

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

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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 June 19, 2015.

**Governance  
Committee Members:**

*California American  
Water*

*Robert MacLean*

*Monterey Peninsula  
Regional Water Authority*

*Jason Burnett, Chair*

*Alt.- Bill Kampe*

*County of Monterey*

*David Potter*

*Alt. - Simon Salinas*

*Monterey Peninsula  
Water Management  
District*

*Robert S. Brower, Sr.*

*Vice Chair*

*Alt. – Jeanne Byrne*

**Staff Contact:**

*David J. Stoldt, MPWMD*

*Arlene Tavani, MPWMD*

**AGENDA**

**REGULAR MEETING**

**Monterey Peninsula Water Supply Project  
Governance Committee**

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**Wednesday, June 24, 2015, 2:30 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.*

**Presentations – Public Comment will be Received**

1. Progress Report from California-American Water on the Monterey Peninsula Water Supply Project Including Updates on Production from Test Slant Well; Desalination Project Design; and Design and Procurement of Conveyance Facilities *Page 3*

**Action Items – Public Comment will be Received**

2. Adopt Minutes of May 20, 2015 Governance Committee Meeting *Page 11*
3. California American Water Notification #7 - Review Draft Request for Proposals (RFP) for Pipeline Procurement and Develop a Recommendation to California American Water on Finalization and Distribution of the RFP *Page 17*

**Discussion Items – Public Comment will be Received**

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, June 22, 2015. 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:** June 24, 2015

### Presentations

**Agenda Item:** 1. **Progress Report from California-American Water on the Monterey Peninsula Water Supply Project Including Updates on Production from Test Slant Well; Desalination Project Design; and Design and Procurement of Conveyance Facilities**

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**Summary:** Attached as **Exhibit 1-A** is a summary of the comments that will be presented by California-American Water staff. No action will be taken by the committee.

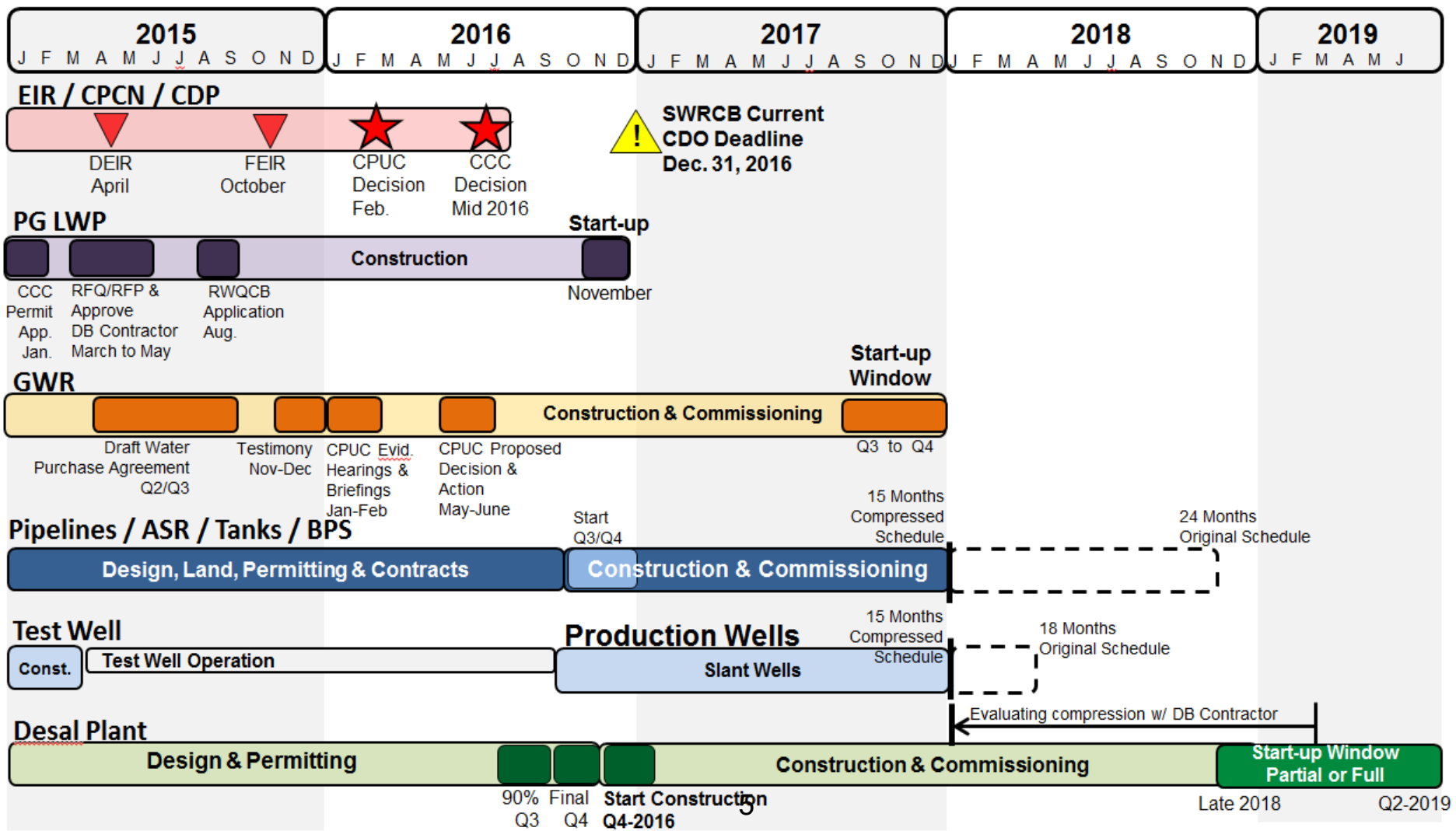
### Exhibits:

**1-A** Presentation slides prepared by California-American Water

# MPWSP Schedule and Test Well Update

Presented to: MPWSP Governance Committee  
Presented by: Cal Am  
Date: June 24, 2015

# MPWSP Anticipated Schedule



Note: The schedule is based on the information and assumptions available at time of update and is accurate to +/-6 months.

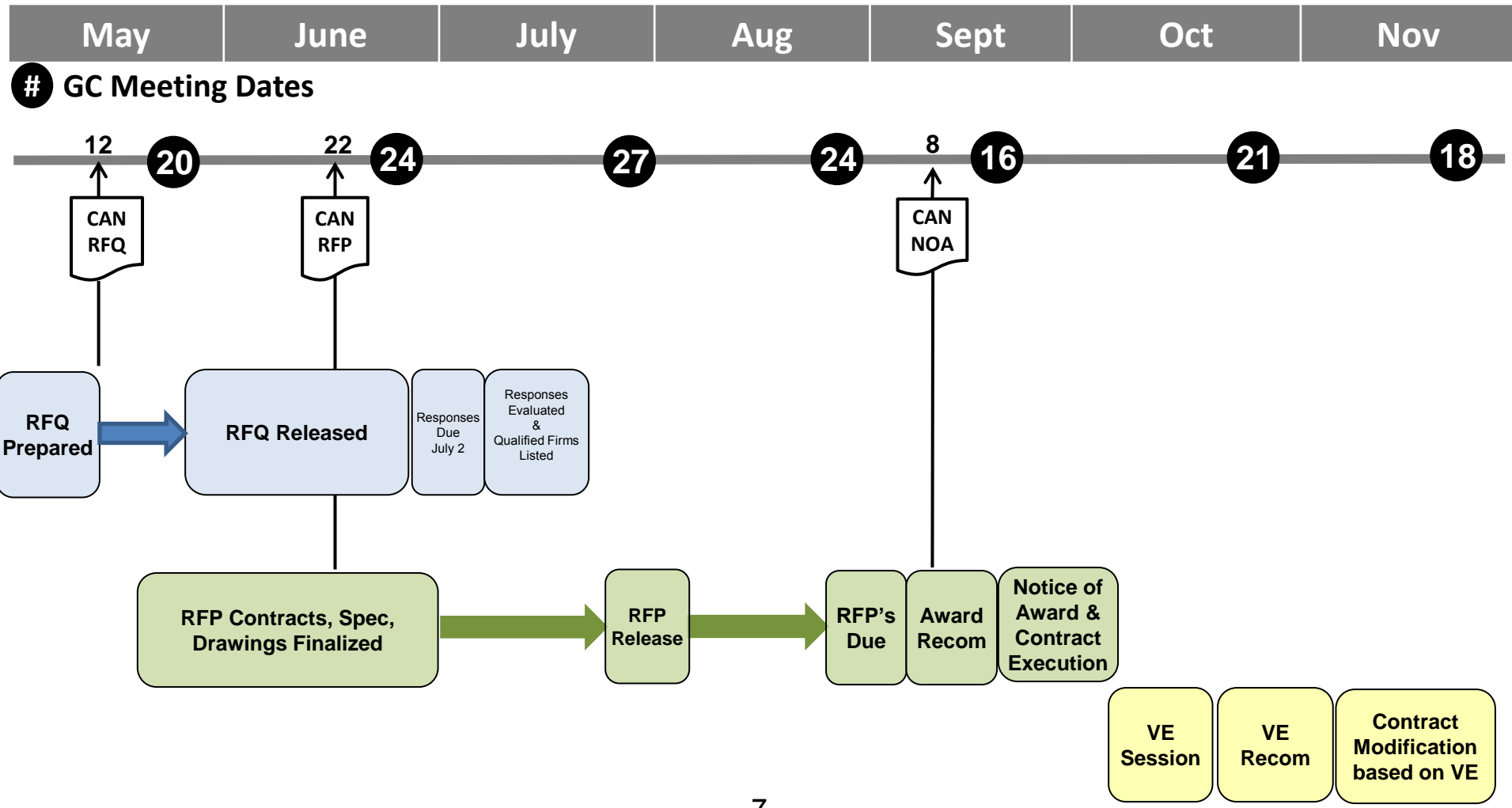
# MPWSP Desalination Conveyance Facilities RFP and Source Slant Wells RFP Schedule

Presented to: MPWSP Governance Committee

Presented by: Cal Am

Date: June 24, 2015

# MPWSP Conveyance Facilities Procurement Schedule



## RFP Provisions

- Diversity Provision (WMDVBE)
- Local Hiring
- Prevailing Wage

## RFP Components

Component	Length (LF)	Diameter
<u>Feedwater - Cemex</u>	11,527'	42"
<u>Cemex Return Line</u>	11,527'	8"
Brine Discharge	3,762'	36"
Salinas Valley Return to PCA	5,679'	12"
Transfer Pipeline	49,517'	36"
ASR Extension	5,100'	36"
(3) ASR Extension	4,300' (ea)	16"
Monterey Pipeline	34,199'	36"

Component	Dimensions	Diameter
Terminal Reservoir - 2 tanks	3 MG (ea)	130'
Inlet/Outlet Pipelines	1,711' (ea)	16"
Drain Pipeline	879'	30"

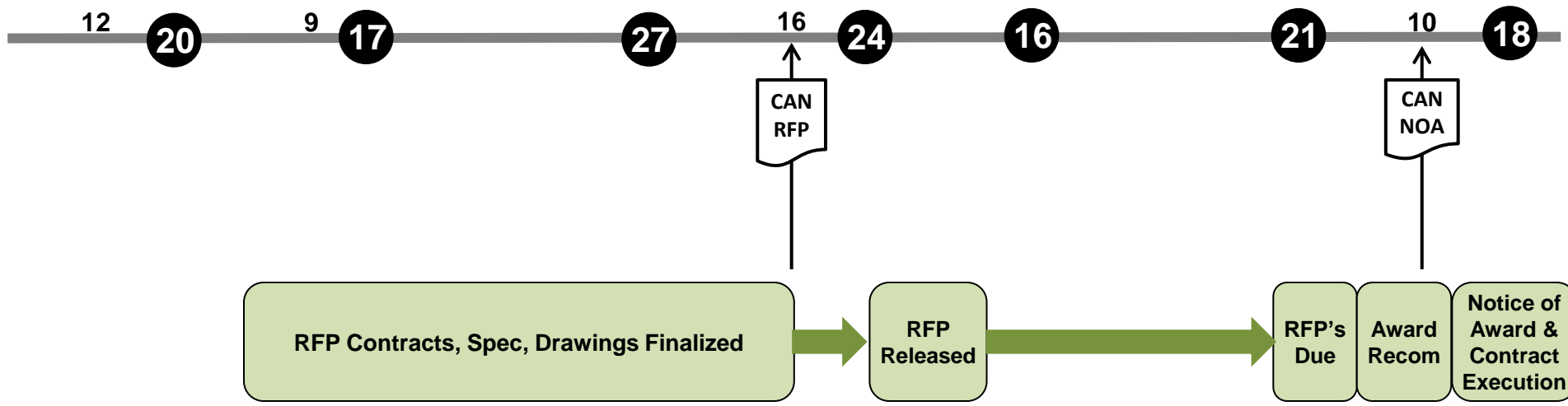
Component	Capacity (GPM)
Monterey Pump Station	6,300
Valley Greens Pump Station	2,500



# MPWSP Source Water Wells Procurement Schedule

May	June	July	Aug	Sept	Oct	Nov
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# GC Meeting Dates



## Monterey Peninsula Water Supply Project Governance Committee

**Meeting Date:** June 24, 2015

### Action Item

**Agenda Item:** 2. **Approve Draft Minutes of May 20, 2015 Governance Committee Meetings**

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**Summary:** Attached as **Exhibit 2-A** are draft minutes of the May 20, 2015, Governance Committee meeting.

**Recommendation:** Review and approve the committee minutes.

### Exhibits:

**2-A** Draft Minutes of the May 20, 2015, Committee Meeting

**GOVERNANCE COMMITTEE  
FOR THE  
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California American Water • Monterey County Board of Supervisors  
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**EXHIBIT 2-A**

**DRAFT MINUTES  
Regular Meeting  
Governance Committee  
for the  
Monterey Peninsula Water Supply Project  
*May 20, 2015***

- Call to Order:** The meeting was called to order at 2 pm in the conference room of the Monterey Peninsula Water Management District offices.
- Members Present:** Jeanne Byrne, representative for Monterey Peninsula Water Management District (alternate to Robert S. Brower, Sr.)  
Bill Kampe, representative for Monterey Peninsula Regional Water Authority (alternate to Jason Burnett)  
Richard Svindland, representative for California-American Water (alternate to Rob MacLean)
- Members Absent:** Robert S. Brower, Sr., Vice Chair, representative for Monterey Peninsula Water Management District  
Jason Burnett, Chair, representative for Monterey Peninsula Regional Water Authority (JPA)  
David Potter, representative for Monterey County Board of Supervisors  
Robert MacLean, representative for California American Water
- Pledge of Allegiance:** The assembly recited the Pledge of Allegiance.
- Public Comments:** Michael Warburton, representing the Public Trust Alliance (PTA), addressed the committee. He stated that the window was closing for positive leadership in dealing with the Monterey County water situation; and that it was time for thinking about the Monterey community and what it is. The same tired arguments continued to be used decade after decade. It was time for people, mayors especially, to invite their constituents to talk about some of the problems facing the Monterey community as it adapts to the future and its infrastructure is put up to serve for the next 50 to 70 years. He described the topic of discussion at the Governance Committee meeting as “stupid and vulnerable”, placing a risk on people who should not have risk placed on them. Warburton stated that it was time for leadership and public discussion of issues. He asked that the topic be placed on the agenda at some time.

**Presentations**

**1. Progress Report from California-American Water on the Monterey Peninsula Water Supply Project Including Update to Test Slant Well**

Ian Crooks, Engineering Manager for California American Water's (Cal-Am) Coastal Division, presented the report. A summary is available for review on the Governance Committee webpage and at the Water Management District office. Crooks reported that TDS continues to trend upward to 28,000 milligrams per liter which equates to approximately 83 to 85 percent salinity. No inland drawdown effects have been documented. Crooks will modify the Test Well Dashboard chart to reflect trends over the pumping period. He reviewed the draft schedule for source water well procurement, and stated that a driller should be under contract by November 2015.

Public Comment: Michael Warburton, PTA, was pleased with the salinity trend reported by Crooks; however, he was disturbed by the plan to hire a drilling contractor before the CEQA process is complete. He stated that it is possible that the project could be completed before a decision is made on whether it is even needed. According to Warburton, the Governance Committee was proceeding as if CEQA did not matter and was not relevant to the Monterey community. He stated that the project has been done in a very deliberative obfuscation of CEQA. It is important not to argue about how to get an RFP out. The project needs a CPCN, and CEQA is important. *Svindland responded that the Governance Committee was established with specific guidelines related to Cal-Am's interaction with the member agencies. This item was to apprise the members of the timelines. There was no attempt to avoid compliance with CEQA.*

**Action Items**

**2. Adopt Minutes of April 27, 2015 Governance Committee Meeting**

On a motion by Kampe and second of Byrne, the minutes of April 27, 2015 were adopted on a unanimous vote of 2 – 0 by Kampe and Byrne. No comments were directed to the committee during the public comment period on this item.

**3. California-American Water Notification #6 – Review Draft Request for Qualifications (RFQ) for Pipeline Procurement and Develop a Recommendation to California-American Water on Finalization and Distribution of the RFQ**

A summary of Crooks' report is on file at the Water Management District office and can be viewed on the Governance Committee webpage. He confirmed that the RFQ will provide information needed for Cal-Am to determine which contractors are qualified to do the job. The next step will be distribution of the RFP to a short list of 5 to 10 contractors. The cost for this project should be approximately \$70 million to \$100 million.

Public Comment: Michael Warburton, PTA, stated that in Monterey County there is a belief that litigation can stop any project; that a person can make any statement about a project; and if you can test another person they must listen to you. Warburton stated further that those beliefs are untrue. He noted that large banks are now paying more than \$1 billion in fines because their culture was arrogant and they refused to believe that laws might apply to them. He opined that issuing RFQs is fine in order to meet timelines, but reliance on litigation is inept. He stated that it is time to talk about real issues.

On a motion by Kampe and second of Byrne, the committee voted unanimously to submit a letter to Cal-Am expressing support for CAW Notification #6 advising the Governance Committee that Cal-Am intends to issue a request for qualifications for the procurement of contracts related to desalination conveyance facilities. The motion was approved on a vote of 2 – 0 by Kampe and Byrne.

#### **Information Item**

**4. California American Water Notification #5 – Execution of Agreements Related to Source Water Infrastructure**

The letter was submitted for information only. No discussion or action was required.

#### **Discussion Items**

**5. Suggest Items to be Placed on Future Agendas**

Crooks stated that Cal-Am will submit an RFP for review by the committee in June. The RFPs will be due in August 2015.

Public Comment: Michael Warburton, PTA, requested a discussion of feasible alternatives. *Kamp responded that the California Regional Water Quality Control Board will review alternatives. At this time there is no specific proposal for an alternative that Mr. Warburton alludes to. He urged interested persons to submit a creative alternative. Byrne commented that the Governance Committee was created specifically to address the Monterey Peninsula Water Supply Project.*

#### **Adjournment**

The meeting was adjourned at approximately 2:35 pm.

**Monterey Peninsula Water Supply Project Governance Committee**

**Meeting Date:** June 24, 2015

**Action Item**

**Agenda Item:** 3. **California American Water Notification #7 – Review Draft Request for Proposals (RFP) for Pipeline Procurement and Develop a Recommendation to California American Water on Finalization and Distribution of the RFP**

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**Summary:** Notification Letter #7 from California-American Water and the draft request for proposals (RFP) (**Exhibit 3-A**) will be submitted under separate cover on Monday, June 22, 2015.

**Recommendation:** The Governance Committee will review the Notification Letter #7 and draft RFP, receive public comment, and consider development of a recommendation to California American Water on finalization of the RFP.

**Exhibits:**

**3-A TO BE SUBMITTED ON JUNE 22, 2015** – California American Water Notification #7 and Request for Proposals – Monterey Peninsula Water Supply Project Desalination Conveyance Facilities