

Approved June 25, 2019

**MINUTES OF A REGULAR MEETING OF THE
CUCAMONGA VALLEY WATER DISTRICT
BOARD OF DIRECTORS
June 11, 2019**

A regular meeting of the Cucamonga Valley Water District Board of Directors was called to order at 6:00 p.m. by President Curatalo. President Curatalo led the Pledge of Allegiance.

CALL TO ORDER
6:00 p.m.

In Attendance:

Board James V. Curatalo, Jr., President
Luis Cetina, Vice President
Oscar Gonzalez, Director
Randall J. Reed, Director
Kathleen J. Tiegs, Director

Staff John Bosler, General Manager/CEO
Jeff Ferre, BB&K, Legal Counsel

Carissa Armenta, Customer Service Representative
Bill Barrington, Customer Service Representative
Mike Bogin, Information Tech Specialist
Agnes Boros, Finance Manager
Chad Brantley, Director of Finance and Technology Services
James Bryan, Water Utility Supervisor
Frank Chu, Information Technology Manager
Cindy Cisneros, Executive Assistant, General Manager
Carrie Corder, Assistant General Manager
Eduardo Espinoza, Director of Engineering Services
Joanna Gonzalez, Community & Outreach Representative
Eric Grubb, Principal Management Analyst
Alex Hernandez, Lead Customer Service Representative
Jacob Johnson, Water Production & Controls Supervisor
Robert Kalarsarinis, Customer Service Manager
Robert Koczko, Construction & Maintenance Manager
Praseetha Krishnan, Associate Engineer
Gidti Ludesirishoti, Associate Engineer
Mike Maestas, Water Production Manager
Justin Martinez, Assistant Engineer
Jay McNair, Lead Fleet & Equipment Mechanic
Julia Metzler, Customer Service Representative
Erin Morales, Lead Community Outreach Representative

Angelo Orioli, Customer Service Supervisor
Gabe Parisi, Lead Wastewater Utility Worker
Roberta Perez, Human Resources Manager
JR Roberts, Water Treatment Plant Supervisor
Linda Sanchez, Customer Service Representative
Trevor Smith, Lead Water Utility Worker
Shawn Spromberg, Wastewater Utility Supervisor
Tuan Truong, Associate Engineer
Taya Victorino, Executive Assistant, Board of Directors

Guests Robert Bolzer, Customer
Maria Bosch, Customer
Annette Carrillo, Customer

ADDITIONS/DELETIONS TO THE AGENDA

None.

ADDITIONS/
DELETIONS

PUBLIC COMMENT

The following people provided verbal comment:
Robert Bolzer, 5680 Vinmar Ave.
Maria Bosch, 6267 Phillips Way

PUBLIC COMMENT

GENERAL MANAGER/CEO REPORTS

A) District Updates

Mr. John Bosler, General Manager/CEO reported the following:

- A copy of the June 6, 2019 IEUA Regional Sewer Policy Committee Meeting Agenda was included in our agenda packet. IEUA presented their ten-year Capital Improvement Budget and Director Tieg represented the District at the meeting.

GENERAL
MANAGER/CEO
COMMUNICATIONS

Director Tieg explained the wholesaler and retailer agency relationships and commended District staff for their heavy engagement with IEUA.

CONSENT CALENDAR

- A) Approve Minutes of the May 28, 2019 Regular Board Meeting.
- B) Approve Board Calendar of Events.
- C) Approve Cash Disbursements for month ending May 31, 2019.

CONSENT
CALENDAR

PASSED 5-0

On a motion by Vice President Cetina, and seconded by Director Reed to approve Consent Calendar Items as submitted. Passed 5-0.

PUBLIC HEARING

PUBLIC HEARING

President Curatalo announced that the Board would proceed with the public hearing. He stated that the proposed sewer rate is an IEUA pass-through rate. CVWD does not collect revenue from this rate and has not increased its sewer rate since 2012. He stated that the proposed Recycled Water rate applies to only 135 large industrial and irrigation customers. It does not apply to residential customers.

At 6:19 p.m. President Curatalo opened the public hearing.

Mr. Chad Brantley gave a presentation on Ordinance Nos. 2019-6-1 and 2019-6-2 establishing rates and charges for sewer and recycled water service. The sewer fees addressed are the Inland Empire Utilities Agency's (IEUA) sewer treatment charge and the inclusion of an automatic pass-through of future increases in the event IEUA increases this treatment charge. There is no increase to the District portion of this fee. The rate of \$.41 per month will take effect July 1, 2019. The recycled water fees addressed are the commodity rate and temporary water service charge for construction purposes in the District, and the monthly meter service charge for recycled water customers. The average price of recycled water that CVWD purchases from IEUA has increased at approximately 18% per year, which is one of the main cost drivers. The proposed rate covers the cost of providing the service and the pass through IEUA charges imposed on CVWD. Staff mailed a Notice of Public Hearing to all customers of record, made the document available in the office, posted it on the District website, and published it in the Daily Bulletin newspaper.

Mr. Jeff Ferre reported that the requirements of Article XIII D Section 6 of the California Constitution, commonly known as Proposition 218, are being followed for this hearing.

President Curatalo invited verbal and written comments from the public.

The following individuals provided verbal comment on the proposed rate increases:

Maria Bosch, 6267 Phillips Way

Annette Carrillo, 6390 Teresina

At 6:44p.m. President Curatalo closed the public hearing.

Mr. John Bosler reported a majority of owners of the identified parcels for sewer service would equal 18,727. Written protests were submitted by 25 owners of the identified parcels. A majority protest does not exist and the Board may proceed to the second part of this item to consider the proposed Ordinance No. 2019-6-1.

Mr. Bosler reported a majority of owners of the identified parcels for recycled water services would equal 68. Written protests were submitted by zero owners of the identified parcels. A majority protest does not exist and the Board may proceed to the second part of this item to consider the proposed Ordinance No. 2019-6-2.

ADOPT ORDINANCE NO. 2019-6-1 – ESTABLISHING SEWER RATES AND CHARGES

President Curatalo announced that staff has set forth a recommendation that the Board of Directors adopt Ordinance No. 2019-6-1 which establishes the pass-through rate for sewer services as follows:

- Adjust the rate for the sewer treatment IEUA pass-through charge
- Maintain the CVWD sewer transmission charge unchanged

Mr. Ferre announced that although water rates are not being considered at this hearing, for flexibility of the board to address customers in attendance with those concerns, we can take Board Member comments from Item 11 at this time.

Director Reed commented his shared frustrations with customers about the increase in rates and noted that CVWD diligently engages with our wholesale agencies to advocate for the best product and price for our customers.

Following full consideration and discussion by the Board **a motion was made by Director Reed, and seconded by Director Gonzalez** to adopt Ordinance No. 2019-6-1 establishing rates and charges for sewer service by **Roll Call Vote:**

Ayes: Curatalo, Cetina, Gonzalez, Reed, and Tieg

Noes: None

Abstain: None

Passed 5-0.

ORDINANCE NO.
2019-6-1
ESTABLISHING
SEWER RATES AND
CHARGES

PASSED 5-0

ADOPT ORDINANCE NO. 2016-6-2 – FIXING RATES, RULES AND REGULATIONS FOR SERVICE OF RECYCLED WATER WITHIN THE DISTRICT

President Curatalo announced that staff has set forth a recommendation that the Board of Directors adopt Ordinance No. 2019-6-2 which establishes the charges, fees, and rates for recycled water services as follows:

- Adjust the rate for the monthly meter service charge
- Adjust the rate for the recycled water commodity charge
- Adjust the rate for the temporary recycled water service (construction water)
- Create the IEUA surcharge pass-through rate which may go into effect in future years

Following full consideration and discussion by the Board **a motion was made by Vice President Cetina, and seconded by Director Tieg** to adopt Ordinance No. 2019-6-2 establishing rates and charges for service of recycled water within the District by **Roll Call Vote:**

Ayes: Curatalo, Cetina, Gonzalez, Reed, and Tieg

Noes: None

Abstain: None

Passed 5-0.

ORDINANCE NO.
2019-6-2
ESTABLISHING
RATES AND
CHARGES FOR
RECYCLED WATER

PASSED 5-0

ACWA REGION 9 BOARD OF DIRECTORS NOMINATIONS

Mr. Eric Grubb gave a presentation on the ACWA Region 9 Board of Directors call for nominations. Vice President Cetina currently serves on the Region 9 Board and has expressed interested in serving again for the 2020-2021 term. ACWA requires official support of the member agency via resolution.

RESOLUTION NO.
2019-6-3 ACWA
REGION 9 BOARD
NOMINATIONS

On a motion by Director Tiegs, and seconded by Director Reed to adopt Resolution No. 2019-6-3 supporting the nomination of Luis Cetina to the ACWA Region 9 Board of Directors and authorizing the General Manager to vote on the District's behalf as submitted. **Passed 5-0.**

PASSED 5-0

BOARD COMMITTEE REPORT

A) May 22, 2019 Human Resources/Risk Management Committee

Director Tiegs reported the notes accurately reflect what occurred at the meeting.

B) May 23, 2019 Legislative & Outreach Committee

Director Gonzalez reported the notes accurately reflect what occurred at the meeting.

COMMITTEE
REPORTS

BOARD MEMBER REPORTS

Director Gonzalez

- Thanked President Curatalo and staff for coordinating a great tour of our facilities with the Rancho Cucamonga City Council on June 3, 2019.
- Thanked the members of public present for taking time out of their schedules to participate in the hearing.

Director Reed

- Also enjoyed the tour with the Rancho Cucamonga City Council Members.
- Attended Three Valleys Municipal Water District's Leadership Breakfast on May 30, 2019. Dave Bolland from ACWA gave a presentation on how we can deal with legislators and the regulations they want to impose on local governments.

Director Tiegs

- Attended the District's Employee Safety Expo on June 6, 2019. Thank you to the Safety Team and staff for coordinating a phenomenal event.

Vice President Cetina

- Thanked the members of the public present for engaging in District business.

President Curatalo

- Thanked the member of the public present. The Board and staff are very engaged with stakeholders, legislators and statewide advocacy organizations to ensure the health of our local government.

BOARD MEMBER
REPORTS

CLOSED SESSION

CLOSED SESSION

At 7:12 p.m. President Curatalo announced that after a brief recess a closed session would be held pursuant to:

CONFERENCE WITH REAL PROPERTY NEGOTIATORS

Pursuant to Government Code Section 54956.8

Property: 7209 Layton Street

Agency negotiators: John Bosler, GM/CEO

Negotiating parties: Y2N-I LLC

Under negotiation: price and terms of payment

Property: 7490 Carnelian Street

Agency negotiators: John Bosler, GM/CEO

Negotiating parties: Morgan Construction Company, Inc.

Under negotiation: price and terms of payment

Closed session was called to order at 7:25 p.m.

In attendance were the entire Board, the General Manager, the Legal Counsel (Ferre), Assistant General Manager, Director of Finance and Technology Services, Director of Engineering Services, the Executive Assistants (Cisneros, Victorino), and the Associate Engineer (Krishnan).

RECONVENE/REPORT ON CLOSED SESSION

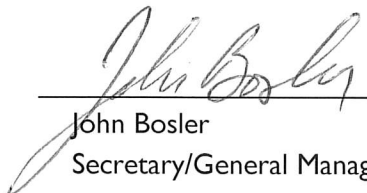
RECONVENE/
REPORT

The regular meeting reconvened at 7:38 p.m. at which time Mr. Ferre announced that there was no action to report from closed session.

ADJOURNMENT

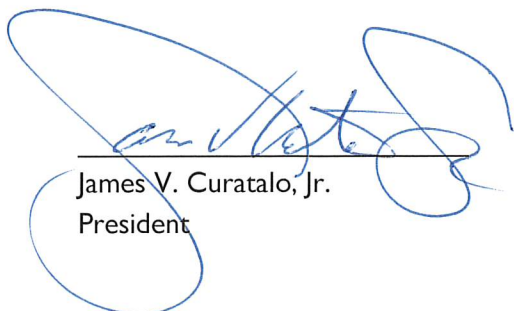
ADJOURNED
AT 7:40 p.m.

There being no further business to come before the Board, President Curatalo adjourned the meeting in memory of Ms. Mickey Luckman from Joshua Basin Water District and in recognition of Flag Day at 7:40 p.m.



John Bosler
Secretary/General Manager

ATTEST:



James V. Curatalo, Jr.
President