

**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 July 13, 2018.

**Governance  
Committee Members:**

*California American  
Water  
Rich Svindland  
Alt. – Ian Crooks*

*Monterey Peninsula  
Regional Water Authority  
Bill Kampe, Chair  
Alt.- Ralph Rubio*

*County of Monterey  
Mary Adams  
Alt. – Vacant*

*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**

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**Wednesday, July 18, 2018, 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 January 17, 2018
2. California-American Water Notification #13 – Provide any Recommendations on Qualifications and Selection Criteria for the Following draft Requests for Proposals
  - A Fitch Park Aquifer Storage and Recovery Wells 5 and 6 Construction Contract
  - B Fitch Park Aquifer Storage and Recovery Wells 5 and 6 Above Ground Facilities Design-Build Contract

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

3. Status Report by California-American Water as to Monterey Peninsula Water Supply Project and Monterey Pipeline/Pump Station Project
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. 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 Friday, July 13, 2018. 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.

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**Monterey Peninsula Water Supply Project Governance Committee**

**Meeting Date:** July 18, 2018

**Action Item:** 1. **Approve Committee Meeting Minutes of January 17, 2018**

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**Summary:** Attached as **Exhibit 1-A** are draft minutes of the January 17, 2018 Governance committee meeting.

**Recommendation:** Review the minutes and consider approval.

**Exhibits:**

**1-A** Draft Minutes of January 17, 2018 Committee Meeting

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**EXHIBIT 1-A**

**DRAFT MINUTES  
Regular Meeting  
Governance Committee  
for the  
Monterey Peninsula Water Supply Project  
January 17, 2018**

**Call to Order:** The meeting was called to order at 1:30 pm in the conference room of the Monterey Peninsula Water Management District offices.

**Members Present:** Bill Kampe, representative for Monterey Peninsula Regional Water Authority (arrived at 1:45 pm)  
Jeanne Byrne, representative for Monterey Peninsula Water Management District  
Mary Adams, representative for Monterey County Board of Supervisors  
Rich Svindland, representative for California-American Water (non-voting member)

**Members Absent:** None

**Pledge of Allegiance:** The assembly recited the Pledge of Allegiance.

**Public Comments:** **(a) Michael Warburton**, representing the Public Trust Alliance, expressed confidence in the settlement process that is in underway for the Monterey Peninsula Water Supply Project (MPWSP). He stated that instead of a conflict between engineers and lawyers, this process could result in a reasonable compromise that would put everyone in a better place. Also, that there are phenomenal opportunities to unwind the maze of legal problems that the project has at the California Public Utilities Commission (CPUC) level. **(b) Tom Rowley**, representing the Monterey Peninsula Taxpayers Association, described as false, statements made at the November 15, 2017 meeting that desalination was unproven technology. He stated that the slant well technology for production of the source water has not been proven, and he asserted that desalination is a proven technology.

**Action Items**

- 1. Approve Committee Meeting Minutes of November 15, 2017**  
On a motion by Adams and second of Byrne, the minutes of November 15, 2017 were approved unanimously on a vote of 2 – 0 by Adams and Byrne. Kampe was absent for the vote. No comments were directed to the committee during the public comment period on this item.

**2. Adopt 2018 Committee Meeting Schedule**

On a motion by Adams and second of Byrne, the 2018 committee meeting schedule was approved on a vote of 2 – 0 by Adams and Byrne. Kampe was absent for the vote. No comments were directed to the committee during the public comment period on this item.

**Discussion Items**

**3. Status Report by California-American Water as to Monterey Peninsula Water Supply Project Generally**

Chris Cook, Assistant Engineering Manager for California American Water (Cal-Am), reviewed the MPWSP anticipated schedule, which is on file at the District office and can be viewed on the Water Management District website. He reported that the Monterey Pipeline should be completed in 2018, in advance of Pure Water Monterey (PWM) project construction. Cal-Am estimates that construction of the desalination project facilities could begin in 2019, after the California Coastal Commission issues a permit. The desalination project could be operational by 2021.

**4. Status Report by California-American Water As to Monterey Pipeline**

Mr. Cook continued narration of the PowerPoint presentation that is on file at the District office and can be viewed on the Water Management District website. (Mayor Kampe arrived at the meeting during Mr. Cook's presentation.) Cook reported that 5.5 miles of the 7 mile Monterey pipeline had been installed. He reviewed the change orders listed on slides 5, 6 and 7. In response to a question from the committee, Cook stated that one-third of the pipeline had been pressure tested, and there were plans to pressure test other areas before final paving was completed in those areas. Cook advised the committee that Cal-Am intends to present RFPs to the committee for review before a change order is put out to bid. In response to a question from the committee, Cook informed the committee that cost estimates are based on construction of a 6.4 mgd desalination plant. If the final decision was that a 4.8 mgd plant should be constructed, that could be achieved through removal of a reverse osmosis train or other minor changes.

Public Comment: **(a) Jim Cullem**, Executive Director – Monterey Peninsula Regional Water Authority, suggested that at a future meeting Cal-Am present the detailed project schedule to the Governance Committee, and advise them of the permits that must be obtained following issuance of the Certificate of Public Convenience and Necessity (CPCN) and many junctures in the schedule that could cause project delays. **(b) Michael Warburton**, Public Trust Alliance, asked if an investigation had been completed on project alternatives should the CPCN not be awarded for the desalination project. He stated that there is an enormous amount of water in Monterey County that is used very cheaply and could be sold for more expensive uses. According to Mr. Warburton, it is realistic to assume the CPCN will not be issued.

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

It was suggested that Cal-Am present an overview of the number of permits that must be obtained to complete the desalination project, also an update on future change orders and RFPs.

During the public comment period on this item, **Tom Rowley** asked for an update on security at the slant wells located at the CEMEX plant, considering the impending plant closure. In response, Rich Svindland of Cal-Am stated that the CEMEX plant will be staffed for six more years, and Cal-Am has implemented ongoing security measures.

**Adjournment:** The meeting was adjourned at approximately 2:17 pm.

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Arlene M. Tavani,  
Clerk to the MPWSP Governance Committee

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## Monterey Peninsula Water Supply Project Governance Committee

**Meeting Date:** July 18, 2018

**Action Item:** 2. **California-American Water Notification #13 – Provide Any Recommendations on Qualifications and Selection Criteria for the following Draft Requests for Proposals**

- A. **Fitch Park Aquifer Storage and Recovery Wells 5 and 6 Construction Contract**
- B. **Fitch Park Aquifer Storage and Recovery Wells 5 and 6 Above Ground Facilities Design-Build Contract**

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**Summary:** Attached as **Exhibit 2-A** is Cal-Am Notification #13 regarding the proposed issuance of two requests for proposals for the procurement of two contracts, each valued in excess of \$1 million. According to Section V.D., Category B.1., of the agreement that formed the MPWSP Governance Committee, the committee may review and make recommendations relating to the qualifications and selection criteria to be included in the requests for proposals.

**Recommendation:** Review Cal-Am Notification #13, and determine if the committee should submit recommendations regarding the requests for proposals.

**Exhibits:**

**2-A** Cal-Am Notification #13





**MONTEREY PENINSULA WATER SUPPLY PROJECT  
GOVERNANCE COMMITTEE**

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**CAL-AM NOTIFICATION # 13**

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**TO: Bill Kampe, Chair, MPWSP Governance Committee**  
**FROM: Chris Cook, Engineering Manager, California American Water**  
**DATE: July 10, 2018**  
**RE: Cal-Am Notification # 13 – Draft Requests for Proposals – MPWSP Fitch Park ASR Wells 5 and 6**

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This Cal-Am Notification is submitted to you pursuant to, and in compliance with, Section V.B. of the Amended and Restated Agreement to Form the Monterey Peninsula Water Supply Project Governance Committee (the “Agreement”), as revised November 5, 2013, entered into by and among the Monterey Peninsula Regional Water Authority (“MPRWA”), the Monterey Peninsula Water Management District (“MPWMD”), the County of Monterey (“County”), and the California-American Water Company (“Cal-Am”). Capitalized terms used but not defined herein shall have the meaning set forth in the Agreement.

Cal-Am intends to issue two requests for proposals (“RFPs”) for the procurement of two Contracts, each valued in excess of \$1 million, relating to the construction of the ASR Infrastructure. Pursuant to Section V.D., Category B.1., of the Agreement, the Governance Committee may recommend qualifications and selection criteria for such Contracts.

Cal-Am has determined this matter is ripe for presentation to, and recommendation by, the Governance Committee. It is Cal-Am’s current intent to issue the RFPs described above on or about July 31, 2018. The Governance Committee may review and make recommendations relating to the qualifications and selection criteria to be included in the RFPs.

Pursuant to Section V.B. of the Agreement, the Governance Committee shall issue its recommendations, if any, to Cal-Am no later than July 20, 2018. The recommendations should be in writing and sent to Chris Cook of Cal-Am at Christopher.Cook@amwater.com.