

MINUTES OF THE REGULAR MEETING OF THE
BOARD OF DIRECTORS OF
COUNTY SANITATION DISTRICT NO. 2
HELD AT THE OFFICE OF THE DISTRICT
AND AT THE HYATT REGENCY SACRAMENTO
VIA TELECONFERENCE

April 12, 2023
1:30 o'clock, P.M.

The Board of Directors of County Sanitation District No. 2 of Los Angeles County met in regular session via teleconference

There were present: Ross Maza, Alternate Director from Alhambra
Ali Saleh, Alternate Director from Bell
Alejandra Cortez, Director from Bell Gardens
Sonny Santa Ines, Director from Bellflower
Bruce Barrows, Alternate Director from Cerritos
Emma Sharif, Director from Compton
Suely Saro, Alternate Director from Long Beach
Tim McOsker, Alternate Director from Los Angeles City
Jennifer Perez, Alternate Director from Norwalk
Vilma Cuellar Stallings, Director from Paramount, via teleconference
Erik Lutz, Director from Pico Rivera
Tony Ding, Alternate Director from San Gabriel
Maria Avalos, Director from South Gate, via teleconference
Janice Hahn, Director from Los Angeles County
Cathy Warner, Chairperson, Alternate Director from Whittier

Absent: Monica Manalo, Director from Artesia
Oralia Rebollo, Director from Commerce
Claudia Frometa, Director from Downey
David Torres, Director from Montebello
Jose Sanchez, Director from Monterey Park
Leticia Lopez, Director from Vernon

Also present: Kimberly S. Christensen, Secretary to the Board
Jessica Lienau, District Counsel

RE: DIRECTOR REQUEST TO PARTICIPATE
BY TELECONFERENCE - FIND THAT NEED
TO TAKE ACTION AROSE SUBSEQUENT TO
POSTING OF AGENDA - APPROVE

Subsequent to the posting of the agenda, on April 12, 2023, Director Cuellar Stallings, City of Paramount, and Director Avalos, City of South Gate, requested to attend the Board meetings virtually, utilizing the "just cause" provisions of Assembly Bill (AB) 2449, while they are

traveling to Sacramento for city business. The Directors participated through both audio and visual technology. At the beginning of the meeting, each Director gave a general description of the circumstances relating to their need to appear remotely, stated that other than themselves, there were no individuals, 18 years of age or older, present in the room at the remote location. This item is consistent with the Districts' Guiding Principle to provide transparent communication to our Boards and the public. A recommendation was made to find that the immediate need to take action arose subsequent to posting of the agenda pursuant to California Government Code Section 54954.2(b)(2).

Upon motion of Director Saleh, duly seconded and unanimously carried by a roll-call vote, the Board of Directors determined that there was a need to take immediate action and that the need for action came to the attention of the District subsequent to the posing of the agenda, and then placed the matter on the agenda.

Furthermore, a recommendation was made to approve Director Cuellar Stallings and Director Avalos' requests to participate by teleconference and utilize "just cause" per AB 2449, California Government Code, Section 54953(f) and (j).

Upon motion of Director Perez, duly seconded and unanimously carried by a roll-call vote, the Board approved the Directors' requests to participate by teleconference and utilized "just cause" as the purpose per Assembly Bill (AB) 2449, California Government Code, Section 54953(f) and (j).

CONSENT AGENDA

Upon motion of Director Perez, duly seconded and unanimously carried by a roll-call vote, the Consent Agenda was approved as follows:

RE: PUBLIC COMMENT The Chairperson announced this was the time for any questions or comments by members of the public. There were no public comments or questions to address the Board on any matters.

RE: DIRECTOR FROM A certificate from the Chief City Clerk of the City of San
CITY OF SAN GABRIEL Gabriel was presented to the Secretary stating that at a meeting of the City Council held April 4, 2023, Mr. John Harrington was elected Mayor of the City of San Gabriel, which is the designation of the presiding officer of the governing body of that city and automatically places Mr. Harrington on this Board, was accepted and ordered filed.

RE: ALTERNATE DIRECTOR A copy of an action taken by the City Council of the City
FROM CITY OF SAN GABRIEL of San Gabriel at a meeting held April 4, 2023, was presented to the Secretary stating that Mr. Tony Ding, a member of the City Council of the City of San Gabriel, was appointed to serve as alternate Director from the city, was accepted and ordered filed.

RE: MINUTES The minutes of the regular meeting held March 22, 2023, were approved.

RE: DISTRICT EXPENSES The following expenses for the month of January 2023 were presented and approved:

	<u>District No. 2</u>	<u>Joint Outfall System</u>	<u>Solid Waste System</u>	<u>Stormwater</u>
Operations & Maintenance Capital	\$992,505.88	\$27,316,270.95	\$ 9,875,490.16	\$3,862.98
		16,213,363.27	971,140.22	
Allocated Expenses:				
Joint Administration		4,137,175.43	1,563,640.27	
Technical Support		<u>3,832,505.48</u>	225,471.10	
Total Expenses	<u>\$992,505.88</u>	<u>\$51,499,315.13</u>	<u>\$12,635,741.75</u>	<u>\$3,862.98</u>

REGULAR AGENDA

RE: WASTEWATER MANAGEMENT - ALLEN AVENUE TRUNK SEWER REHABILITATION PHASE II - AWARD CONTRACT NO. 5521 TO INSITUFORM TECHNOLOGIES, LLC ORDER SECRETARY TO EXECUTE The Allen Avenue Trunk Sewer Rehabilitation Phase II (Project) will consist of rehabilitation of approximately 9,830 feet of 15-inch to 24-inch corroded concrete pipe, cracked vitrified clay pipe and appurtenant structures that were constructed in 1949. The work is located within the Cities of San Marino, San Gabriel and

Alhambra as shown on the map attached to the agenda. The bid summary/recommendation to award was attached to the agenda. Staff has determined that the Project is exempt or otherwise not subject to the provisions of the California Environmental Quality Act (CEQA) pursuant to California Public Resources Code Sections 21080(b)(4) and Title 14 of the California Code of Regulations (“CEQA Guidelines”) Section 15301. This item is consistent with the Districts’ Guiding Principles to protect financial and facility assets through prudent investment and maintenance programs; and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness). The bids received at the District’s office on March 7, 2023, for construction of the Project are as follows:

<u>BIDDER</u>	TOTAL BID
Insituform Technologies, LLC	\$1,643,353.00
Southwest Pipeline and Trenchless Corp.	\$1,791,377.00

The bid of Insituform Technologies, LLC, was the lowest bid received and that Insituform Technologies, LLC, was the lowest, regular, responsible bidder for the work, and a recommendation was made to award a contract to Insituform Technologies, LLC, at the unit prices stated in its bid amounting to approximately \$1,643,353. Furthermore, a recommendation was made to order staff to review the insurance and surety bonds

for performance and payment and, if sufficient, order the Secretary to execute the contract with Insituform Technologies, LLC, for construction of the Project.

Upon motion of Director Perez, duly seconded and unanimously carried by a roll-call vote, Contract No. 5521 for construction of the *Allen Avenue Trunk Sewer Rehabilitation Phase II* was awarded to the lowest, regular, responsible bidder, to wit: Insituform Technologies, LLC, at the unit prices stated in its bid amounting to approximately \$1,643,353. Furthermore, the Board of Directors of County Sanitation District No. 2 of Los Angeles County ordered the staff to review the insurance and surety bonds for performance and payment and, if sufficient, ordered the Secretary to execute the contract with Insituform Technologies, LLC, for construction of the Project.

RE: WASTEWATER MANAGEMENT
EL NIDO TRUNK SEWER REHABILITATION
AWARD CONTRACT NO. 5523 - TO
SOUTHWEST PIPELINE AND TRENCHLESS
CORP. - ORDER SECRETARY TO EXECUTE

The *El Nido Trunk Sewer Rehabilitation* (Project) will consist of rehabilitation of approximately 12,228 feet of existing 12-inch to 21-inch-diameter corroded concrete pipe and appurtenant structures that were constructed in the 1950s. The work is located within the Cities of Redondo Beach and Torrance as was shown on the map

attached to the agenda. The bid summary/recommendation to award was attached to the agenda. Staff has determined that the Project is exempt or otherwise not subject to the provisions of the California Environmental Quality Act (CEQA) pursuant to California Public Resources Code Section 21080(b)(4) and Title 14 of the California Code of Regulations (“CEQA Guidelines”) Section 15301. This item is consistent with the Districts’ Guiding Principles to protect financial and facility assets through prudent investment and maintenance programs; and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness). The bids received at the District’s office on March 16, 2023, for construction of the Project are as follows:

<u>BIDDER</u>	<u>TOTAL BID</u>
Southwest Pipeline and Trenchless Corp.	\$2,517,310.00
Sancon Technologies, Inc.	\$2,672,811.00
Insituform Technologies	\$2,772,515.00
Nu-Line Technologies, LLC	\$3,170,450.00
Nor-Cal Pipeline	\$3,421,841.00

The bid of Southwest Pipeline and Trenchless Corp. was the lowest bid received and that Southwest Pipeline and Trenchless Corp. was the lowest, regular, responsible bidder for the work, and a recommendation was made to award a contract to Southwest Pipeline and Trenchless Corp. at the unit prices stated in its bid amounting to approximately \$2,517,310. Furthermore, a recommendation was made to order staff to review the insurance and surety bonds for performance and payment and, if sufficient, order the Secretary to execute the contract with Southwest Pipeline and Trenchless Corp. for construction of the Project.

Upon motion of Director Perez, duly seconded and unanimously carried by a roll-call vote, Contract No. 5523, for construction of the Southwest Pipeline and Trenchless Corp., was awarded to the lowest, regular, responsible bidder, to wit: Southwest Pipeline and Trenchless Corp., at the unit prices stated in its bid amounting to approximately \$2,517,310. Furthermore, the Board of Directors of County Sanitation District No. 2 of Los Angeles County ordered the staff to review the insurance and surety bonds for performance and payment and, if sufficient, ordered the Secretary to execute the contract with Southwest Pipeline and Trenchless Corp. for construction of the Project.

RE: WASTEWATER MANAGEMENT
SANTA FE STREET TRUNK SEWER
REHABILITATION - AWARD CONTRACT
NO. 5522 - TO SOUTHWEST PIPELINE AND
TRENCHLESS CORP. - ORDER SECRETARY
TO EXECUTE

The *Santa Fe Street Trunk Sewer Rehabilitation* (Project) will consist of rehabilitation of approximately 15,264 feet of existing 12-inch to 18-inch-diameter corroded concrete pipe, approximately 303 feet of existing 15-inch-diameter damaged vitrified clay pipe and appurtenant structures that were constructed in the 1950s and 1960s. The work is located within the City of

Whittier and unincorporated area of Los Angeles County as was shown on the map attached to the agenda. The bid summary/recommendation to award was attached to the agenda. Staff has determined that the Project is exempt or otherwise not subject to the provisions of the California Environmental Quality Act (CEQA) pursuant to California Public Resources Code Section 21080(b)(4) and Title 14 of the California Code of Regulations (“CEQA Guidelines”) Section 15301. This item is consistent with the Districts’ Guiding Principles to protect financial and facility assets through prudent investment and maintenance programs; and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost

effectiveness). The bids received at the District’s office on March 9, 2023, for construction of the Project are as follows:

<u>BIDDER</u>	<u>TOTAL BID</u>
Southwest Pipeline and Trenchless Corp.	\$2,562,996.00
Insituform Technologies	\$2,805,998.00
Nor-Cal Pipeline	\$3,044,624.00
Sancon Technologies, Inc.	\$3,136,293.00
Nu-Line Technologies, LLC	\$3,786,502.00

The bid of Southwest Pipeline and Trenchless Corp. was the lowest bid received and that Southwest Pipeline and Trenchless Corp. was the lowest, regular, responsible bidder for the work, and a recommendation was made to award a contract to Southwest Pipeline and Trenchless Corp. at the unit prices stated in its bid amounting to approximately \$2,562,996. Furthermore, a recommendation was made to order staff to review the insurance and surety bonds for performance and payment and, if sufficient, order the Secretary to execute the contract with Southwest Pipeline and Trenchless Corp. for construction of the Project.

Upon motion of Director Perez, duly seconded and unanimously carried by a roll-call vote, Contract No. 5522 for construction of the *Santa Fe Street Trunk Sewer Rehabilitation* was awarded to the lowest, regular, responsible bidder, to wit: Southwest Pipeline and Trenchless Corp., at the unit prices stated in its bid amounting to approximately \$2,562,996. Furthermore, the Board of Directors of County Sanitation District No. 2 of Los Angeles County ordered the staff to review the insurance and surety bonds for performance and payment and, if sufficient, ordered the Secretary to execute the contract with Southwest Pipeline and Trenchless Corp., for construction of the Project.

RE: WASTEWATER MANAGEMENT -JOINT ADMINISTRATION OFFICE BUILDING ACCESS IMPROVEMENTS - AWARD CONTRACT NO. 5525 TO ARC CONSTRUCTION, INC. ORDER SECRETARY TO EXECUTE

The *Joint Administration Office (JAO) Building Access Improvements* (Project) will consist of improvements to increase the safety of employees and visitors as they walk through the parking lot into the JAO building. The Project will include installation of walkways, safety barriers, an Americans with Disabilities Act ramp and

other modifications to the main entrance, asphalt paving, and landscaping improvements. The bid summary/recommendation to award was attached to the agenda. Staff has determined that the Project is exempt or otherwise not subject to the provisions of the California Environmental Quality Act (CEQA) pursuant to California Public Resources Code Section 21084 and Title 14 of the California Code of Regulations (“CEQA Guidelines”) Sections 15301. This item is consistent with the Districts’ Guiding Principles to protect financial and facility assets through prudent investment and maintenance programs; and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness). The bids received at the District’s office on March 14, 2023, for construction of the Project are as follows:

<u>BIDDER</u>	<u>TOTAL BID</u>
Klassic Engineering & Construction, Inc.	\$2,205,896.00*
ARC Construction, Inc.	\$2,902,000.00
Ian Thomas Group	\$3,474,500.00
Pub Construction, Inc.	\$3,985,403.00
Fredrick Towers, Inc.	\$4,412,000.00
Green Building Corporation	\$4,952,000.00

* Bidder requests its bid be withdrawn due to a clerical error.

The bid of ARC Construction, Inc., was the lowest responsive bid meeting District specifications received and that ARC Construction, Inc., was the lowest, regular, responsible bidder for the work, and a recommendation was made to award a contract to ARC Construction, Inc., at the unit prices stated in its bid amounting to approximately \$2,902,000. Furthermore, a recommendation was made to order staff to review the insurance and surety bonds for performance and payment and, if sufficient, order the Secretary to execute the contract with ARC Construction, Inc., for construction of the Project.

Upon motion of Director Perez, duly seconded and unanimously carried by a roll-call vote, Contract No. 5525 for construction of the ARC Construction, Inc., was awarded to the lowest, regular, responsible bidder, to wit: ARC Construction, Inc., at the unit prices stated in its bid amounting to approximately \$2,902,000. Furthermore, the Board of Directors of County Sanitation District No. 2 of Los Angeles County ordered the staff

to review the insurance and surety bonds for performance and payment and, if sufficient, ordered the Secretary to execute the contract with ARC Construction, Inc., for construction of the Project.

RE: FACILITIES PLANNING
IMPLEMENTATION OF IBM MAXIMO
ENTERPRISE ASSET MANAGEMENT
SOFTWARE PROJECT - AUTHORIZE
ISSUANCE OF PURCHASE ORDER TO
ALLIED NETWORK SOLUTIONS, INC., AND
TOTAL RESOURCE MANAGEMENT, INC.

The Districts utilizes Enterprise Asset Management (EAM) software to manage maintenance, purchasing, and administrative tasks across all Districts' facilities. The current EAM system was implemented in 2006, is at the end of its useful life, and requires replacement. Staff conducted a detailed evaluation of software products and selected IBM Maximo (Maximo) as the best-fit EAM solution for Districts' operations. Allied

Network Solutions, Inc., (ANS) has provided discounted pricing for Maximo via the State of California Software Licensing Program (SLP). The SLP provides negotiated license agreements with software firms that are available to local agencies and is the most cost-effective means for procuring Maximo. Expert consulting services are needed to assist staff with implementing and configuring Maximo. Proposals were solicited and received from seven consulting firms. Total Resource Management, Inc., (TRM) was ranked the highest based on technical capabilities, experience, and cost. This item is consistent with the Districts' Guiding Principle of commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness). A recommendation was made to authorize the Chief Engineer and General Manager, in his capacity as Purchasing Agent, to issue purchase orders to Allied Network Solutions, Inc., in the amount of approximately \$4,500,000 for IBM Maximo software licensing and support services for a five-year period and to Total Resource Management, Inc., in the amount of approximately \$2,980,000 for implementation consulting services.

Upon motion of Director Perez, duly seconded and unanimously carried by a roll-call vote, the Purchasing Agent was authorized to issue purchase orders to Allied Network Solutions, Inc., and Total Resource Management, Inc., for the implementation of IBM Maximo Enterprise Asset Management software project, at a cost of approximately \$4,500,000 and \$2,980,000, respectively.

RE: TECHNICAL SERVICES - MIGRATION OF
ON-PREMISES LABORATORY INFORMATION
MANAGEMENT SYSTEM AND CLOUD
HOSTING SERVICES - AUTHORIZE ISSUANCE
OF PURCHASE ORDER TO CLINISYS

The Districts currently uses on-site servers to host the Laboratory Information Management System (LIMS) application, which acts as a critical repository for laboratory data. The existing server hardware is nearing the end of its useful life. Moving the hosting of software to a third party (cloud hosting) can have numerous

advantages over on-site servers, such as enhanced resiliency and the flexibility to increase or decrease service. In addition to the cloud hosted service, consulting support is needed to migrate the current LIMS application to the cloud. Using Clinisys to provide migration support and cloud hosting services is the most cost effective approach to ensure compatibility with and support of existing LIMS functionality. The combined cost of Clinisys LIMS cloud hosting and migration services is estimated to be similar to or less than the cost of replacing and maintaining the existing servers over their useful lifetime. This item is consistent with the Districts' Guiding Principle of commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness). A recommendation was made to authorize the Chief Engineer and General Manager, in his capacity as Purchasing Agent, to issue a purchase order to Clinisys for the migration of on-premises Laboratory Information Management System and cloud hosting services.

Upon motion of Director Perez, duly seconded and unanimously carried by a roll-call vote, the Purchasing Agent was authorized to issue a purchase order to Clinisys for cloud migration services in the amount of approximately \$37,000; and cloud hosting services in the amount of approximately \$320,000 for a five-year period for the migration of on-premises Laboratory Information Management System.

RE: FACILITIES PLANNING - RENEWAL
OF CISCO SMARTNET CONTRACT
AUTHORIZE ISSUANCE OF PURCHASE
ORDER TO GOLDEN STAR TECHNOLOGY, INC.

The Districts uses Cisco computer network equipment for business and telecommunications. Smartnet is Cisco's maintenance and support service for this equipment and is needed to provide hardware replacement, software updates, and support. Staff recommends that

the Districts utilize California Multiple Award Schedule (CMAS) cooperative purchasing agreements with Golden Star Technology, Inc., (GST) to purchase the Cisco Smartnet contract renewal. CMAS provides nationally leveraged and competitively solicited purchasing contracts for the public sector. Procuring the Smartnet contract through CMAS is the most cost-effective means of renewal. This item is consistent with the Districts' Guiding Principles of commitment to fiscal responsibility and prudent financial stewardship; and to provide reliable and responsible services with safety first. A recommendation was made to authorize the Chief Engineer and General Manager, in his capacity as Purchasing Agent, to issue a purchase order to Golden Star

Technology, Inc., in the amount of approximately \$831,000 for renewal of Cisco Smartnet contract for a four-year period.

Upon motion of Director Perez, duly seconded and unanimously carried by a roll-call vote, the Purchasing Agent was authorized to issue a purchase order to Golden Star Technology, Inc., for renewal of Cisco Smartnet contract for a four-year period, at a cost of approximately \$831,000.

RE: RESOLUTION OF THE BOARD OF DIRECTORS OF COUNTY SANITATION DISTRICT NO. 2 OF LOS ANGELES COUNTY ADOPTING POLICIES AND PROCEDURES FOR PROVIDING PRIORITY SERVICE TO AFFORDABLE HOUSING PROJECTS - ADOPT

A proposed *Resolution of the Board of Directors of County Sanitation District No. 2 of Los Angeles County Adopting Policies and Procedures for Providing Priority Service to Affordable Housing Projects* (Resolution) was presented. California Government Code Section 65589.7 requires public agencies that provide water or sewer services to adopt written policies and procedures with

specific objective standards for providing priority service to housing projects that include lower income units. The proposed Resolution would establish the required policies and procedures in accordance with the requirements of the law. Once adopted, these policies and procedures must be updated and approved by the Board every five years. This item is consistent with the Districts' Guiding Principle of commitment to continual improvement. A copy of the proposed Resolution was attached to the agenda. A recommendation was made to adopt the Resolution.

Director Hahn asked if the Districts previously adopted resolutions to adopt policies and procedures for providing priority service to affordable housing projects and whether such resolutions were legally required.

In response to Director Hahn, District Counsel stated that Government Code 65589.7 requires that the Districts has policies and procedures in place for providing priority service to affordable housing projects and District Counsel stated that the Districts has adopted similar resolutions in the past.

Upon motion of Director Perez, duly seconded and unanimously carried by a roll-call vote, the following Resolution was adopted:

RESOLUTION OF THE BOARD OF DIRECTORS OF COUNTY SANITATION DISTRICT NO. 2 OF LOS ANGELES COUNTY ADOPTING POLICIES AND PROCEDURES FOR PROVIDING PRIORITY SERVICE TO AFFORDABLE HOUSING PROJECTS
(California Government Code Section 65589.7)

WHEREAS, the California legislature has declared that the lack of affordable housing is a matter of vital statewide importance; and

WHEREAS, Government Code Section 65589.7 enhances the priority granted to lower-income housing by requiring that public agencies that provide water or sewer services shall adopt written policies and procedures with specific objective standards for providing priority service to housing projects that include lower income units; and

WHEREAS, the Sanitation Districts of Los Angeles County are continually evaluating system requirements and capacity, monitoring planned and proposed project development, and working to ensure there is adequate capacity for future development throughout the Sanitation Districts of Los Angeles County service areas.

NOW, THEREFORE, BE IT RESOLVED, that the following guidelines are hereby adopted by the Board of Directors of District No. 2 of Los Angeles County ("District") with respect to providing priority service to housing projects that include lower income units:

- (1) The District shall devote its best efforts to plan for and, to a reasonable degree (as determined on a case by case basis), prioritize providing sewer connections to residential housing projects that include lower income units as specified in the housing element of a general plan adopted by the legislative body of a county or city within the District's boundaries;
- (2) Development projects that include lower income housing units shall not be denied approval of an application for service, nor shall conditions be imposed thereon or services reduced which are applied for, unless the District makes specific findings that the denial, condition, or reduction is necessary due to the existence of one or more of the following:
 - a. Insufficient water supply or insufficient water treatment or distribution capacity;

- b. A State Department of Health Services order prohibiting new water connections;
 - c. Insufficient sewer treatment or collection capacity;
 - d. A Regional Water Quality Control Board order prohibiting new sewer connections; or
 - e. The applicant has failed to agree to reasonable terms and conditions.
- (3) Areas with Available Capacity – In times where the District has available capacity in its wastewater collection, treatment and disposal facilities, the provision of public sewer service to residential housing developments will be on an income-neutral basis.
- (4) Areas with Limitations in Capacity – In times where the District experiences service limitations due to capacity or regulatory constraints, service priority shall be given to planned developments that include housing units affordable to lower income households in accordance with Government Code Section 65589.7 and the limitations set therein.
- (5) Procedure – Whenever housing units affordable to lower income households are identified in a city or county housing element, or amendment thereto, from any city or county within the service area of the District, and a developer where the District is the local sewer agency applies for a connection permit, the District will give highest priority to the provision of services to that development and particularly to the affordable housing units contained therein.
- (6) At least once every five (5) years, the District shall update and approve the provisions of this Resolution by subsequent Resolution.

Upon motion of Director Perez, duly seconded and unanimously carried, the meeting was adjourned



CATHY WARNER
Chairperson

ATTEST:



KIMBERLY S. CHRISTENSEN
Secretary

/ee