



PROJECT AGREEMENT 24 COMMITTEE
Inland Empire Brine Line
REGULAR MEETING MINUTES
January 7, 2020

COMMITTEE MEMBERS PRESENT

T. Milford Harrison, Chair, San Bernardino Valley Municipal Water District Governing Board
Brenda Dennstedt, Vice Chair, Western Municipal Water District Governing Board (10:07 a.m.)
Kati Parker, Inland Empire Utilities Agency Governing Board
Paul D. Jones, Eastern Municipal Water District General Manager

ALTERNATE COMMITTEE MEMBERS PRESENT [Non-Voting]

None

COMMITTEE MEMBERS ABSENT

None

STAFF PRESENT

Rich Haller, Karen Williams, Mark Norton, David Ruhl, Carlos Quintero, Dean Unger, Lucas Gilbert, Kelly Berry

OTHERS PRESENT

Andrew D. Turner, Lagerlof, LLP

1. CALL TO ORDER | PLEDGE OF ALLEGIANCE

The regular meeting of the PA 24 Committee was called to order at 10:00 a.m. by Chair Harrison at the Santa Ana Watershed Project Authority, 11615 Sterling Avenue, Riverside, California.

2. PUBLIC COMMENTS

There were no public comments.

3. APPROVAL OF MEETING MINUTES: November 5, 2019

Chair Harrison called for a motion to approve the November 5, 2019 meeting minutes as posted.

MOVED, approve the November 5, 2019 meeting minutes.

Result:	Adopted (Unanimously)
Motion/Second:	Parker/Jones
Ayes	Harrison, Jones, Parker
Nays:	None
Abstentions:	None
Absent:	Dennstedt

4. COMMITTEE DISCUSSION ITEMS

A. BRINE LINE VALUE ASSESSMENT (PA24#2020.1)

David Ruhl provided the PowerPoint presentation contained in the agenda packet on pages 11 – 14. It was noted for the record that the Brine Line Financial Reports for July through October 2019 were provided to the Committee, staff, members of the public, and had been posted to the SAWPA website. Vice Chair Dennstedt arrived at 10:07 a.m., during the PowerPoint presentation.

Ruhl confirmed for Committee Member Jones that the \$344M Brine Line value assessment is based on 2018 numbers and represents complete replacement of the entire system using current construction techniques, labor rates, and current field conditions. Committee Member Jones asked if staff would consider refurbishment vs. replacement, the age of the various segments of the system, and the likely useful life in determining possible failure and future cashflow needs. Ruhl stated staff will take into consideration the construction year and any subsequent rehabilitation work, referencing recent slip-lining projects on Reach 4A and 4B which extended the useful life another fifty (50) years and CIPP work on Reach 5. Committee Member Jones asked if the goal would be to place an increment on the assessment that could then be used to create a replacement fund to be utilized when the work is necessary. Ruhl noted a replacement reserve is already setup; the current policy is that there is a minimum amount and staff feels it should be tied to a current asset value. Rich Haller noted another component would be the amount on hand in the event of an earthquake.

This item was for informational purposes; no action was taken on Agenda Item No. 4.A.

B. BRINE LINE ORDINANCE REVISIONS UPDATE (PA24#2020.2)

Lucas Gilbert provided the PowerPoint presentation contained in the agenda packet on pages 17 – 20. There was no discussion.

This item was for informational purposes; no action was taken on Agenda Item No. 4.B.

C. OPERATIONS AND MAINTENANCE AGREEMENT | REACH IV-A UPPER FROM EL PRADO ROAD TO CHINO HILLS PARKWAY (PA24#2020.3)

Carlos Quintero provided the PowerPoint presentation contained in the agenda packet on pages 23 – 25. There was no discussion; Chair Harrison called for a motion.

MOVED, authorize the General Manager to execute the Operations and Maintenance Agreement for Reach IV-A Upper from El Prado Road to Chino Hills Parkway by and between the Inland Empire Utilities Agency (IEUA) and the Santa Ana Watershed Project Authority (SAWPA).

Result:	Adopted (Unanimously)
Motion/Second:	Jones/Parker
Ayes	Dennstedt, Harrison, Jones, Parker
Nays:	None
Abstentions:	None
Absent:	None

5. **REQUEST FOR FUTURE AGENDA ITEMS**

There were no requests for future agenda items.

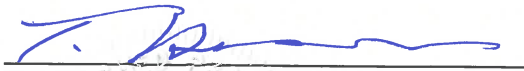
6. **CLOSED SESSION**

There was no closed session.

7. **ADJOURNMENT**

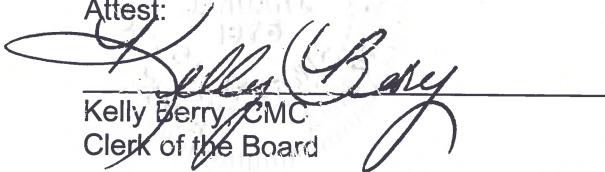
There being no further business for review, Chair Harrison adjourned the meeting at 10:27 a.m.

Approved at a Regular Meeting of the Project Agreement 24 Committee on March 3, 2020.



T. Milford Harrison, Chair

Attest:



Kelly Berry, CMC
Clerk of the Board