

**APPROVED**  
May 26, 2016



**MINUTES**  
**of the Regular Meeting**  
**Monterey Regional Water Pollution Control Agency**  
**Board of Directors**  
**April 25, 2016**

1. **CALL TO ORDER**

The Regular Meeting of the Board of Directors of the Monterey Regional Water Pollution Control Agency was Called to Order by Chair De La Rosa at 6:04 pm, on Monday, April 25, 2016 in the Board Room at 5 Harris Court, Building D, Monterey, California.

2. **ROLL CALL**

**BOARD MEMBERS PRESENT:**

Gloria De La Rosa, Chair	Salinas
Bill Peake (Alternate)	Pacific Grove
Linda Grier <i>[arrived at 6:38 pm]</i>	Boronda County Sanitation District
Ron Stefani	Castroville Community Services District
John M. Phillips <i>[arrived at 6:22 pm]</i>	County of Monterey
Dennis Allion	Del Rey Oaks
Thomas P. Moore	Marina Coast Water District
Libby Downey	Monterey
Dave Pendergrass	Sand City
Ian Oglesby (Alternate)	Seaside
Vacant – Ex-Officio	United States Army

**BOARD MEMBERS ABSENT:**

Tom Razzeca	Moss Landing County Sanitation District
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**MRWPCA STAFF PRESENT:**

Paul A. Sciuto	General Manager
Stephen Hogg	Assistant General Manager

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Tori Hannah	Chief Financial Officer
Bob Holden	Principal Engineer
Rob Wellington	Legal Counsel
Mike McCullough	Government Affairs Administrator
Jennifer Gonzalez	Engineering Manager
Leara Sampson	HR Administrator
Mark Malanka	Maintenance Manager
Chayito Ibarra	Executive Assistant

**OTHERS PRESENT:**

Wayne Downey – Public Member  
George Riley – Public Water Now

**3. PLEDGE OF ALLEGIANCE**

Member Downey led the Pledge of Allegiance.

**4. PUBLIC COMMENTS**

No public comments were received.

**5. CONSENT AGENDA**

**ACTION TAKEN: It was moved by Member Pendergrass, seconded by Member Allion, to approve Consent Agenda Items A through H and carried by the following vote:**

**Ayes: De La Rosa, Peake, Stefani, Phillips, Allion, Moore, Downey, Pendergrass, Oglesby**

**Noes: None**

**Absent: Grier, Phillips**

- A. Approve Board Minutes for Regular Board Meeting of March 28, 2016
- B. Receive Financial Statements through March 31, 2016
- C. Receive Schedule of Cash and Investments as of March 31, 2016
- D. Receive Comparison Percentage of FY 2015/16 Budget Expended for March 2016
- E. Receive Check Register for March 2016
- F. Receive Waste Discharge Report for March 2016; NPDES Monitoring Report for March 2016; and Plant Flows and Effluent Quality for Connected Agencies, Plus Flow Charts for RTP, Salinas, Monterey Peninsula, Marina, Fort Ord, and Castroville for March 2016

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- G. Receive Actual vs. Budgeted Fiscal Year 2015/16 Expenditures for the Capital Improvement Program, Capitalized Equipment Fund, Urban Reclamation Program, and Capacity Fees for March 2016
- H. Receive Residential Dwelling-Unit Aggregate as of March 31, 2016

**6. COMMITTEE REPORTS**

- A. BUDGET/PERSONNEL COMMITTEE (BPC) – APRIL 8, 2016
  - 1. Receive Budget/Personnel Committee Draft Minutes, April 8, 2016

**ACTION TAKEN:** It was moved by Member Allion, seconded by Member Stefani, to receive the BPC Draft Minutes for April 8, 2016 and carried by the following vote:

**Ayes:** De La Rosa, Peake, Stefani, Phillips, Allion, Moore, Downey, Pendergrass, Oglesby

**Noes:** None

**Absent:** Grier, Phillips

**7. ACTION ITEMS**

- A. Consider Approving Resolution No. 2016-05, Authorizing Purchase and Installation of Critical Electrical Bus Duct for the Electrical Transmission Center at the RTP, Without Formal Competitive Bidding, and Approve Transferring \$80,000 from CP291 to CP295

Mr. Malanka explained that that the Regional Treatment Plant receives its electricity from PG&E through a 21kilovolt power line and circuit breaker. The system consists of “A” and “B” side electrical services, each with circuit breakers and bus ducts. On February 11, 2016, the “B” side bus duct failed and after further testing it was determined that the entire “B” side bus duct needed to be replaced.

Mr. Malanka stated that a sole source purchase must be made due to the uniqueness of the bus duct, which can only be repaired using compatible components. He noted that this repair was not anticipated or budgeted in this fiscal year and it has been determined that this is a more critical need than the repair of the Primary Sludge #5 Sludge Line Clean Out (CP291). Therefore, staff is also requesting approval to transfer \$80,000 from CP291 to CP295 to fund the repairs.

Discussion from the Board continued regarding how the bus duct could have failed. Mr. Malanka stated that water could have entered during a heavy rain

and to prevent this from happening again, staff is planning on putting an enclosure around the new bus duct.

**ACTION TAKEN:** It was moved by Member Downey, seconded by Member Moore, to approve Resolution No. 2016-05, Authorizing Purchase and Installation of Critical Electric Bus Duct for the Electrical Transmission Center at the Regional Treatment Plant (RTP), for an amount not to exceed \$78,000, without formal competitive bidding under exception to purchasing resolution No. 87-19, and approve transferring \$80,000 from CP291 to CP295 to fund the repairs and carried by the following vote:

**Ayes:** De La Rosa, Peake, Stefani, Phillips, Allion, Moore, Downey, Pendergrass, Oglesby

**Noes:** None

**Absent:** Grier, Phillips

**B. Consider Approval of Three Party MOU Regarding Fort Ord Water Augmentation and Approve up to \$50,000 for the Fort Ord Reuse Authority (FORA) Alternative Waters Study**

Mr. Sciuto stated that staff from MRWCPA, MCWD and FORA have been working cooperatively for the past 8 months on the RUWAP pipeline and pipeline funding agreement. The three Agencies would now like to enter into a MOU to investigate the possible alternatives for meeting the remaining FORA water components. He explained that the three party MOU defines the terms for a planning study, which will investigate alternatives for augmenting the water supply for FORA. The amount to conduct the study will be split three ways between MCWD, FORA and MRWPCA. The Agency's commitment of up to \$50,000 will be included in the FY 16/17 proposed budget.

Discussion from the Board continued regarding the benefits the study could have on the three entities involved.

**Public Comments:**

George Riley, Public Water Now, asked for an explanation of what the interests of MCWD, MRWPCA, and FORA are and how those interests will come together on where the study goes.

In answering Mr. Riley, Mr. Sciuto stated that MRWPCA interests lie in recycled water, MCWD interests are not only in potable water but also recycled water and supplying that to their FORA customers, and FORA has development fees that they have been acquiring which must be spent on water projects, particularly water augmentation projects. With regard to the study, he stated that because MRWPCA is a supplier of the water and MCWD is actually delivering and selling

to FORA the MRWPCA interests appear to be small. He noted that where the MRWPCA interest is large and equitable among the three parties is in the RUWAP pipeline and the support of FORA in the pipeline which is the reason the MRWPCA is involved as even partners in the study.

Mr. Sciuto stated that it is anticipated that FORA and MCWD staff will manage the consultants and do much of the leg work once a consultant is on board and the study will not take much of MRWPCA's staff time. He added that what they are expecting to gain from the study is the framework for the water management plan, which will update the 1997 plan to the current situation and projecting into the future.

Member Moore thanked the Agency for their willingness to pay for a third of the study for this planning process.

**ACTION TAKEN:** It was moved by Member Oglesby seconded by Member Downey, to approve the three party MOU between MRWPCA, MCWD and FORA regarding Fort Ord Water Augmentation, including any non-substantive changes, and approve up to \$50,000 for the FORA Alternative Waters Study and carried by the following vote:

**Ayes:** De La Rosa, Peake, Stefani, Phillips, Allion, Moore, Downey, Pendergrass, Oglesby

**Noes:** None

**Absent:** Grier, Phillips

## **8. INFORMATIONAL ITEMS**

### **A. Reclamation Highlights/Charts, Water Quality & Ops, Tours**

Mr. Sciuto noted that many tours of the RTP/SVRP and Pure Water Monterey Demonstration Facility were given last month. Mr. Sciuto noted that Mr. McCullough provided a tour of the PWM demonstration facility to CPUC staff prior to the MPRWA's last meeting.

*Member Phillips arrived at 6:22 pm*

### **B. Pure Water Monterey Update**

Mr. Sciuto provided some highlights of the Pure Water Monterey Project. He noted that the project is in design on all project elements.

Discussion from the Board continued with the effect the delays caused by the protest letters received will have on the timeline for securing SRF loans and grants. Mr. Sciuto provided the Board with the status of the permitting and environmental requirements.

*Member Grier arrived at 6:38 pm*

C. Operational Report

Mr. Hogg introduced the Operations Report and provided some highlights.

**9. STAFF REPORTS**

**A. General Manager/Assistant General Manager/Legal Counsel**

Mr. Sciuto stated that he along with Mr. Wellington, Mr. Holden, Dave Stoldt and Dave Laredo attending the CPUC hearing on April 11. He provided the Board with a brief overview of the hearing proceedings.

Mr. McCullough provided a brief update on the Groundwater Sustainability Act (GSA) meeting he attended on April 13, 2016. He stated that the GSA is helping to determine the best governance model to oversee the sustainable management of the Salinas Valley Groundwater Basin.

**B. Presentation: Update on Draft 10-Year Capital Improvement Plan (CIP)**

Ms. Gonzalez provided an update to the Board on the draft 10-year Capital Improvement Plan (CIP). She noted that the Agency Infrastructure Master Plan that will be developed over the next year will help to further inform the CIP and staff anticipates bringing a refined plan to the Board next year once analysis and testing is done on the system as part of the Master Plan.

**10. BOARD MEMBER COMMENTS/REPORTS**

Chair De La Rosa announced that she has made changes to the Board Committee assignments as a result of the discussion at the last Board meeting where Legal Counsel Wellington opined that there are now only 21 weighted votes on the Board instead of 22 due to Moss Landing not having a vote due to the Joint Powers Agreement specifying that ex-officio members cannot have a vote. Chair De La Rosa stated that in order not to have a majority of the Board on a Committee, she has switched Member Fischer from the Budget/Personnel Committee to the Recycled Water Committee and Member Stefani from the Recycled Water Committee to the Budget/Personnel Committee. The committee assignments are as follows:

Budget/Personnel Committee:

- Tom Moore (Chair) – MCWD
- Gloria De La Rosa – Salinas
- Dennis Allion – Del Rey Oaks
- Ron Stefani – Castroville Community Services District
- *Linda Grier (Alternate) – Boronda County Sanitation District*

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Recycled Water Committee:

- Libby Downey (Chair) – Monterey
- Ralph Rubio – Seaside
- John M. Phillips – County of Monterey
- Dave Pendergrass – Sand City
- Dennis Allion – Del Rey Oaks
- *Linda Grier (Alternate) – Boronda County Sanitation District*

Projects and Planning Committee: (No changes made)

- Rudy Fischer (Chair) – Pacific Grove
- Dennis Allion – Del Rey Oaks
- Tommy Razzeca – Moss Landing County Sanitation District
- Dave Pendergrass – Sand City
- *Linda Grier – [Alternate] – Boronda County Sanitation District*

[Chair De La Rosa recessed Open Session at 7:26 pm, and commenced Closed Session]

**11. RECESS TO CLOSED SESSION**

- A. Conference with Labor Negotiator  
*Pursuant to Government Code 54957.6*

Agency Negotiator: Paul A. Sciuto, General Manager

Employee Organizations:

- General Employees Association (GEA)
- Mid-Management Employees Group (MMEG)
- Operations Employees' Bargaining Group (OEBG)
- Management Employees Group (MEG)

- B. Conference with Real Property Negotiators  
*Pursuant to Government Code 54956.8*

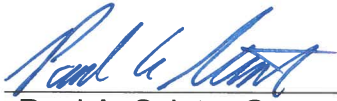
Property:	Recycled Water
Agency Negotiator:	Paul A. Sciuto, General Manager
Negotiating Parties:	California American Water and Monterey Peninsula Water Management District
Under Negotiation:	All Terms and Conditions

**12. ANNOUNCEMENTS FROM CLOSED SESSION**

Legal Counsel Wellington reported that the Board came back into Open Session at 8:20 p.m. He announced that in the Closed Session the Board considered the two items listed on the agenda, Mr. Wellington reported that with regard to both items, Item 11-A, (Conference with Labor Negotiators) and Item 11-B (Conference with Real Property Negotiators) information was provided to the Board, discussion followed and general directions were given to the negotiators. No reportable action was taken as to either matter.

**13. ADJOURNMENT**

At 8:21 p.m. with no further business, Chair De La Rosa adjourned the meeting to the next regularly scheduled Board Meeting to be held in the Board Room at 5 Harris Court, Building D, in Monterey, California on Thursday, May 26, 2016 at 6:00 p.m.



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Paul A. Sciuto, General Manager  
Secretary to the Board



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Gloria De La Rosa, Chair  
MRWPCA Board of Directors