

Firm Name: Addx Corporation
 Engagement: Integrity Oversight Monitor
 For Quarter Ending: 12/31/2016

Reports required under A-60 will be submitted by Integrity Monitors on the first business day of each calendar quarter to the State Treasurer and will contain detailed information on the projects/contracts/programs funded by the Disaster Relief Appropriations Act.

No.	Recipient Data Elements	Response	Comments
13.	If FEMA funded, brief description of the status of the project worksheet and its support.	During the month of December, the manufacturer of the mercury adsorber scrubber system, Carbon Process & Plant Engineering S.A. (CPPE), began to cooperate with Bayshore Regional Sewerage Authority (BRSA), as all parties seek to mitigate against any potential for a malfunction of the system since malfunctions have occurred at two other US facilities. BRSA pushed for communication with CPPE to resolve the disputes surrounding which parties are accountable for modifying the mercury adsorber scrubber system to prevent malfunctions and to install suppression systems in the event that a malfunction was to happen. Milestone 5 completion date will slip again to January 19th. Hazen also instructed SHC that no further payment requests for work associated with the HVAC, Lighting or Fire Alarm System will be processed until these critical systems have been completed in accordance with the Milestone 5 date of January 19, 2017. During the month of October, the owner, BRSA, Hazen and Sawyer Engineers (Hazen) and SHC discussed responsibility for the cost of adding two additional hazard mitigation features to the CPPE system. Ultimately, they chose to delay resolution of the matter until receipt of the CPPE report of investigation into the root cause of the malfunctions of its system at the High Point, NC wastewater treatment plant. BRSA and Hazen disputed the conclusions of the CPPE report. Routine matters such as a completed fire alarm system and HVAC system are entering their final completion phases. The parties revisited the requirements associated with milestone 4-completion of incinerator system preliminary acceptance testing and milestone 5-substantial completion. All parties agreed that the CPPE issue was driving milestone 4, as were some issues regarding using either natural gas or oil to fuel the incinerator, and, some software issues with the Continuous Emissions Monitoring System (CEMS) computer before it can become fully operational. When those issues are resolved, milestone 4 will be achieved. All parties agreed that a completed fire alarm system and HVAC system are driving milestone 5.	
14.	Quarterly Activities/Project Description (include number of visits to meet with recipient and sub recipient, including who you met with, and any site visits warranted to where work was completed)	The Addx Monitor attended weekly progress meetings with BRSA, SHC & Hazen on 10/11/16, 11/1/16, 11/22/16, 12/7/16. The Addx Monitor attended monthly scheduled update meeting on 12/7/17. The Addx Monitor attended a scheduled update meeting with BRSA, SHC, and Hazen on 11/22/16. The Addx Monitor attended a conference call meeting with Addx and NJ customer 11/16/16. The Addx Monitor attended a BRSA CPPE Kombisorbon GAC System High Temperature Prevention and SOP Meeting on 10/3/17.	
15.	Brief Description to confirm appropriate data/information has been provided by recipient and what activities have been taken to review in relation to the project/contract/program.	As previously noted, the NJEIT and BRSA have been very cooperative as part of this review. Addx compliance examiners have been able to review all project related documents to include contract, drawings, bonds, invoices and supporting documentation.	
16.	Description of quarterly auditing activities that have been conducted to ensure procurement compliance with terms and conditions of the contracts and agreements.	In addition to continuing to analyze and review all invoices and materials as set forth in the project and review of certified payroll rates and hours compared with books and records, the Addx Monitor appears on site regularly to do monitoring, attend meetings, site inspections, and help ensure compliance with requirements.	

