

# **NOTICE OF MEETING**

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**OF THE  
BOARD OF DIRECTORS  
OF THE**



**WILL BE HELD ON  
WEDNESDAY, MARCH 15, 2017  
10:00 A.M.**

**Event Room – Building B**

**AT THE OFFICE OF THE AGENCY  
6075 KIMBALL AVENUE  
CHINO, CA 91708**



**AGENDA  
MEETING OF THE  
INLAND EMPIRE UTILITIES AGENCY  
BOARD OF DIRECTORS**

**WEDNESDAY, MARCH 15, 2017  
10:00 A.M.**

**INLAND EMPIRE UTILITIES AGENCY\*  
AGENCY HEADQUARTERS  
6075 KIMBALL AVENUE, BUILDING B  
CHINO, CALIFORNIA 91708**

**CALL TO ORDER OF THE INLAND EMPIRE UTILITIES AGENCY BOARD OF DIRECTORS MEETING**

**FLAG SALUTE**

**PUBLIC COMMENT**

Members of the public may address the Board on any item that is within the jurisdiction of the Board; however, no action may be taken on any item not appearing on the agenda unless the action is otherwise authorized by Subdivision (b) of Section 54954.2 of the Government Code. Those persons wishing to address the Board on any matter, whether or not it appears on the agenda, are requested to complete and submit to the Board Secretary a "Request to Speak" form which are available on the table in the Board Room. Comments will be limited to five minutes per speaker. Thank you.

**ADDITIONS TO THE AGENDA**

In accordance with Section 54954.2 of the Government Code (Brown Act), additions to the agenda require two-thirds vote of the legislative body, or, if less than two-thirds of the members are present, a unanimous vote of those members present, that there is a need to take immediate action and that the need for action came to the attention of the local agency subsequent to the agenda being posted.

**1. PUBLIC HEARING**

**A. PUBLIC HEARING AND ADOPTION OF RESOLUTION NO. 2017-3-1, CERTIFYING THE FINAL PROGRAM ENVIRONMENTAL IMPACT REPORT AS COMPLETE**

It is recommended that the Board:

1. Hold a Public Hearing to receive public comments for the Board to adopt Resolution No. 2017-3-1, certifying the Final Program Environmental Impact Report for the Asset Management Plan (FY 2015/16), Recycled Water Program Strategy (2015), Amendment to the 2010 Recharge Master Plan Update (2013), Wastewater Facilities Master Plan Update Report (2015), Integrated Water Resources Plan (2015), and Energy Management Plan (2015) (collectively Facilities Master Plans), and adopting the Findings and Statement of Overriding Considerations; and
2. After closing the Public Hearing, adopt Resolution No. 2017-3-1.

**2. CONSENT ITEMS**

**NOTICE:** All matters listed under the Consent Calendar are considered to be routine and non-controversial and will be acted upon by the Board by one motion in the form listed below. There will be no separate discussion on these items prior to the time the Board votes unless any Board members, staff or the public requests specific items be discussed and/or removed from the Consent Calendar for separate action.

**A. MINUTES**

The Board will be asked to approve the minutes from the February 1, 2017 Board Workshop meeting, and the February 15, 2017 Board meeting.

**B. REPORT OF GENERAL DISBURSEMENTS**

It is recommended that the Board approve the total disbursements for the month of January 2017, in the amount of \$11,104,791.62.

**C. APPOINTMENT OF IEUA COMMITTEE MEMBER AND ALTERNATE MEMBER TO THE PROJECT AGREEMENT 23 COMMITTEE**

It is recommended that the Board:

1. Appoint the IEUA's Santa Ana Watershed Project Authority (SAWPA) Commissioner Jasmin A. Hall as the IEUA Committee member for the Project Agreement 23 (PA 23) Committee; and
2. Appoint the IEUA's SAWPA alternate Commissioner Kati Parker as the alternate Committee member for the PA 23 Committee.

**D. THE AUDIT COMMITTEE AND THE INTERNAL AUDIT DEPARTMENT CHARTERS**

It is recommended that the Board:

1. Reconfirm the Audit Committee and the Internal Audit Department Charters; and
2. Direct staff to continue to implement the Audit Committee and the Internal Audit Department Charters.

**E. FISCAL YEAR (FY) 2015/16 SINGLE AUDIT REPORT FOR FEDERAL GRANT PROGRAMS**

It is recommended that the Board:

1. Approve the Single Audit Report for FY 2015/16; and
2. Direct staff to distribute the report, as appropriate, to the State Controller's Office, the Federal Audit Clearing House, and other interested parties.

**F. AMENDMENT TO CONTRACTS FOR AGENCY-WIDE CONTRACT SERVICES OF ROTATING MACHINERY**

It is recommended that the Board:

1. Amend and increase the not-to-exceed amount of Contract No. 4600001868 to Superior Electric Motor Service, Inc. to provide repair, rebuild, or refurbishment services of rotating machinery for a total aggregate not-to-exceed amount of \$440,000 over the existing three-year period with a one-year option to extend;
2. Amend and increase the not-to-exceed amount of Contract No. 4600001864 to Vaughan's Industrial Repair, Inc. to provide repair, rebuild, or refurbishment services of rotating machinery for a total aggregate not-to-exceed amount of \$390,000 over the existing three-year period with a one-year option to extend; and
3. Authorize the General Manager to execute the contracts.

**G. RP-1 DESIGN-BUILD CONTRACT AWARD (SOLIDS)**

It is recommended that the Board:

1. Award a design-build contract for the RP-1 Dewatering Building Safety Improvements and RP-1 Vertical Conveyor Housing Replacement, Project Nos. EN17047 and EN17048 respectively, to Baghouse & Industrial Sheet Metal Services, Inc., in the amount of \$392,800; and
2. Authorize the General Manager to execute the design-build contract.

**H. RP-1 GAS SYSTEM DESIGN-BUILD CONTRACT AWARD**

It is recommended that the Board:

1. Award a design-build contract for the RP-1 Iron Sponges Installation, Project No. EN17059, to W.A. Rasic in the amount of \$319,900;
2. Approve a total project budget amendment in the amount of \$200,000 for Project No. EN17059; and
3. Authorize the General Manager to execute the design-build contract and budget amendment.

**I. UTILITY LOCATING SERVICES CONTRACT AMENDMENT**

It is recommended that the Board:

1. Award a three-year contract amendment to UtiliQuest, LLC, for dig alert locating services for a not-to-exceed amount of \$440,000; and
2. Authorize the General Manager to execute the contact amendment.

**J. RP-1 CONSULTANT TASK ORDER AMENDMENT (DISINFECTION)**

It is recommended that the Board:

1. Approve the consultant task order amendment for the RP-1 Disinfection Improvements, Project No. EN11039, to Carollo Engineers, Inc., for the not-to-exceed amount of \$398,324; and
2. Authorize the General Manager to execute the amendment.

**3. ACTION ITEMS**

**A. CHINO BASIN STORAGE PROGRAMMATIC ENVIRONMENTAL IMPACT REPORT (PEIR) ADDENDUM**

It is recommended that the Board:

1. Adopt Addendum No. 1 to the Optimum Basin Management Program; and
2. Authorize the General Manager to finalize and file the Notice of Determination (NOD) with the San Bernardino County Clerk of the Board.

**B. ENERGY STORAGE AGREEMENT AMENDMENT**

It is recommended that the Board:

1. Approve the amendment to the Energy Management Services Agreement between Inland Empire Utilities Agency and Advanced Microgrid Solutions, Inc. (AMS); and
2. Authorize the General Manager to finalize and execute the agreement amendment subject to non-substantive changes.

**C. RP-1/RP-5 EXPANSION PRELIMINARY DESIGN REPORT**

It is recommended that the Board concur with the findings of the RP-1/RP-5 Expansion Preliminary Design Report.

**4. INFORMATION ITEMS**

**A. FISCAL YEARS 2017/18 – 2018/19 BIENNIAL BUDGET OVERVIEW (POWERPOINT)**

**B. ENGINEERING AND CONSTRUCTION MANAGEMENT PROJECT UPDATES (POWERPOINT)**

**C. PLANNING AND ENVIRONMENTAL RESOURCES UPDATE (ORAL)**

**D. MWD & DROUGHT UPDATE (ORAL)  
❖ STATE WATER PROJECT (POWERPOINT)**

**RECEIVE AND FILE INFORMATION ITEMS**

**E. TREASURER’S REPORT OF FINANCIAL AFFAIRS (WRITTEN/POWERPOINT)**

**F. FY 2016/17 SECOND QUARTER BUDGET VARIANCE, PERFORMANCE GOALS UPDATES, AND BUDGET TRANSFERS (WRITTEN/POWERPOINT)**

**G. PUBLIC OUTREACH AND COMMUNICATION (WRITTEN)**

**H. LEGISLATIVE REPORT FROM INNOVATIVE FEDERAL STRATEGIES (WRITTEN)**

**I. LEGISLATIVE REPORT FROM WEST COAST ADVISORS (WRITTEN)**

**J. LEGISLATIVE REPORT FROM AGRICULTURAL RESOURCES (WRITTEN)**

**K. CALIFORNIA STRATEGIES, LLC MONTHLY ACTIVITY REPORT (WRITTEN)**

- L. **FEDERAL LEGISLATIVE TRACKING MATRIX (WRITTEN)**
  - M. **REPORT OF OPEN AUDIT RECOMMENDATIONS (WRITTEN)**
  - N. **REPORT ON THE AUDIT FUNCTION (WRITTEN)**
  - O. **INTERNAL AUDIT DEPARTMENT STATUS REPORT FOR MARCH 2017 (WRITTEN)**
  - P. **OPERATIONS DIVISION UPDATE (POWERPOINT)**
5. **AGENCY REPRESENTATIVES' REPORTS**
- A. **SAWPA REPORT**
  - B. **MWD REPORT (WRITTEN)**
  - C. **REGIONAL SEWERAGE PROGRAM POLICY COMMITTEE REPORT (WRITTEN)**
  - D. **CHINO BASIN WATERMASTER REPORT**
6. **GENERAL MANAGER'S REPORT (WRITTEN)**
7. **BOARD OF DIRECTORS' REQUESTED FUTURE AGENDA ITEMS**
8. **DIRECTORS' COMMENTS**
- A. **CONFERENCE REPORTS**

This is the time and place for the Members of the Board to report on prescheduled Committee/District Representative Assignment meetings, which were held since the last regular Board meeting, and/or any other items of interest.


9. **CLOSED SESSION**
- A. **PURSUANT TO GOVERNMENT CODE SECTION 54956.9(a) – CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION**
    - 1. Chino Basin Municipal Water District vs. City of Chino, Case No. RCV51010
    - 2. Martin vs. IEUA, Case No. CIVRS 1000767
    - 3. Mwembu vs. IEUA, Case No. CIVDS 1415762
    - 4. Spiniello vs. SAWPA, Case No. BC 616589

- B. PURSUANT TO GOVERNMENT CODE SECTION 54956.8 – CONFERENCE WITH REAL PROPERTY NEGOTIATOR  
 Supplemental Water Transfer/Purchase  
 Negotiating Party: General Manager P. Joseph Grindstaff  
 Under Negotiation: Price and Terms of Purchase
- C. PURSUANT TO GOVERNMENT CODE SECTION 54956.9(d)(4) CONFERENCE WITH LEGAL COUNSEL - ANTICIPATED LITIGATION; INITIATION OF LITIGATION  
 Three (3) Cases
- D. PURSUANT TO GOVERNMENT CODE SECTION 54957 – PERSONNEL MATTERS  
 Various Positions
- E. PURSUANT TO GOVERNMENT CODE SECTION 54957 – PERSONNEL MATTERS – PUBLIC EMPLOYEE PERFORMANCE EVALUATION  
 General Manager

**10. ADJOURN**

*\*A Municipal Water District*

In compliance with the Americans with Disabilities Act, if you need special assistance to participate in this meeting, please contact the Board Secretary (909) 993-1736, 48 hours prior to the scheduled meeting so that the Agency can make reasonable arrangements.

Proofed by: 

**Declaration of Posting**

I, April Woodruff, Board Secretary of the Inland Empire Utilities Agency\*, A Municipal Water District, hereby certify that a copy of this agenda has been posted by 5:30 p.m. at the Agency's main office, 6075 Kimball Avenue, Building A, Chino, CA on Thursday, March 9, 2017.

  
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 April Woodruff