The Regular Commission Meeting of the Santa Ana Watershed Project Authority was called to order at 9:30 a.m. by Chair Evans at the Santa Ana Watershed Project Authority, 11615 Sterling Avenue, Riverside, California.

1. CALL TO ORDER/PLEDGE OF ALLEGIANCE
   Commissioner Anthony led the Pledge of Allegiance.

2. ROLL CALL
   Roll call was duly noted and recorded by the Clerk of the Board.

3. PUBLIC COMMENTS
   There were no public comments.

4. SPECIAL COMMENDATION
   A. WELCOME COUNCILMEMBER ROMAN REYNA AND WATERSHED MANAGER MIKE ANTOS

   Commissioner Phil Anthony introduced City of Santa Ana Councilmember Roman Reyna, the newly appointed alternate Commissioner representing Orange County Water District.

   Celeste Cantú introduced Mike Antos who was recently hired as the new Watershed Manager, following a rigorous selection process. Mr. Antos comes to SAWPA from the Center of Urban Water Resilience at Cal State University Northridge, where he was the Director. Prior to that, he worked with the Council for Watershed Health in Los Angeles.
5. CONSENT CALENDAR
   A. APPROVAL OF MEETING MINUTES: JANUARY 19, 2016
      Recommendation: Approve as posted.
   B. APPROVAL OF MEETING MINUTES: FEBRUARY 2, 2016
      Recommendation: Approve as posted.
   C. TREASURER’S REPORT – DECEMBER 2015
      Recommendation: Approve as posted.
   D. TREASURER’S REPORT – JANUARY 2016
      Recommendation: Approve as posted.

      MOVED, approve the Consent Calendar.
      Result: Adopted (Unanimously; 5-0)
      Motion/Second: Anthony/Killgore
      Ayes: Anthony, Catlin, Evans, Killgore, Sullivan
      Nays: None
      Abstentions: None
      Absent: None

6. NEW BUSINESS
   A. COMMISSIONERS’ COMPENSATION
      The Commission took no action, providing for a five percent (5%) increase in Commissioners’
      compensation to $197.82, in accordance with Ordinance No. 1997-2.
   B. AUDIT SERVICES CONTRACT EXTENSION (CM#2016.11)
      Karen Williams provided an oral presentation. The current audit relationship with White Nelson
      Diehl Evans LLP (WNDE) has been in force since the Agency’s audit for FY ending June 30, 2013.
      The contract includes an option to extend the term for an additional two years, which is staff’s
      recommendation. WNDE is a very reputable firm and has done an excellent job for the Agency over
      the past three years.

      MOVED, authorize the issuance of a Task Order with White Nelson Diehl Evans LLP., for audit
      services and extend the current contract for an additional two (2) years.
      Result: Adopted (Unanimously; 5-0)
      Motion/Second: Anthony/Sullivan
      Ayes: Anthony, Catlin, Evans, Killgore, Sullivan
      Nays: None
      Abstentions: None
      Absent: None
   C. INLAND EMPIRE BRINE LINE REACH 5 REHABILITATION AND IMPROVEMENT
      PROJECT – PHASE 2 (NICHOLS ROAD RELOCATION) (CM#2016.12)
      David Ruhl provided a PowerPoint presentation on the Inland Empire Brine Line Reach 5
      Rehabilitation and Improvement Project – Phase 2 (Nichols Road Relocation), which includes the
      relocation of approximately 4,300 feet of the Reach V Brine Line from the Castle and Cooke
      easement to Nichols Road, and raising the profile of approximately 800 feet of the existing pipeline
      within Nichols Road currently buried up to 35 feet deep.
Public Works Construction

In November 2015, staff received Commission approval to issue a Notice Inviting Bids; construction documents included two Bid Schedules – Bid Schedule A (includes the relocation of 4,300 feet of existing Brine Line pipe and raising the profile of 800 feet of the existing pipeline) and Bid Schedule B (includes the relocation of 4,300 feet of existing Brine Line pipe and connection to the existing brine line depth of up to 35 feet).

Construction Bids were received and opened on January 21, 2016. The engineering’s estimate for Schedule A was $2,046,000 and the engineer’s estimate for Schedule B was $1,890,000. Five bids were received as follows:

<table>
<thead>
<tr>
<th>Bidder</th>
<th>Schedule A Total Bid</th>
<th>Schedule B Total Bid</th>
</tr>
</thead>
<tbody>
<tr>
<td>Weka, Inc.</td>
<td>$1,941,967</td>
<td>$1,821,252</td>
</tr>
<tr>
<td>Trautwein Construction (1)</td>
<td>$1,953,700</td>
<td>$2,105,700</td>
</tr>
<tr>
<td>Genesis Construction</td>
<td>$2,027,777</td>
<td>$1,924,777</td>
</tr>
<tr>
<td>GRFCO, Inc. (2)</td>
<td>$2,035,500</td>
<td>$1,793,500</td>
</tr>
<tr>
<td>TBU, Inc.</td>
<td>$2,567,900</td>
<td>$2,359,900</td>
</tr>
</tbody>
</table>

Note 1: A discrepancy was found in Trautwein’s Bid. The quantity multiplied by the unit price was incorrect for two line items on the Bid Schedule. The amount shown is the corrected bid amount.

Note 2: Bid is rejected for not meeting the minimum qualifications specified in the Contract Documents.

Based on staff’s analysis, Weka, Inc., submitted the lowest, responsive, responsible bid for both Schedule A and Schedule B, and is qualified to perform the work. Due to the competitive price of the low bid for Schedule A and the potential risks and difficulty of maintaining and operating the brine line at a depth up to 35 feet, staff recommends awarding of Schedule A.

Construction Management Services

In October 2014, the Commission authorized Vali Cooper & Associates (VCA) to provide Construction Management (CM) and Inspection Services for Phase 1 (Reach V CIPP) of the Project; VCA submitted a scope of work and budget to provide CM and Inspection Services for Phase 2 (Nichols Road Relocation) of the Project. Staff has reviewed VCA’s submittals and determined that it is sufficient to meet the needs of a construction job of this size. By utilizing staff from Phase 1 (Contract Manager, Construction Manager and Office Engineer), VCA will provide the most efficient and cost effective staff for Phase 2.

Engineering Support Services

In September 2013, the Commission approved a Task Order with Dudek for design services for Phase 1 (Reach V CIPP) and Phase 2 (Nichols Road Relocation) of the project. Dudek submitted a scope of work for engineering support services during construction, including review of contractor’s request for information (RFI), review of contractor submittals, technical support, and preparation of record drawings and archeological monitoring – in compliance with SRF Loan recommendations.
MOVED, authorize the General Manager to approve:

1. Award a contract for public works construction to the lowest, responsive, responsible bidder (Schedule A), Weka Inc., for the Inland Empire Brine Line Reach V Rehabilitation and Improvement Project – Phase 2, in an amount not to exceed $1,941,967, and waive the minor irregularities;

2. Execute Task Order No. VALI326-03 in an amount not-to-exceed $196,380 with Vali Cooper & Associates, Inc. to provide Construction Management Services for the Inland Empire Brine Line Reach V Rehabilitation and Improvement Project – Phase 2; and,

3. Execute Task Order No. DUDK326-04 in an amount not-to-exceed $64,300 with Dudek, to provide Engineering Services during Construction for the Inland Empire Brine Line Reach V Rehabilitation and Improvement Project – Phase 2.

Result: Adopted (Unanimously; 5-0)
Motion/Second: Anthony/Catlin
Ayes: Anthony, Catlin, Evans, Killgore, Sullivan
Nays: None
Abstentions: None
Absent: None

D. MEMORANDA OF UNDERSTANDING TO ACCEPT LOCAL COST-SHARE FOR THE WATER-ENERGY COMMUNITY ACTION NETWORK PROJECT (CM#2016.13)

Ian Achimore provided a PowerPoint presentation on MOUs to Accept Local Cost-Share for the Water-Energy Community Action Network Project, which is funded by AB 32 Water-Energy Grant by the DWR. In each service area, the landscape contractor is slated to remove 65,000 square feet of turf, with a $520,000 budget from partnering agencies and $780,000 in grant funding for turf removal. The total project budget is $2,859,823, which includes energy saving devices. The MOU stipulates that the partnering agencies will provide their cost share upfront, which will allow SAWPA to negotiate a reduced price with the landscape contractor.

In March, staff will bring to the Commission for consideration a Task Order and General Services Agreement for the landscape contractor and the DAC community outreach consultant, as well as other agreements for energy saving device installation and for development of a landscape manual.

MOVED, authorize the General Manager to execute the Memorandum of Understanding (MOU) with the Fontana Water Company, Jurupa Community Services District, City of Santa Ana, West Valley Water District, and Western Municipal Water District to implement the Water-Energy Community Action Network Project.

Result: Adopted (Unanimously; 5-0)
Motion/Second: Anthony/Catlin
Ayes: Anthony, Catlin, Evans, Killgore, Sullivan
Nays: None
Abstentions: None
Absent: None

E. UPDATE ON OCSD AND SAWPA ORDINANCE REVISIONS (CM#2016.14)

Lucas Gilbert presented a PowerPoint update on OCSD and SAWPA Ordinance Revisions. OCSD is in the process of updating and revising their Sewer Use Ordinance; SAWPA is required to update its Ordinance to include the relevant OCSD revisions. Gilbert reviewed the OCSD Ordinance Updates, Local Limit Revisions, and SAWPA’s timetable. OCSD is scheduled to adopt the revised Ordinance
on February 24. Staff anticipates an internal draft will be sent to member agencies for review by March 1. Draft submittal will be provided to OCSD for its review by April 1, followed by a workshop with OCSD for SAWPA and OCSD staff to review the submitted draft. OCSD’s comments will be incorporated into SAWPA final draft, which will then be released for public review. A Public Hearing before the Commission will take place 45 days after public release; prior to that time, SAWPA staff will conduct a workshop for the Brine Line dischargers.

Gilbert noted The EPA pretreatment compliance inspection of OCSD|SAWPA will take place April 4 and 5.

Rich Haller provided information on the March 8 TSS formation workshop. This will be a time to provide input on TSS formation and evaluate proposed revisions to the billing formula. Staff will bring the revised billing formula to the Commission for consideration in April.

Commissioner Sullivan requested an explanation as to why TSS formation and the formula are increasing – what is the cause? He also requested vetting recommendations of Trussell Technologies, Inc., perhaps by qualified local university staff. He applauded Haller for working with the member agencies during this process.

7. INFORMATIONAL REPORTS
Recommendation: Receive and file the following oral/written reports/updates.

A. UPDATE ON OOWOW PROJECT IMPLEMENTATION FOR DROUGHT RESPONSE FUNDED BY THE 2014 PROPOSITION 84 INTEGRATED REGIONAL WATER MANAGEMENT GRANT (CM#2016.8)
Presenter: Mark Norton

B. UPDATE ON THE DEPARTMENT OF WATER RESOURCES’ FINAL FUNDING ANNOUNCEMENT FOR THE 2015 PROPOSITION 84 INTEGRATED REGIONAL WATER MANAGEMENT GRANT SOLICITATION (CM#2016.9)
Presenter: Mark Norton

C. PROPOSED 2016 WATER BOND (CM#2016.10)
Presenter: Mark Norton

D. CASH TRANSACTIONS REPORT – DECEMBER 2015
Presenter: Karen Williams

E. INTER-FUND BORROWING – DECEMBER 2015 (CM#2016.5)
Presenter: Karen Williams

F. PERFORMANCE INDICATORS/FINANCIAL REPORTING – DECEMBER 2015 (CM#2016.6)
Presenter: Karen Williams

G. SECOND QUARTER FYE 2016 EXPENSE REPORTS
- Staff
- General Manager
Presenter: Karen Williams

H. BUDGET VS. ACTUAL VARIANCE REPORT – FYE 2016 SECOND QUARTER – DECEMBER 31, 2015 (CM#2016.7)
Presenter: Karen Williams
I. **FINANCIAL REPORT FOR THE SECOND QUARTER ENDING DECEMBER 31, 2015**
   - Inland Empire Brine Line (IEBL)
   - SAWPA
   **Presenter:** Karen Williams

J. **GENERAL MANAGER'S REPORT**

   A discussion ensued regarding the permanent drought regulations; it was the consensus of the Commission that SAWPA should communicate its position to the Regional Board, including traveling to Sacramento to speak before the Board if necessary.

K. **STATE LEGISLATIVE REPORT**
   **Presenter:** Celeste Cantú

L. **CHAIR'S COMMENTS/REPORT**

M. **COMMISSIONERS' COMMENTS**

N. **COMMISSIONERS' REQUEST FOR FUTURE AGENDA ITEMS**

8. **CLOSED SESSION**
   There was no Closed Session.

9. **ADJOURNMENT**
   There being no further business for review, Chair Evans adjourned the meeting at 10:20 a.m.

Approved at a Regular Meeting of the Santa Ana Watershed Project Authority Commission on Tuesday, March 1, 2016.

[Signature]

Thomas P. Evans, Chair

Attest:

[Signature]

Kelly Berry, CMC

Clerk of the Board