

MINUTES OF A BOARD MEETING - TELECONFERENCE

October 27, 2020 at 4:00 pm

Directors Present:

Chris Mann, President
Lonni Granlund, Vice President
Jay Bogh, Director
Joyce McIntire, Director
Dennis Miller, Director

Staff Present:

Wade Allsup, Information Systems Specialist
Jennifer Ares, Water Resource Manager
Allison Edmisten, Chief Financial Officer
Chelsie Fogus, Administrative Assistant I
Ashley Gibson, Regulatory Compliance Manager
Kathryn Hallberg, Implementation Manager
Dustin Hochreiter, Senior Engineering Technician
Tim Mackamul, Operations Manager
Matthew Porras, Implementation Manager
Mike Rivera, Public Works Supervisor
Charles Thomas, Operations Manager
John Wrobel, Public Works Manager
Joseph Zoba, General Manager

Directors Absent:

None

Consulting Staff Present:

David Wysocki, Legal Counsel
John Weaver, Commercial Solar Guy

Registered Guests and Others Present:

Amelia Cottrell, Engie Services
Jacqueline DeRosa, Ameresco
Jacob Goering, Engie Services
Ryan Goodman, Scale Microgrid Solutions
Tim Hade, Scale Microgrid Solutions
Shea Hughes, Scale Microgrid Solutions
Ashu Jain, Engie Services
Alesko Stankoski, Engie Services
Eric Tran, Engie Services
Warren Van Ryzin, Ameresco

Due to the spread of COVID-19 and in accordance with the Governor's Executive Order N-29-20 (a copy of which was attached to the meeting agenda), the Yucaipa Valley Water District conducted this meeting by teleconference.

The meeting was available to the public by calling (888) 475-4499 using passcode 676-950-731 and live presentation material was available at <https://zoom.us/j/676950731> using 765589.

CALL TO ORDER

The regular meeting of the Board of Directors of the Yucaipa Valley Water District was called to order by Chris Mann at 4:00 p.m.

ROLL CALL

The roll was called with Director Jay Bogh, Director Lonni Granlund, Director Chris Mann, Director Joyce McIntire, and Director Dennis Miller present.

PUBLIC COMMENTS

None

CONSENT CALENDAR

Director Dennis Miller moved to approve the consent calendar and Director Lonni Granlund seconded the motion.

A. Minutes of Meetings

1. Board Meeting - October 20, 2020

The motion was approved by the following vote:

Director Jay Bogh - Yes
Director Lonni Granlund - Yes
Director Chris Mann - Yes
Director Joyce McIntire - Yes
Director Dennis Miller - Yes

STAFF REPORT

General Manager Joseph Zoba provided information on the following item(s):

- Information was provided about the Metropolitan Water District of Southern California building microgrids at three water treatment plants and a pumping station. The District will be considering the addition of similar facilities as part of Discussion Item A (Director Memorandum No. 20-158).
- The next Yucaipa Sustainable Groundwater Management Agency meeting will be held on Wednesday, October 28, 2020.
- The next San Gorgonio Pass Regional Water Alliance meeting will be held on October 28, 2020.

DISCUSSION ITEMS:

DM 20-158

PUBLIC HEARING -
OVERVIEW OF
INTEGRATED ENERGY
RESILIENCY PROJECT
PROPOSALS AND

Implementation Manager Kathryn Hallberg provided an overview of the proposed Energy Resiliency Project to be constructed at the Yucaipa Valley Regional Water Filtration Facility and the Wochholz Regional Water Recycling Facility.

Implementation Manager Kathryn Hallberg introduced John Weaver who assisted the District with the technical review of

CONSIDERATION OF
RESOLUTION NO. 2020-
55 MAKING FINDINGS
REQUIRED FOR
ENERGY SERVICE
CONTRACT AND
POWER PURCHASE
AGREEMENTS

proposals submitted by the following three firms - Ameresco, Engie, and Scale Microgrid.

Following the staff presentation and questions from the Board of Directors, Director Chris Mann opened the public hearing at 4:23 pm.

Ameresco representative Jacqueline DeRosa discussed the proposal from Ameresco as a complete microgrid solution. She also stressed the importance of standardizing the savings calculations and stressed the importance of making sure the District selects a firm with a suitable microgrid controller.

Scale Microgrid representative Shea Hughes provided information about the partnership the assembled to provide a proposal to the District. He also provided comments about the successful Self-Generation Incentive Program (SGIP) funding for battery systems at the Yucaipa Valley Regional Water Filtration Facility and the Wochholz Regional Water Recycling Facility as well as the highly advanced microgrid solution proposed by their firm.

Engie Services representative Ashu Jain provided information about the Engie Services proposal involving devices and equipment manufactured in the United States. He also stated that the Engie proposal remained consistent over the past several months with microgrid controllers that will provide long-term energy savings to the District.

After receiving additional information and rebuttal statements from the three vendors the board members the public hearing was closed at 4:54 pm.

John Weaver provided additional information to the Board of Directors regarding the equivalent nature of the proposals and the similar strength of the three microgrid firms.

Following additional discussion by the Board of Directors, Director Joyce McIntire moved that the Board adopt Resolution No. 2020-55 and authorize the General Manager to enter into negotiations with Engie Services for a power purchase agreement and related site lease and bring back both to the Board of Directors for approval.

Director Dennis Miller seconded the motion.

The motion was approved by the following vote:

Director Jay Bogh - Yes
Director Lonni Granlund - Yes
Director Chris Mann - Yes

Director Joyce McIntire - Yes
Director Dennis Miller - Yes

DM 20-159

CONSIDERATION OF A
NOTICE OF
EXEMPTION FOR THE
REPLACEMENT OF
DRINKING WATER
STORAGE
RESERVOIRS 17.1.1
AND 17.1.2

Implementation Manager Matthew Porras discuss the Notice of Exemption for the R-17.1.1 and R-17.1.2 drinking water reservoirs.

Director Dennis Miller moved that the Board adopt Resolution No. 2020-56.

Director Lonni Granlund seconded the motion.

The motion was approved by the following vote:

Director Jay Bogh - Yes
Director Lonni Granlund - Yes
Director Chris Mann - Yes
Director Joyce McIntire - Yes
Director Dennis Miller - Yes

DM 20-160

AUTHORIZATION TO
SOLICIT BIDS FOR A
REPLACEMENT
DRINKING WATER
PIPELINE IN
WILDWOOD CANYON
ROAD, YUCAIPA

Implementation Manager Matthew Porras discussed the need to solicit bids to replace the drinking water pipeline in Wildwood between Oak Grove Road and Oak Mesa Drive.

Director Dennis Miller moved that the Board authorize the General Manager to solicit bids for the replacement of the drinking water pipeline in Wildwood Canyon Road.

Director Jay Bogh seconded the motion.

The motion was approved by the following vote:

Director Jay Bogh - Yes
Director Lonni Granlund - Yes
Director Chris Mann - Yes
Director Joyce McIntire - Yes
Director Dennis Miller - Yes

DM 20-161

CONSIDERATION OF
USING THE
STATEWIDE
COMMUNITY
INFRASTRUCTURE
PROGRAM FOR THE
PAYMENT OF SEWER
FACILITY CAPACITY
CHARGES AND

General Manager Joseph Zoba discussed the concept of using the California Statewide Communities Development Authority for financing of sewer facility capacity charges and a sewer mainline extension for the Belfort Gardens project is located on 17th Street, Yucaipa.

Director Dennis Miller moved that the Board adopt Resolution No. 2020-57.

Director Lonni Granlund seconded the motion.

CONSTRUCTION OF
SEWER MAINLINES
FOR BELFORT
GARDENS -
ASSESSMENT
DISTRICT NO. 20-01
WITH THE CALIFORNIA
STATEWIDE
COMMUNITIES
DEVELOPMENT
AUTHORITY AND THE
CITY OF YUCAIPA

The motion was approved by the following vote:

Director Jay Bogh - Yes
Director Lonni Granlund - Yes
Director Chris Mann - Yes
Director Joyce McIntire - No
Director Dennis Miller - Yes

DM 20-162

CONSIDERATION OF
DEVELOPMENT
AGREEMENT NO. 2020-
06 WITH THE CITY OF
YUCAIPA FOR THE
DEVELOPMENT OF
TRACT NO. 20130
SOUTH OF OAK GLEN
ROAD - 144 LOTS

General Manager Joseph Zoba presented the proposed Development Agreement No. 2020-06 for Tract No. 20130 on Oak Glen Road. As part of the Oak Glen Specific Plan, the City of Yucaipa is the applicant for this development project. A few minor changes to the development agreement were provided to the Board of Directors based on a late afternoon conversation between City Manager Ray Casey and General Manager Joseph Zoba.

Director Lonni Granlund moved that the Board authorize the Board President to execute Development Agreement No. 2020-06 for Tract No. 20130 with the minor changes presented by District staff.

Director Dennis Miller seconded the motion.

The motion was approved by the following vote:

Director Jay Bogh - Yes
Director Lonni Granlund - Yes
Director Chris Mann - Yes
Director Joyce McIntire - Yes
Director Dennis Miller - Yes

DM 20-163

CONSIDERATION OF
INSTALLING TESLA
ENERGY STORAGE
SYSTEMS FOR
EMERGENCY BACKUP
AND PEAK SHAVING AT
VARIOUS DISTRICT
WATER AND SEWER
FACILITIES
CONSISTENT WITH

Implementation Manager Kathryn Hallberg presented information about the installation of battery backup at various facilities as part of the Self-Generation Incentive Program (SGIP).

Lee Murakami a representative from Tesla confirmed that Tesla assumes full responsibility of the battery sources pursuant to the proposed agreement presented as part of this agenda item.

Director Joyce McIntire moved that the Board authorize the General Manager to execute Energy Products Operation and Maintenance Agreements with Tesla.

THE CALIFORNIA SELF-
GENERATION
INCENTIVE (SGIP)
PROGRAM

Director Lonni Granlund seconded the motion.

The motion was approved by the following vote:

Director Jay Bogh - Yes
Director Lonni Granlund - Yes
Director Chris Mann - Yes
Director Joyce McIntire - Yes
Director Dennis Miller - Yes

DM 20-164

CONSIDERATION OF
RENEWING THE
CYBER LIABILITY
INSURANCE FOR
2020-21

Implementation Manager Kathryn Hallberg presented the cyber liability insurance proposal from Alliant Insurance Services. The District staff recommends maintaining the current cyber liability insurance coverage amount of \$3,000,000 at an annual cost of \$12,183.50.

Director Dennis Miller moved that the Board authorize the General Manager to execute contracts with Alliant Insurance Services for cyber liability insurance.

Director Lonni Granlund seconded the motion.

The motion was approved by the following vote:

Director Jay Bogh - Yes
Director Lonni Granlund - Yes
Director Chris Mann - Yes
Director Joyce McIntire - Yes
Director Dennis Miller - Yes

DM 20-165

CONSIDERATION OF
THE PROPOSED
WORKERS'
COMPENSATION
INSURANCE POLICY
RENEWAL FOR 2020-21

Implementation Manager Kathryn Hallberg presented the workers' compensation insurance policy renewal proposal. cyber liability insurance proposal from Alliant Insurance Services. The District staff recommends maintaining the current cyber liability insurance coverage amount of \$3,000,000 at an annual cost of \$12,183.50.

Director Dennis Miller moved that the Board authorize the General Manager to execute contracts with Redwood F&C Berkshire Hathaway for workers' compensation insurance.

Director Lonni Granlund seconded the motion.

The motion was approved by the following vote:

Director Jay Bogh - Yes
Director Lonni Granlund - Yes
Director Chris Mann - Yes
Director Joyce McIntire - Yes
Director Dennis Miller - Yes

BOARD REPORTS AND
DIRECTOR COMMENTS

Director Lonni Granlund and Director Joyce McIntire reported on the “Water Project Marvels: Making Modern Life Possible” presentation hosted by the Riverside County Water Task Force.

ANNOUNCEMENTS

Director Chris Mann called attention to the announcements listed on the agenda.

ADJOURNMENT

The meeting was adjourned at 5:55 p.m.

Respectfully submitted,

Joseph B. Zoba, Secretary

(Seal)