

**GOVERNANCE COMMITTEE
FOR THE
MONTEREY PENINSULA WATER SUPPLY PROJECT**

California American Water • Monterey County Board of Supervisors
Monterey Peninsula Regional Water Authority • Monterey Peninsula Water Management District

This meeting has been noticed according to the Brown Act rules. This agenda was posted on November 9, 2017.

**Governance
Committee Members:**

*California American
Water*

*Rich Svindland
Alt. – Eric Sabolsice*

*Monterey Peninsula
Regional Water Authority*

*Bill Kampe, Chair
Alt.- Ralph Rubio*

County of Monterey

*Mary Adams
Alt. – Simon Salinas*

*Monterey Peninsula
Water Management
District*

*Jeanne Byrne,
Vice Chair
Alt. – Andrew Clarke*

Staff Contact:

*David J. Stoldt, MPWMD
Arlene Tavani, MPWMD*

AGENDA

REGULAR MEETING

**Monterey Peninsula Water Supply Project
Governance Committee**

Wednesday, November 15, 2017, 2:00 PM

Monterey Peninsula Water Management District, Conference Room,
5 Harris Court, Building G., Monterey, CA

Call to Order/Roll Call

Pledge of Allegiance

Public Comments

Anyone wishing to address the Committee on matters not listed on the agenda that are within the subject jurisdiction of the Committee, may do so during Public Comments. The public may comment on any other items listed on the agenda at the time they are considered by the Committee. Please limit your comment to 3 (three) minutes.

Action Items – Public Comment will be Received

1. Approve Committee Meeting Minutes of November 16, 2016 **Page 3**
Action: The committee will consider approval of the meeting minutes.

Discussion Items – Public Comment will be Received

2. Status Report by California-American Water as to Monterey Peninsula Water Supply Project Generally
3. Status Report by California-American Water as to Monterey Pipeline
4. Suggest Items to be Placed on Future Agendas

Adjournment

After staff reports have been distributed, if additional documents are produced by the Governance Committee and provided to a majority of the committee members regarding any item on the agenda, they will be available at the Monterey Peninsula Water Management District (MPWMD) office during normal business hours, and posted on the Governance Committee website at <http://www.mpwmd.net/GovernanceCommittee/GovernanceCmte.htm>.

Documents distributed at the meeting will be made available in the same manner. Upon request, a reasonable effort will be made to provide written agenda materials in appropriate alternative formats, or disability-related modification or accommodation, including auxiliary aids or services, to enable

individuals with disabilities to participate in public meetings. A reasonable effort will also be made to provide translation services upon request. Please submit a written request, including your name, mailing address, phone number and brief description of the requested materials and preferred alternative format or auxiliary aid or service by 5:00 PM on Monday, November 13, 2017. Requests should be sent to the Board Secretary, MPWMD, P.O. Box 85, Monterey, CA, 93942. You may also fax your request to the Administrative Services Division at 831-644-9560, or call 831-658-5600.

Monterey Peninsula Water Supply Project Governance Committee

Meeting Date: **November 15, 2017**

Action Item: **1. Approve Committee Meeting Minutes of November 16, 2016**

Summary: Attached as **Exhibit 1-A** are draft minutes of the November 16, 2016 Governance committee meeting.

Recommendation: Review the minutes and consider approval.

Exhibits:

1-A Draft Minutes of November 16, 2016 Committee Meeting

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**EXHIBIT 1-A
DRAFT MINUTES
Regular Meeting
Governance Committee
for the
Monterey Peninsula Water Supply Project
November 16, 2016**

- Call to Order:** The meeting was called to order at 2:00 pm in the conference room of the Monterey Peninsula Water Management District offices.
- Members Present:** Bill Kampe, representative for Monterey Peninsula Regional Water Authority
David Potter, representative for the Monterey County Board of Supervisors
Robert MacLean, representative for California-American Water
- Members Absent:** Robert S. Brower, Sr., representative for Monterey Peninsula Water Management District
- Pledge of Allegiance:** The assembly recited the Pledge of Allegiance.
- Public Comments:** No comments were directed to the committee.

Presentations

- 1. Presentation from California American Water on Monterey Peninsula Water Supply Project, Test Slant Well and Monterey Pipeline Project Update**
Chris Cook, Assistant Engineering Manager for California American Water (Cal-Am), reported that the test slant well had been in operation for over a year, and the salinity level of water pumped from the well was 93%. In addition, construction on the Monterey Pipeline began the week of November 7, 2016, at Hilby Avenue in Seaside. Installation of the 36-inch main would begin in December 2016 and completion was planned for the end of 2017. No comments were directed to the committee during the public comment period on this item.

Action Items

- 2. Approve Committee Meeting Minutes of September 21, 2016**
Potter offered a motion that was seconded by Kampe to approve the minutes with one correction: explain that the cost of steel pipe had increased due to a hike in tariffs on imported pipe. The motion was approved on a vote of 2 – 0 by Potter and Kampe. No comments were directed to the committee during the public comment period on this item.
- 3. Consider Approval of Change Order for Terminal Reservoir**
Ian Crooks, Engineering Manager for California-American Water, presented a description of the proposed change order that would reduce the project cost by \$8 million. His presentation is

on file at the Water Management District office and can be viewed on the Governance Committee website. Kampe explained that the Governance Committee was charged to review cost increases in excess of \$1 million. This change order involved a deduction of \$11,811,250 from the contract with Monterey Peninsula Engineering, but would add a component to the CDM contract at a cost of \$3,018,277; therefore, this issue was brought forward for public discussion.

The following comments were directed to the committee. **(a) George Riley** expressed support for the change order due to cost savings. He hoped that negotiations with the City of Seaside regarding the design changes would not delay the project. *Crooks explained that the new route would not impact the City of Seaside, nor the City's planned construction of a regional park.* **(b) David Stoldt**, General Manager Monterey Peninsula Water Management District, asked if Monterey Peninsula Engineering had been apprised of the potential change order. *Crooks noted that the contractor had been advised and there would be no penalty for amending the contract.* **(c) Jim Cullem**, Executive Director of the Monterey Peninsula Regional Water Authority, stated that the design modification constituted a change to a component of the Groundwater Replenishment Project (GWR). The pipeline would be used by GWR, but no permitting or environmental issues were associated with the change. *Crooks responded that this project component was not included in the GWR EIR. The pipeline was included in the desalination project EIR, but there was no need to amend the EIR because the design change would result in fewer environmental impacts.*

Potter made a motion that: (1) the Terminal Reservoir work, valued at \$11,811,250 be deducted from the Contract with Monterey Peninsula Engineering; and (2) the capacity of the clear wells at the desalination plant site be increased to 3.5 million gallons, which work is valued at a net cost of \$3,018,277 and will be added to the Contract with CDM Constructors. The motion was seconded by Kampe and approved on a vote of 2 – 0 by Potter and Kampe.

Discussion Items

4. Suggest Items to be Placed on Future Agendas

George Riley announced that Public Water Now had abandoned its effort to obtain approval of an alternative pipeline route for the desalination project.

Adjournment: The meeting was adjourned at approximately 2:25 pm.

Arlene M. Tavani,
Clerk to the MPWSP Governance Committee