost
Brownstown Twp.	\$2,598
Flat Rock	\$1,901
Gibraltar	\$770
Huron Township	\$1,570
Romulus	\$133
South Rockwood	\$162
/an Buren Township	\$1,804
Woodhaven	<u>\$3,847</u>
TOTAL:	\$12,785

#### **Wastewater Plant Expansion**

- Additional 12 MGD capacity added in 1998
- Project financed with SRF Loan
- Cost allocated based on combination of current needs and future growth

#### WWTP PURCHASE CAPACITIES (MGD)

Community	<b>Original (1983)</b>	New (1998)	<u>Total</u>	<b>Expansion Cost</b>
Brownstown Twp.	2.537	4.127	6.664	\$8,607
Flat Rock	2.071	1.400	3.471	\$3,272
Gibraltar	1.835	0.134	1.969	\$1,138
Huron Township	1.736	1.930	3.666	\$3,996
Romulus	0.000	0.000	0.000	\$0
South Rockwood	0.252	0.048	0.300	\$196
Van Buren Township	1.480	3.954	5.434	\$7,776
Woodhaven	<u>2.089</u>	0.406	2.495	<u>\$1,631</u>
TOTAL:	12.000	12.00	24.000	\$26,615

# 4. Utility Authority Takeover Period 1999 -2003

#### **Transfer From Wayne County**

- Protracted negotiations over transfer:
   Lawsuit and political maneuvering;
- Begrudging approval from Wayne Co. in 1999;
- Unanimous agreement by SHV Communities tied to precedent-setting O&M Cost Allocation agreement:
  - Pump stations and interceptor O & M costs to be charged to user communities only (not System-Wide)
- Employee "Hold Harmless" provision required by Wayne County as part of transfer agreement;
- Outstanding debt re-financed by Utility Authority;
- NDPES Permit, IPP program and SRF loans transferred from County to Utility Authority along with all assets and equipment

#### Earth Tech Hired as System Operator

- Multiple proposals received by SHVUA
- Earth Tech selected based on cost, scope
- 5 Year fixed price contract with responsibility for wastewater plant, collection system, pump stations, billing meters, NPDES Permit compliance, IPP program, sludge disposal, monitoring and reporting
- All but one former Wayne County employees decline employment with Earth Tech (transfer to Wayne Co. Downriver Wastewater Plant)

### Conversion to Land Application of Biosolids

- Earth Tech recommends Land Application as a cost effective, environmentally friendly sludge disposal option
- ET oversees design, construction of Sludge Storage Tanks and finances work under new Contract with SHVUA
- Project cost = \$2 million
- ET hires a sludge hauler and enters into agreements with local farmers to accept biosolids in accordance with MDEQ application guidelines
- New Biosolids Disposal facilities placed in service in 1999

#### **Billing Meter Upgrade**

- ET undertakes a Billing Meter Upgrade project in 2001 as an "Additional Service" to its Contract
- \$1.285 M spent on metering equipment, site installations and telemetry
- Cost allocated System-Wide to all communities based on Interceptor Purchase Capacity
- In 2003, CDM hired to do an evaluation of Meter Accuracy and to refine the estimate of I/I in SHV interceptors;
- CDM's report recommended adjustments and modifications to some meters



## **Contract Renewals with Earth Tech and United Water**

- 5 year renewal of Operating Contract negotiated with Earth Tech in 2004; Board decides not to seek competitive bids based on ET's performance record;
- United Water assumes Contract as the corporate successor to Earth Tech after a buy out; key staff remain in place;
- Board hires Greeley & Hansen in 2008 to conduct a detailed performance appraisal before deciding whether to renew Operating Contract again;
- Based on G & H's report, Board decides to forego competitive bids and negotiate another 5 year contract with United Water;
- Scope of Work expanded to include comprehensive O&M for SHV Interceptors over a 5 year cycle (20% of System done annually)

#### **Billing Meter Maintenance**

- CDM hired in 2006 to take over maintenance of billing meters, data collection and analysis, and preparation of the annual report on billable flow from each Community;
- Initial contract covered 2 years (2006 2007);
- CDM contract renewed in 2008 (expires 12/31/2010)
- Scope expanded to include development of a computer hydraulic model to simulate System response to wet weather events
- Contract amount = \$628,846 over 3 years; spread to all communities as a System-Wide expense

# Equalization Basin ("EQ Basin")

- 6 MG storage basin at WWTP began construction in 2004 to comply with NPDES Permit requirement to reduce secondary treatment bypasses during wet weather events;
- Cost (\$12.246 Million) proposed to be allocated based on estimated wet weather flows from each community;
- Flat Rock objected to cost allocation and refused to approve Bond Sale, which stymied project;
- Utility Authority entered into an Administrative Consent Order (ACO) with MDEQ establishing a mandatory construction schedule and cost allocation.

#### **EQ** Basin (continued)

- Bonds were sold and the construction contract was executed without Flat Rock's consent;
- Project completed and placed in service in Oct 2006
- Performance Certification submitted in Oct 2007 as required by ACO; not approved as yet
- Flat Rock filed lawsuits challenging the Board's actions, but the Court's have ruled in favor of the Board and ordered Flat Rock to pay its share of the project cost
- EQ Basin O & M costs included with the WWTP expenditures and billed as a System-Wide charge

#### Other Significant "Modern Era" Events

- Board adopts FOG (Fats, Oil, Grease) ordinance (2005)
- Biosolids contaminated by Molybdenum; sludge temporarily dewatered and hauled to landfill (2006)
- Board begins work on consolidation of 11 Contracts and Agreements into a single, comprehensive document (2007);
- Van Buren Township builds a 1.3 MG EQ Basin to store its wet weather flows from 3 sewer districts (2008); facility can be dewatered to either the SHV or the Downriver WWTP;
- Randy Pentiuk hired as SHV attorney (2008)
- Board adopts Surcharge Fee schedule (2008)

#### More Significant "Modern Era" Events

- Sinkhole emerges on Jefferson Ave due to Trenton Arm deterioration from H<sub>2</sub>S gas; \$300,000 emergency repair undertaken; costs charged to 3 user communities (2008)
- DeMaria delay claim on EQ Basin settled(2009)
- Application for SRF Loan + Stimulus grant money for the Trenton Arm re-lining project fails to qualify for funding (2009)
- Sludge storage tanks cleaned, inspected (2009)
- Rain Gages installed throughout System (2010)

#### 6. "Pending" Issues

- 1. Amend Articles of Incorporation to change Romulus' status from Board Member to Customer Community
- 2. Complete work on the new Service Agreement to consolidate 11 existing contracts
- 3. Resolve ownership of 1968 Wayne Co. pipes in Huron Township (Sections II, III and IV)
- 4. Install Cured-In-Place liner in Trenton Arm Interceptor to control structural deterioration (requires agreement on cost allocation)
- 5. Complete repairs on Sludge Storage Tank
- 6. Secure MDNRE approval of EQ Basin Performance Certification

