



**ACTION
MINUTES**

**Regular Meeting
Monterey One Water
Board of Directors**

April 30, 2018

1. CALL TO ORDER

The Regular Meeting of the Board of Directors of the Monterey One Water was called to Order by Acting Chair Stefani at 6:00 p.m., on Monday, April 30, 2018 in the Board Room of the Monterey One Water Administrative Office located at 5 Harris Court, Building D, Monterey, California.

2. ROLL CALL

BOARD MEMBERS PRESENT:

Ron Stefani, Acting Chair	Castroville Community Services District
Bill Peake (<i>Alternate</i>)	Pacific Grove
Linda Grier	Boronda County Sanitation District
John M. Phillips	County of Monterey
Dennis Allion	Del Rey Oaks
Howard Gustafson (<i>Alternate</i>)	Marina Coast Water District
Timothy Barrett	Monterey
Gloria De La Rosa [arrived at 6:02 pm]	Salinas
Mary Ann Carbone	Sand City
Ralph Rubio [arrived at 6:03 pm]	Seaside

MRWPCA STAFF PRESENT:

Paul A. Sciuto	General Manager
Tamsen McNarie	Assistant General Manager
Fred Marsh	Business Services Manager/CFO
Rob Wellington	Legal Counsel
Alma Garcia	Administrative Support Specialist
Leara Sampson	Human Resources Manager
Mike McCullough	Government Affairs Administrator
Jennifer Gonzalez	Engineering Manager
Dave Lindow	Pure Water Monterey Program Manager
Yohana Vargas	Contracts Administrator
Rachel Gaudoin	Public Outreach Coordinator
Chayito Ibarra	Executive Assistant/Board Clerk

OTHERS PRESENT:

Maureen Hamilton, MPWMD

3. PLEDGE OF ALLEGIANCE

Member Peake led the pledge of allegiance.

4. PUBLIC COMMENTS

Acting Chair Stefani called for Public Comments

Alex Miller, asked the Board to consider putting a “minimum” amount in place before placing liens on customers who owe.

Member De La Rosa was seated at 6:02 pm

5. CONSENT AGENDA

ACTION TAKEN: It was moved by Member Barrett, seconded by Member Carbone, to approve Consent Agenda Items A through D, and carried by the following vote:

Ayes: Stefani, Peake, Grier, Phillips, Allion, Gustafson, Barrett, De La Rosa, Carbone

Noes: None

Absent: Rubio

- A. Consider Approval of Board Minutes for Regular Board Meeting of March 26, 2018
- B. Receive Schedule of Cash and Investments as of February 28, 2018
- C. Receive Check Register for March 2018
- D. Receive WDR and NPDES Reports; Plant and Community Influent Flows; and Effluent Water Quality for March 2018

Member Rubio was seated at 6:03 pm

6. COMMITTEE REPORTS

- A. BUDGET/PERSONNEL COMMITTEE (BPC) – APRIL 13, 2018 (CANCELED)
- B. RECYCLED WATER COMMITTEE (RWC) – APRIL 19, 2018 (CANCELED)

Acting Chair Stefani announced that Budget/Personnel and Recycled Water Committee meetings were not held in the month of April.

7. ACTION ITEMS

A. Consider Approval of an Electrical Extension Agreement with Pacific Gas & Electric Company to Provide Electrical Service to the Pure Water Monterey Groundwater Replenishment Project Injection Wells Facilities

Injection Wells Facilities Project Manager Hamilton presented to the Board and asked them to consider approving an electrical extension agreement with PG&E to provide electrical service to the Pure Water Monterey Groundwater Replenishment Project Injection Wells Facilities. Ms. Hamilton went over the two payment options and stated that the “Non-Refundable 50% discount option (Option 2) made the most fiscal sense because of the immediate \$82,769.51 discount and because of the relatively low probability of refunds to M1W of a significant portion of the net refundable amount under the 10 year refundable option (Option 1).

ACTION TAKEN: It was moved by Member Phillips, seconded by Member Gustafson to approve an Electrical Extension Agreement with Pacific Gas & Electric Company to provide electrical service to the Pure Water Monterey Groundwater Replenishment Project Injection Wells Facilities, and carried by the following vote:

Ayes: Stefani, Peake, Grier, Phillips, Allion, Gustafson, Barrett, De La Rosa, Carbone, Rubio

Noes: None

Absent: None

B. Consider Approval of a new Contract with Larry Walker Associates for Assistance with the NPDES Permit Approval for the Discharge of Commingled Effluent from the Monterey One Water Regional Treatment Plant and Monterey Peninsula Water Supply Project

Principal Engineer Holden asked the Board to approve a new contract with Larry Walker Associates (LWA) for assistance with the NPDES permit approval for the discharge of comingled effluent from the M1W Regional Treatment Plant and Monterey Peninsula Water Supply Project to include the new scope of work. Mr. Holden explained that the total of \$335,708 in funds needed for this work will be charged against the Exclusive Negotiation Agreement deposit from Cal Am. Staff estimates that \$20,000 from the original LWA contract will be unexpended and transferred over to this new contract with \$315,708 additional money from Cal Am for a total new contract amount of \$335,708. Mr. Holden explained that

a new contract is desirable because M1W's and MCWD's portion of the work will be completed one full year before Cal Am's portion of the work.

ACTION TAKEN: It was moved by Member Allion, seconded by Member De La Rosa to approve a new contract with Larry Walker Associates for assistance with the NPDES permit approval for the discharge of commingled effluent from the Monterey One Water Regional Treatment Plant and Monterey Peninsula Water Supply Project, to include the new scope of work for a not to exceed amount of \$335,709 after transferring \$20,000 from the existing Larry Walker Associates contract, and carried by the following vote:

Ayes: Stefani, Peake, Grier, Phillips, Allion, Gustafson, Barrett, De La Rosa, Carbone, Rubio

Noes: None

Absent: None

C. Consider Award of Contract to Esys for the Purchase of Variable Frequency Drives for the Castroville Pump Station

Engineering Manager Gonzalez asked the Board to award a contract to Esys for the purchase of variable frequency drives (VFD) for the Castroville Pump Station. Ms. Gonzalez explained that staff has had ongoing issues at this pump station with electrical equipment failures due to dust and moisture in the pump station. She explained that four quotes were requested from four companies for the delivery of two 250-HP VFD panels utilizing Allen Bradley drives and two quotes were received. The two quotes received are as follows:

- Esys: \$77,236
- ProUsys: \$86,197.56

Ms. Gonzalez added that this project was not separately budgeted this fiscal year, but money will be taken from the SCADA Upgrades Capital Improvement Project.

ACTION TAKEN: It was moved by Member Allion, seconded by Member Carbone to award a contract to Esys in the amount of \$77,236 for Purchase of the Castroville Pump Station Variable Frequency Drives and approve the associated budget adjustment, and carried by the following vote:

Ayes: Stefani, Peake, Grier, Phillips, Allion, Gustafson, Barrett, De La Rosa, Carbone, Rubio

Noes: None

Absent: None

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D. Consider Award of Contract to Monterey Peninsula Engineering for Installation of Castroville Pump Station Variable Frequency Drives

Engineering Manager Gonzalez stated that this award of contract was for the installation of the Castroville Pump Station VFD's that the Board just approved the purchase of. Ms. Gonzalez stated that while three contractors attended the mandatory pre-bid meeting on April 11, 2018, only one bid from Monterey Peninsula Engineering in the amount of \$132,930 was received.

ACTION TAKEN: It was moved by Member De La Rosa, seconded by Member Phillips to award a contract to Monterey Peninsula Engineering in the amount of \$132,930 for Installation of the Castroville Pump Station Variable Frequency Drives and approve the associated budget adjustment, and carried by the following vote:

Ayes: Stefani, Peake, Grier, Phillips, Allion, Gustafson, Barrett, De La Rosa, Carbone, Rubio

Noes: None

Absent: None

8. INFORMATIONAL ITEMS

A. Pure Water Monterey Update

Pure Water Monterey Program Manager Lindow provided an update on the Pure Water Monterey Project.

9. STAFF REPORTS

A. General Manager/Assistant General Manager/Legal Counsel

General Manager Sciuto reported on the following:

- The Agency was invited to Water Week in Washington DC where he was part of a panel in water recycling where a presentation was given to Congressional, House and Senate Committee staff on April 19.
- Agency staff presented at the Monterey County Business Council Infrastructure Summit on the following two panels: Coastal Water and Future of Water.
- A draft preliminary progress report was produced on the potential expansion of Pure Water Monterey Project. At the request of Member Rubio, a copy of the draft report would be e-mailed to the Board.
- Tammy McNarie's father passed away unexpectedly last week and expressed his condolences.

10. Board Member Comments/Reports

Member Allion thanked those that attended the Monterey County Business Council Infrastructure Summit that was held on April 30, 2018 at the Embassy Suites.

Acting Chair Stefani recessed Open Session and commenced Closed Session at 6:44 PM

11. RECESS TO CLOSED SESSION

A. Conference with Labor Negotiator

Pursuant to Government Code 54957.6

Agency Negotiator: Paul A. Sciuto, General Manager

Employee Organization: Operations Employees' Bargaining Group (OEBG)

B. Conference with Legal Counsel – Existing Litigation (Administrative Proceeding)

Pursuant to Government Code Section 54956.9(d)(1)

Case: Application of CalAm Water for Approval of Monterey Peninsula Water Supply Project, CPUC No. A.12-04-019

12. ANNOUNCEMENTS FROM CLOSED SESSION

The Board came back into open session at 7:31 p.m. and Legal Counsel announced that with regard to Items 11-A (Conference with Labor Negotiator) and 11-B (Conference with Legal Counsel – Existing Litigation (Administrative Proceeding)) the Board received information and no reportable action was taken.

13. ADJOURNMENT

At 7:32 pm with no further business, Acting Chair Stefani adjourned the meeting to the next regular Board Meeting on Thursday, May 24, 2018 at 6:00 p.m.



Paul A. Sciuto, General Manager
Secretary to the Board



Ron Stefani, Vice Chair
M1W Board of Directors