

State of New Jersey
 Department of Treasury
 Integrity Monitoring Reporting Model
 For Quarter Ending 06/30/15 (3 months ending prior to date of report)

ADDX Corporation - Bayshore Regional Sewerage Authority

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
A. General Info			
1.	Recipient of funding	Bayshore Regional Sewage Authority (BRSA)	
2.	Federal Funding Agency? (e.g. HUD, FEMA)	Federal Emergency Management Authority (FEMA)	
3.	State Funding (if applicable)	N/A	
4.	Award Type	Public Assistance - Category G	Fixed Priced Contract
5.	Award Amount	Stone Hill Contracting Co, Inc., Doylestown, PA	\$16,445,977
6.	Contract/Program Person/Title	Bayshore Regional Sewage Authority (BRSA), Union Beach, NJ	Robert Fischer, Executive Director; George Rolon, Project Manager, New JersEnvironmental Infrastructure Trust (NJFIT)
7.	Brief Description, Purpose and Rationale of Project/Program	Due to high winds, heavy rain, subsequent flooding and storm surge from SuperStorm Sandy, the BRSA sustained major damage to two incinerators; the Dorr Oliver as well as the Niro incinerator, in addition to its adjacent equipment. The Project Worksheet (PW) relates to the demolition and reconstruction of these two incinerators and adjacent equipment.	
8.	Contract/Program Location	BRSA, Union Beach, NJ	
9.	Amount Expended to Date	\$324,600 expended to date by Stone Hill Contracting (SHC).	
10.	Amount Provided to other State or Local Entities	None	
11.	Completion Status of Contract or Program	On April 1, 2015, Bayshore Regional Sewerage Authority (BRSA) was awaiting for SHC's insurance certificates. BRSA indicated it would execute the contract once the certificates are received prior to implementing the Notice to Proceed for the work awarded. Project is approximately 1.97% complete.	
12.	Expected Contract End Date/Time Period	12/31/2016	
B. Monitoring Activities			

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13.	If FEMA funded, brief description of the status of the project worksheet and its support.	All of Stone Hill Contracting (SHC's) bonds and insurance forms are now in place. SHC was reminded that only products manufactured in the United States shall be used on the job, wherever available. SHC was further reminded that certification letters are required from all Suppliers of applicable materials and that items requiring certifications during submittal reviews shall be identified. Further, all mill certifications shall be given to the Residential Engineer for documentation / audits. SHC was reminded of their requirement to meet the standards of their contract for at least 10% of the subcontractors to be Socially and Economically Disadvantaged (SED); however, SHC requested a waiver which was under consideration. Mobilization of the project began in May 2015, to include the following: Equipment & Materials for first 30-days On-Site, Temp. Power, Wiring & Lighting Established, Construction Water Supply In-Place, Field Offices for Contractor & Resident Engineer Constructed, Establishment of On-Site Telephone & Internet Communications, Establishment of On-Site Sanitary & Potable Water, Establishment of Contractor Storage Area, Construction and Implementing Site Security Features (DS 01520), Having all OSHA Required Notices and Establishment of On-Site Contractor, Health and Safety Program (HASP), Site Superintendent On-site Full-time.	Stone Hill Contracting identified that the full-time on-site Superintendent will be Tristen S. Sciss. Further, Completion of all Initial "Early-On" Submittal Requirements and all required construction permits are "In-Place" for initial 30-Days of the project.
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)	On April 29, 2015, Robert Fischer, Executive Director, Bayshore Regional Sewerage Authority (BRSA), reported that on April 22, 2015, a Pre-Construction meeting was held in connection with Contract No. 74-S, NIRO Repairs & Mitigation. He provided copies of the Conference Agenda, Talking Points, Contact List, Project Calendar, and Activity Numbering System, all of which outline projected work and scheduled dates. These documents were reviewed and noted. No discrepancies were noted. Further, Mr. Fisher reported that the Project Calendar reflects the weekly status and monthly coordination meetings that will be conducted throughout the life of the contract. To add, it was identified to the BRSA by the contractor, Stone Hill Contracting Co. that they would be starting physical construction at the BRSA around the first week of June 2015, after the construction trailers, storage, site access procedures, and the start-up process was in place. Monitoring of the set-up and initial demolition of the existing premises took place. Nothing outside the Scope of Work was identified.	Baseline CPM Schedule Accepted by the Engineer.

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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 extremely cooperative as part of this review and provided Addx examiners with a USERID and password to enter into their system and review all documents in their system pertaining to this project. Addx compliance examiners have been able to review all documents related to this project, to include contract, drawings, bonds, invoices and supporting documentation, and such other documents as requested, to include those related to the prevailing wages and the Davis-Bacon Wage Act.	
16.	Description of quarterly auditing activities that have been conducted to ensure procurement compliance with terms and conditions of the contracts and agreements.	In connection with Task B, reviewing system flow of procurement, reviewed the Bayshore Regional Sewerage Authority (BRSA) "Notice to Bidders"; reviewed all the BRSA solicitation documents downloaded to the New Jersey Environmental Infrastructure Trust (NJEIT) Dropbox and had several discussions with Managers regarding monitoring compliance strategies.	
17.	Have payment requisitions in connection with the contract/program been reviewed? Please describe	Payment for Mobilization is Not Allowed until all thirteen (13) items under the Mobilization schedule have been completed. Further, payment for Mobilization is not allowed until the contract value is at 10%. SHC submitted their first application for payment to the BRSA Board for approval on June 22, 2015.	
18.	Description of quarterly activity to prevent and detect waste, fraud and abuse.	Notes from the conference Agenda, Talking Points, Contact List, Project Calendar, and Activity Numbering System, all of which outline projected work and scheduled dates were reviewed and noted. No issues were noted. In June 2015 Stone Hill Contracting (SHC) began the actual demolition of the site (Set up was conducted in May 2015). No issues were noted during either. SHC's demolition subcontractor marked pipes, pumps, motors and equipment for removal; and electricians are disconnecting power feeds. This process was noted and compared against the Statement of Work. No issues were noted. SHC submitted their first application for payment on June 22, 2015. Supporting documentation was requested. The application, as well as supporting documentation was scheduled to be reviewed in July by Addx upon receipt of all supporting documents from BRSA.	
19.	Provide details of any integrity issues/findings	None	

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20.	Provide details of any work quality or safety/environmental/historical preservation issue(s).	Compliance monitoring and surveillance have not identified any issues related to work quality or safety/environmental/historical preservation issues. As of the end of this quarter, the project was in a "demolition" phase. All precautions to account for any run-off of materials was taken and noted.	
21.	Provide details on any other items of note that have occurred in the past quarter	None of notice	
22.	Provide details of any actions taken to remediate waste, fraud and abuse noted in past quarters	Addx has been monitoring the procurement process, to include providing due diligence and a review of the solicitation documents. No irregularities were noted. Further, Addx representatives continue to attend regularly scheduled weekly or bi-weekly meetings between BRSA and Stone Hill Contracting representatives.	
C. Miscellaneous			
23.	Attach a list of hours and expenses incurred to perform your quarterly integrity monitoring review	Quarterly - 12 hours; \$1,405.80 labor expended	
24	Add any item, issue or comment not covered in previous sections but deemed pertinent to monitoring program.	None	

Name of Integrity Monitor: Timothy Herlihy
 Name of Report Preparer: Harry Armstrong
 Signature: *Wm. Harry Armstrong* (Electronic)
 Date: September 30, 2015