

**VALLEY SANITARY DISTRICT
MINUTES OF REGULAR BOARD MEETING
March 8, 2016**

A regular Board Meeting of the Governing Board of Valley Sanitary District (VSD) was held at the District offices, 45-500 Van Buren Street, Indio, California, on Tuesday, March 8, 2016.

CALL TO ORDER, ROLL CALL

1. PRESIDENT YORK called the meeting to order at 1:00 p.m. Those in attendance were as follows:

DIRECTORS PRESENT: Douglas A. York, Mike Duran, William Teague, and Eric Davenport

DIRECTORS ABSENT: Merritt Wiseman

STAFF PRESENT: Joseph Glowitz, General Manager, Holly Gould, Jose Juarez,
and Steve Shepard

GUESTS: Bob Hargreaves, Best, Best & Krieger

MINUTES

2. Consideration of the February 23, 2016 Regular Board Meeting Minutes

ACTION TAKEN:

MOTION: DIRECTOR TEAGUE made a motion to approve the minutes for the Regular Board Meeting held February 23, 2016. DIRECTOR DURAN seconded the motion. Motion carried by the following vote: 4 yes

MINUTE ORDER NO. 2016-2513

PUBLIC COMMENTS

There were no public comments or correspondence items to present to the Board.

EMPLOYEE PRESENTATION

3. Presentation of Employee Anniversary Pins

- Steve Shepard – 20 years
- Jose Juarez – 11 years

The Board presented Steve and Jose with their anniversary pins and thanked them for their contribution and years of service to the District.

NON-HEARING ITEMS

4. Continuing Disclosure Annual Report for the \$7,540,000 Wastewater Revenue Refunding Bonds, Series 2015

Pursuant to the Continuing Disclosure Certificate, the Annual Report is due no later than February 15 each year. This Annual Report contains the audited financial statements of the District for the year ended June 30, 2015, service charges and connection fees, number of connections, largest users, net revenues and debt service coverage, description of additional indebtedness incurred by the Sanitary District, and material event notice filing summary.

ACTION TAKEN:

MOTION: DIRECTOR TEAGUE made a motion to receive and file the Continuing Disclosure Certificate Annual Report. DIRECTOR DAVENPORT seconded the motion. Motion carried by the following vote: 4 yes

MINUTE ORDER NO. 2016-2514

5. Front Wall & Entrance Improvement Project Report Number 2

The Front Wall and Entrance Improvement Project is approximately 56% complete to date. The wrought iron fence is being installed between the north and main driveways and should be completed by March 4, 2016. The block wall at the entrance is complete except the sign and light improvements. The south driveway entrance should be poured also by March 4, 2016. The footings should be formed and poured between the main and south driveways in the next two weeks. The wrought iron fence will be installed thereafter. Staff continues to work with the Indio Water Authority regarding the removal of water meters, reconnection of water services, and the replacement of the fire hydrants to current standards. RDP/SCI, Inc. submitted a progress payment request for work completed to date.

ACTION TAKEN:

MOTION: DIRECTOR DURAN made a motion to receive and file the project update and approve a progress payment to RDP/SCI, Inc. for \$111,594.12 and \$5,873.38 to be placed in a retention payable account. DIRECTOR DAVENPORT seconded the motion. Motion carried by the following roll call vote:

AYES: Director(s) Davenport, Duran, Teague, York
NOES: None
ABSENT: Wiseman
ABSTAIN: None

MINUTE ORDER NO. 2016-2515

6. Award of Solar PV Power Purchase Agreement

The District received proposals for the solar project from Borrego Solar, MD Energy, and Solar City Corporation. District Staff negotiated with Solar City to finalize the Power Purchase Agreement and Performance Guarantee Agreement. Best, Best, and Krieger assigned their specialist in power purchase agreement contracts, to assist the District in finalizing the agreement terms. The project will take approximately 6 to 8 months to complete construction on District property at the north end of the Water Reclamation Facility

site. It is anticipated that the District will save approximately \$2.7 million in power costs, based on the projected demand and projected power supply from solar, over twenty (20) years, based on estimates of power demand and projected power cost from Imperial Irrigation District.

ACTION TAKEN:

MOTION: DIRECTOR TEAGUE made a motion to award the PV Solar Power Purchase Agreement (PPA) and Performance Guarantee Agreement (PGA) to Solar City Corporation of San Mateo, California and authorize the General Manager to sign the PPA and PGA agreements. DIRECTOR DURAN seconded the motion. Motion carried by the following roll call vote:

AYES: Director(s) Davenport, Duran, Teague, York
NOES: None
ABSENT: Wiseman
ABSTAIN: None

MINUTE ORDER NO. 2016-2516

7. Manager's Notes

MR. GLOWITZ distributed several handouts regarding LAFCO nominations, NPDES Permit Term Extension, Drought Relief, Clean Water Act Citizen Suit Reform, Water Recycling Projects applying for finance through the Clean Water State Revolving Fund, WIFIA Legislation, Etc. He reported on his recent trip to the CASA Washington D.C. conference. A discussion regarding potentially obtaining a lobbyist took place. MR. GLOWITZ also updated the Board on the Front Wall Project, demolition of the old office and air gap system, and the intent to award the Requa Interceptor Project at the next board meeting.

DIRECTOR'S ITEMS

Director's items not listed are for discussion only; no action will be taken without an urgency vote pursuant to State law.

CONSENT ITEMS

8. Approval of Expenditures for February 18, 2016 to March 2, 2016

Check numbers 33656 to 33698 totaling \$208,615.10 and a transfer of \$17,310.91 were issued. Payroll transfers of \$85,470.49 were also issued.

ACTION TAKEN:

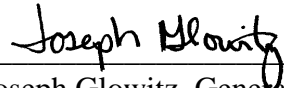
MOTION: DIRECTOR TEAGUE made a motion to pay the disbursement items as presented. DIRECTOR DURAN seconded the motion. The motion carried by the following vote: 4 yes

MINUTE ORDER NO. 2016-2517

ADJOURNMENT

There being no further business to discuss, the meeting was adjourned at 2:11 p.m., and the next Regular Board Meeting will be held March 22, 2016.

Respectfully submitted,



Joseph Glowitz, General Manager
Valley Sanitary District