

**VALLEY SANITARY DISTRICT
MINUTES OF REGULAR BOARD MEETING**

August 9, 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, August 9, 2016.

CALL TO ORDER, ROLL CALL

1. PRESIDENT YORK called the meeting to order at 1:02 p.m. Those in attendance were as follows:

DIRECTORS PRESENT: Douglas A. York, Merritt Wiseman, and Eric Davenport

DIRECTORS ABSENT: Mike Duran, and William Teague

STAFF PRESENT: Joseph Glowitz, General Manager, and Holly Gould

GUESTS: None

CONSENT ITEMS

a. Consideration of the July 26, 2016 Regular Board Meeting Minutes

b. Approval of Expenditures for July 21, 2016 to August 3, 2016

Check numbers 34124 to 34165 totaling \$71,108.44 and a transfer of \$808,336.25 were issued, as well as \$143,509.22 in payroll transfers.

ACTION TAKEN:

MOTION: DIRECTOR DAVENPORT made a motion to approve the minutes for the Regular Board Meeting held July 26, 2016, and to pay the disbursement items as presented. DIRECTOR WISEMAN seconded the motion. Motions carried by the following vote: 3 yes

MINUTE ORDER NO. 2016-2576

PUBLIC COMMENTS

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

NON-HEARING ITEMS

2. Authorization to Purchase 693 Membrane Replacement Kits

In 2008, the treatment plant was upgraded with fine air diffusers to improve the oxygen transfer in the biological process of the activated sludge plant. Typically, these diffusers have a shelf life that ranges from 8-12 years depending on the environment they are installed in. It is recommended to purchase 693 membrane replacement kits from Ovivo for a not to exceed cost of \$260,114.

ACTION TAKEN:

MOTION: DIRECTOR WISEMAN made a motion to authorize the purchase of 693 membrane replacement kits and installation from Ovivo for a total cost not to exceed \$260,114.

DIRECTOR DAVENPORT seconded the motion. Motion carried by the following roll call vote:

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

MINUTE ORDER NO. 2016-2577

3. Authorization to Purchase Density Meter for Dredge

The density meter on the dredge recently quit working and was sent in for an evaluation. The cost to repair the meter is approximately \$15,000. The cost for a replacement is \$23,814. The old meter is approximately ten (10) years old and the repair doesn't include a warranty. It is recommended to purchase a new density meter from Kube Engineering for the #1 Dredge for a total cost of \$23,814.

ACTION TAKEN:

MOTION: DIRECTOR DAVENPORT made a motion to authorize the purchase of a new density meter from Kube Engineering for the #1Dredge for a total cost of \$23,814. DIRECTOR WISEMAN seconded the motion. Motion carried by the following roll call vote:

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

MINUTE ORDER NO. 2016-2578

4. Authorization to Purchase Washer/Compactor for the Headworks

The compactor was recently disassembled and inspected and found that it wasn't cost effective to rebuild it. The washer/compactor has been in service over 15 years. The State requires that all screening hauled from the treatment facility to the landfill be 50% or greater solids and free of fecal matter. The purpose of the washer/compactor is to meet these requirements. It is recommended purchasing a new washer/compactor from JWC Environmental for a cost of \$33,003.97.

ACTION TAKEN:

MOTION: DIRECTOR WISEMAN made a motion to authorize the purchase of a washer/compactor for the headworks from JWC Environmental for a cost of \$33,003.97. DIRECTOR DAVENPORT seconded the motion. Motion carried by the following roll call vote:

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

MINUTE ORDER NO. 2016-2579

5. Biosolids Disposal

Approximately 1,500 tons of biosolids have been collected, dried, and stockpiled. The biosolids have recently been sampled for metals concentration and fecal coliform. The biosolids will also need to meet 90% solids prior to disposal. The District entered into a contract with Terra Renewal in October 2008. The contract with Terra Renewal is an annual contract that can be extended each subsequent year for a maximum of 10 years. Terra Renewal has been hauling our biosolids since December 2004 to Yuma and applying it on alfalfa and cotton fields.

ACTION TAKEN:

MOTION: DIRECTOR DAVENPORT made a motion to approve the disposal of approximately 1,500 tons of biosolids at a class B rate \$44.49 per ton for a total estimated cost of \$66,735. DIRECTOR WISEMAN seconded the motion. Motion carried by the following roll call vote:

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

MINUTE ORDER NO. 2016-2580

6. Installment Sale Agreement with the California State Resources Control Board

The District applied for funding from the CSWRCB to cover the cost of the Requa Interceptor Project. This agreement sets forth the terms and conditions to receive the financial assistance from CSWRCB and the obligation of VSD to pay back the loan over a period of thirty (30) years at the interest rate of one and seven tenths percent (1.7%) per annum, beginning on June 1, 2018. It is recommended that the Board of Directors accept the terms and conditions of the Installment Sale Agreement between Valley Sanitary District and the California State Water Resources Control Board (CWRCB) in the amount of \$11,999,000 and authorize the General Manager to sign on behalf of the District.

ACTION TAKEN:

MOTION: DIRECTOR WISEMAN made a motion to accept the terms and conditions of the Installment Sale Agreement between Valley Sanitary District and the California State Water Resources Control Board (CWRCB) in the amount of \$11,999,000 and authorize the General Manager to sign on behalf of the District. DIRECTOR DAVENPORT seconded the motion. Motion carried by the following roll call vote:

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

MINUTE ORDER NO. 2016-2581

7. Requa Interceptor Project Report Number 3

The project construction commenced July 18, 2016. The training for the monitoring and mitigation plan has been delivered to DCI personnel by ECORP. Staff has met with stakeholders at the Indio Senior Center. The total number of potential change orders is nine. The total number for requests for information is six. DCI, Inc. submitted a progress payment request for work completed to date.

ACTION TAKEN:

MOTION: DIRECTOR DAVENPORT made a motion to approve a progress payment to DCI, Inc. for \$199,477.57 and \$22,164.17 to be placed in a retention account and to approve Change Order No.2. DIRECTOR WISEMAN seconded the motion. Motion carried by the following roll call vote:

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

MINUTE ORDER NO. 2016-2582

8. General Manager's Report

The tax rolls have recently been submitted to the County of Riverside. Out of 27,463 records only five came back with a discrepancy. The records will be corrected and resubmitted. Solar City is currently installing the pedestals for the solar panels. The project is on track for a September 3, 2016 power shutdown at which time the solar will be tied into the grid. The net metering agreement has also been signed with the District being grandfathered in at a lower rate. Due to a retirement, Anna Bell moved back into the Laboratory as the Lab Manager and Andy Boyd has been promoted to Operator III/Lab Technician.

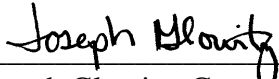
DIRECTOR'S ITEMS

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

ADJOURNMENT

There being no further business to discuss, the meeting was adjourned at 1:46 p.m., and the next Regular Board Meeting will be held August 23, 2016.

Respectfully submitted,



Joseph Glowitz, General Manager
Valley Sanitary District