

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 KENNETH HAHN HALL OF ADMINISTRATION  
VIA TELECONFERENCE

September 25, 2024  
1:30 o'clock, P.M.

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

There were present: Ali Sajjad Taj, Alternate Director from Artesia  
Ali Saleh, Director from Bell  
Marco Barcena, Alternate Director from Bell Gardens  
Dan Koops, Director from Bellflower  
Naresh Solanki, Director from Cerritos  
Hugo Argumedo, Director from Commerce  
Emma Sharif, Director from Compton  
Suely Saro, Alternate Director from Long Beach  
Annette Delgadillo, Director from Paramount  
Gustavo Camacho, Alternate Director from Pico Rivera  
John Wu, Director from San Gabriel  
Maria Davila, Alternate Director from South Gate  
Judith Merlo, Director from Vernon  
Hilda Solis, Alternate Director from Los Angeles County  
Cathy Warner, Chairperson, Alternate Director from Whittier

Absent: Sasha Perez, Director from Alhambra  
Mario Trujillo, Director from Downey  
Paul Krekorian, Director from Los Angeles City  
Scarlet Peralta, Director from Montebello  
Thomas Wong, Director from Monterey Park  
Margarita Rios, Director from Norwalk

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

**CONSENT AGENDA**

Upon motion of Director Solis, 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 to Board on any matters.

RE: MINUTES The minutes of the regular meeting held September 11, 2024, were approved.

RE: LEGAL SERVICES  
PAYMENT AND  
REIMBURSEMENT OF  
EXPENSES ADVANCED  
An invoice dated August 21, 2024, from Lewis Brisbois, Bisgaard & Smith LLP, in the amount of \$215,441.40, for professional services rendered and reimbursement of expenses advanced in various Districts' matters during the month of July 2024, were approved, and the Chief Engineer and General Manager was authorized to have a warrant drawn in full payment of the invoice, the charges to be distributed to the affected Districts.

RE: ANNEXATION NO. 59  
RESOLUTIONS AUTHORIZING  
APPLICATION TO LOCAL AGENCY  
FORMATION COMMISSION AND  
APPROVING NEGOTIATED  
EXCHANGE OF PROPERTY  
TAX REVENUES - ADOPT

Annexation No. 59 consists of one proposed mixed-use commercial development and 59 proposed townhomes in the City of Artesia. Each annexation to the District's service area requires adoption of two resolutions by the Board. The first resolution authorizes submittal of the annexation application to Local Agency Formation Commission (LAFCO), approves the California Environmental Quality Act (CEQA) document, and consents

to a waiver of the LAFCO protest hearing. The second resolution is a joint resolution with agencies that already provide services to the proposed annexation territory agreeing to the amount of property tax revenue that will be apportioned to the District in accordance with the Revenue and Taxation Code. A data sheet, map, Notice of Finding, and the CEQA document were attached to the agenda. A recommendation was made that the Board adopt a resolution for making an application to LAFCO for annexation; review, consider and find adequate the CEQA document; and consent to a waiver of protest proceedings. Furthermore, a recommendation was made that the Board adopt a joint resolution with the County of Los Angeles, Artesia Cemetery District, Greater Los Angeles County Vector Control District, City of Artesia, and Water Replenishment District of Southern California, approving and accepting the negotiated exchange of property tax revenues resulting from annexation.

The Board of Directors of County Sanitation District No. 2 of Los Angeles County does hereby approve the Joint Resolution of the Board of Supervisors of the County of Los Angeles, the governing bodies of the Artesia Cemetery District, Greater Los Angeles County Vector Control District, City of Artesia, and Water Replenishment District of Southern California, and this Board of Directors, approving and accepting the negotiated exchange of property tax revenues resulting from Annexation No. 59 to the District, a copy of which is on file at the Office of the District and by reference incorporated herein as though fully set forth; and the Chairperson and Secretary are authorized to execute the Joint Resolution on behalf of the District. Furthermore, the following resolution was adopted:

#### RESOLUTION

WHEREAS, the Board of Directors of County Sanitation District No. 2 of Los Angeles County, hereinafter referred to as "District", desires to commence proceedings for the annexation to District of certain territory, described in Exhibit "A", attached hereto and by reference incorporated as a part hereof; and

WHEREAS, said Board of Directors does hereby certify that it has reviewed and considered the environmental documents submitted for the proposed annexation and found said environmental documents to be adequate;

NOW, THEREFORE, said Board of Directors does HEREBY RESOLVE, FIND, AND DECLARE as follows:

1. Application and a proposal is hereby made to the Local Agency Formation Commission of Los Angeles County for a change of organization as follows:

- (a) This proposal is made pursuant to the Cortese-Knox-Hertzberg Local Government Reorganization Act of 2000 commencing with Section 56000, Government Code, State of California.
- (b) The nature of the proposed change of organization and the name of the District for which such change of organization is proposed are as follows:

The annexation of the territory described in Exhibit "A" hereof to County Sanitation District No. 2 of Los Angeles County.

- (c) The names of all other affected counties, Districts, or cities are as follows:

Counties: None

Districts: None

Cities: Alhambra, Artesia, Bell, Bell Gardens, Bellflower, Cerritos, Commerce, Compton, Downey, Long Beach, Los Angeles City, Montebello, Monterey Park, Norwalk, Paramount, Pico Rivera, San Gabriel, South Gate, Vernon, and Whittier

- (d) The territory is uninhabited. A description of the exterior boundaries of such territory is set forth in Exhibit "A" hereof.
  - (e) It is desired that the proposed annexation provide for and be made subject to the following terms and conditions:
    - (1) The retention by District of the deposited sum of \$8,200.00 as the fee required by the Board of Directors for said annexation.
    - (2) The negotiated exchange of property tax revenues between affected agencies resulting from said annexation to District.
  - (f) The reasons for this proposal are as follows:
    - (1) The District is empowered to and is engaged in providing sewerage facilities which can best serve the territory proposed to be annexed with sewage disposal service. Based on the information provided by the property owners, the District's sewerage facilities have or, in accordance with current policy, will have adequate capacity to collect, treat, and dispose of the wastewater anticipated to be generated on the subject property. Actual sewer hook-up will not be allowed until payment of the connection fee and shall be subject to all circumstances then existent including the availability of capacity. Disposal of the treated wastewater will be in accordance with waste discharge permits issued by the appropriate California Regional Water Quality Control Board.
    - (2) Said territory is proposed to be developed, and the property owners have requested in writing that the territory be provided with sewage disposal service.
    - (3) Said territory must be annexed to District before sewage disposal service is provided.
  - (g) This proposal is consistent with the sphere of influence of the District.
  - (h) In accordance with the requirements of California Health & Safety Code Section 4830, the territory subject to this annexation will benefit from the annexation.
  - (i) It is hereby requested that proceedings be taken for the change of organization proposed, according to the terms and conditions stated above and in a manner provided by the Cortese-Knox-Hertzberg Local Government Reorganization Act of 2000.
2. Said District consents to waiver of protest proceedings pursuant to Section 56663 of the Government Code.
  3. The Clerk of the District is hereby authorized and directed to file a certified copy of this resolution with the Executive Officer of the Local Agency Formation Commission of Los Angeles County.

RE: WASTEWATER MANAGEMENT  
DOUGLAS AVENUE TRUNK SEWER  
REHABILITATION - INSITUFORM  
TECHNOLOGIES, LLC - CONTRACT  
NO. 5560 - ACCEPTANCE OF THE WORK

Insituform Technologies, LLC, has completed the work in connection with Contract No. 5560 for construction of the *Douglas Avenue Trunk Sewer Rehabilitation* (Project) within the time allowed by the contract, and in accordance with its terms. This Project consisted of the rehabilitation of approximately 4,995 feet of existing

8-inch to 12 inch-diameter cracked vitrified clay pipe, corroded concrete pipe and appurtenant structures. The work was located within the City of Commerce and unincorporated Los Angeles County. Two change orders totaling \$33,938.98 were approved for this Project. A recommendation was made to accept this work.

The work in connection with Contract No. 5560, entered into by Insituform Technologies, LLC, on October 6, 2023, for construction of the *Douglas Avenue Trunk Sewer Rehabilitation*, was approved and accepted by this Board of Directors; the Chief Engineer and General Manager was directed to execute and record a Notice of Completion with respect to this work of improvement; and final payment of \$781,952.47 was authorized in accordance with the terms of the contract.

## REGULAR AGENDA

RE: WASTEWATER MANAGEMENT  
DISTRICT 22 TRUNK SEWERS GROUP 4  
REHABILITATION - AWARD CONTRACT  
NO. 5649 TO INSITUFORM TECHNOLOGIES,  
LLC - ORDER SECRETARY TO EXECUTE

The *District 22 Trunk Sewers Group 4 Rehabilitation* (Project) will consist of rehabilitation of approximately 21,303 feet of 10-inch to 24-inch-diameter corroded concrete pipe and cracked vitrified clay pipe and appurtenant structures that were constructed in the 1960s. The work is located in the cities of Azusa,

Covina, Pomona, San Dimas, West Covina, and unincorporated 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 August 20, 2024, for construction of the Project are as follows:

| <u>BIDDER</u>                           | <u>TOTAL BID</u> |
|---|------------------|
| Insituform Technologies, LLC            | \$5,593,455.00   |
| Southwest Pipeline and Trenchless Corp. | \$5,857,087.00   |
| Sancon Technologies, Inc.               | \$8,671,442.00   |

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 \$5,593,455. 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.

In response to Director Solis, Los Angeles County, the Chief Engineer and General Manager stated that, regarding sewer rehabilitation projects, the Districts has standard operating procedures to work with the local cities and submit a traffic plan. The Districts is cognizant of schools in the area, and their hours, and advises them of work to be done in advance. If there are issues, the Public Information Team is deployed.

Upon motion of Director Solis, duly seconded and unanimously carried by a roll-call vote, Contract No. 5649 for construction of the *District 22 Trunk Sewers Group 4 Rehabilitation* was awarded to the lowest, regular, responsible bidder, to wit: Insituform Technologies, LLC, at the unit prices stated in its bid amounting to approximately \$5,593,455. Furthermore, the Board of Directors of County Sanitation District No. 5649 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 - MARINA  
PUMPING PLANT NO. 2 SITE IMPROVEMENTS  
AWARD CONTRACT NO. 5648 TO HOUALLA  
ENTERPRISES, LTD. DBA - METRO BUILDERS  
& ENGINEERS GROUP, LTD. - ORDER  
SECRETARY TO EXECUTE

The *Marina Pumping Plant No. 2 Site Improvements* (Project) will repair and upgrade the existing pumping plant facility and includes construction of a new electrical building with upgraded electrical equipment; rehabilitation of the existing wetwell; replacement of outdated mechanical, electrical, and instrumentation systems; and other site improvements. The work is

located within the City of Long Beach as shown on the attached map. The bid summary/recommendation to award is attached. 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”) Sections 15301, 15302, and 15303. 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 August 27, 2024, for construction of the Project are as follows:

BIDDER

TOTAL BID

|  |                 |
|--|-----------------|
| Horizons Construction Company Internation, Inc.                      | \$4,574,215.00* |
| Houalla Enterprises, Ltd. DBA Metro Builders & Engineers Group, Ltd. | \$6,523,994.00  |
| Myers & Sons Construction, LLC                                       | \$6,764,975.00  |
| Shimmick Construction Company, Inc.                                  | \$8,900,000.00  |

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

The bid of Houalla Enterprises, Ltd. DBA Metro Builders & Engineers Group, Ltd., was the lowest responsive bid meeting District specifications received and that Houalla Enterprises, Ltd. DBA Metro Builders & Engineers Group, Ltd., was the lowest, regular, responsible bidder for the work, and a recommendation was made to award a contract to Houalla Enterprises, Ltd. DBA Metro Builders & Engineers Group, Ltd., at the unit prices stated in its bid amounting to approximately \$6,523,994. 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 Houalla Enterprises, Ltd. DBA Metro Builders & Engineers Group, Ltd., for construction of the Project.

Upon motion of Director Solis, duly seconded and unanimously carried by a roll-call vote, Contract No. 5648 for construction of the *Marina Pumping Plant No. 2 Site Improvements* was awarded to the lowest, regular, responsible bidder, to wit: Houalla Enterprises, Ltd. DBA Metro Builders & Engineers Group, Ltd., at the unit prices stated in its bid amounting to approximately \$6,523,994. 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 Houalla Enterprises, Ltd. DBA Metro Builders & Engineers Group, Ltd., for construction of the Project.

RE: WASTEWATER MANAGEMENT  
BURNER REPLACEMENT ON BOILER NO. 11  
AT THE A.K. WARREN WATER RESOURCE  
FACILITY - REPORT ON BIDS AND AWARD  
OF ORDER

On August 19, 2024, four bids were received at the District’s office for *Burner Replacement on Boiler No. 11 at the A.K. Warren Water Resource Facility* (Warren Facility). The Warren Facility has five boilers that produce steam used to heat anaerobic digesters. One of the existing boilers acting as the emergency backup,

Boiler No. 11, has a burner that is no longer compliant with the South Coast Air Quality Management District’s permitted NOx emissions limit and cannot be operated without violating the permit. The facility must maintain the operation of five boilers to heat anaerobic digesters to produce Class B biosolids in accordance with the Environmental Protection Agency Part 503 Biosolids Rule. A rental boiler was procured and installed to act as a temporary emergency backup while the burner on Boiler No. 11 is replaced. Upon approval of purchase order and installation of the new burner by McKenna Boiler Works, Inc., Boiler No. 11 will be placed back into service, and the rental boiler will be removed from the Warren Facility. The bid summary and recommendation to award was attached to the agenda. Staff has determined that the activities described herein are 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”) Section 15301. This item is consistent with the Districts’ Guiding Principle of commitment to operational excellence (protection to 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 award a purchase order to the low bidder, McKenna Boiler Works, Inc., in the amount of approximately \$179,000.

Upon motion of Director Solis, duly seconded and unanimously carried by a roll-call vote, the Purchasing Agent was authorized to issue a purchase order to the low bidder, McKenna Boiler Works, Inc., for *Burner Replacement on Boiler No. 11 at the A.K. Warren Water Resource Facility*, in the amount of approximately \$179,000, in accordance with the bids received August 19, 2024.

RE: FACILITIES PLANNING - EXAGRID  
COMPUTER STORAGE - HARDWARE  
AUTHORIZE ISSUANCE OF - PURCHASE  
ORDER TO NTH GENERATION

The Districts uses specialized computer hardware and software to backup agency data daily. The existing storage hardware provided by ExaGrid for data backup is nearly full and additional compatible storage capacity is needed. The purchase of additional ExaGrid hardware

is the most cost-effective storage solution and meets all Districts’ requirements. Staff recommends that the Districts utilize OMNIA Partners (OMNIA) cooperative purchasing agreements with Nth Generation to purchase the additional hardware. OMNIA provides nationally leveraged and competitively solicited purchasing contracts for the public sector. Purchasing the storage hardware through OMNIA is the most cost-effective means of purchase. This item is consistent with the Districts’ Guiding Principle of commitment to operational excellence

(protection of public health and 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 Nth Generation in the amount of approximately \$237,000 for the purchase of ExaGrid computer storage hardware.

Upon motion of Director Solis, duly seconded and unanimously carried by a roll-call vote, the Purchasing Agent was authorized to issue a purchase order to Nth Generation for the purchase of ExaGrid computer storage hardware, at a cost of approximately \$237,000.

RE: FACILITIES PLANNING - A.K. WARREN WATER RESOURCE FACILITY - SALT IMPACT STUDY IN SUPPORT OF PURE WATER SOUTHERN CALIFORNIA PROJECT AUTHORIZE ISSUANCE OF PURCHASE ORDER TO CAROLLO ENGINEERS, INC.

The Districts previously approved the *Regional Recycled Water Program Agreement* (Agreement) with Metropolitan Water District of Southern California (MWD) to jointly investigate production and distribution of purified water for the Pure Water Southern California (PWSC) project. Pursuant to the Agreement, additional studies necessary to assess economic and technical feasibility of

the project must be conducted by each party at their cost. The Districts is responsible for studies related to controlling various wastewater constituents to the maximum extent practicable. The amount of salty brine wastes discharged to the Districts' collection system from industry, oil producers, and groundwater treatment facilities will affect the design and operating cost of the full-scale PWSC facility. The proposed Salt Impact Study is needed to evaluate and quantify these impacts, and specialized consulting services are needed to perform this study. Proposals were solicited from 13 qualified consulting firms and 1 proposal was received from Carollo Engineers, Inc., (Carollo). Carollo is qualified to complete the proposed study and submitted a cost-effective proposal with hourly rates similar to those charged on previous competitively selected projects. This item is consistent with the Districts' Guiding Principle to maximize use of our assets and resources (recycled water, recyclables, and energy). A recommendation was made to authorize the Chief Engineer and General Manager, in his capacity as Purchasing Agent, to issue a purchase order to Carollo in the amount of approximately \$316,000 for the Warren Facility Salt Impact Study in support of the PWSC project.

Upon motion of Director Solis, duly seconded and unanimously carried by a roll-call vote, the Purchasing Agent was authorized to issue a purchase order to Carollo Engineers, Inc., for the A.K. Warren Water Resource Facility Salt Impact Study in support of the Pure Water Southern California project, at a cost of approximately \$316,000.

RE: WASTEWATER MANAGEMENT SAN JOSE CREEK WATER RECLAMATION PLANT MAINTENANCE BUILDING RESTROOMS AND LOCKER ROOMS RENOVATION - AUTHORIZE ISSUANCE OF PURCHASE ORDER TO MACKONE DEVELOPMENT, INC.

Renovation of the restrooms and locker rooms in the San Jose Creek Water Reclamation Plant (WRP) Maintenance Building are needed to resolve increasing maintenance issues associated with the facilities that have reached the end of their useful life. The restrooms and locker rooms in the San Jose Creek WRP Maintenance Building were constructed in 1970 and subsequently expanded in 1980. The San Jose Creek WRP Maintenance Building

Restrooms and Locker Rooms Renovation (Project) will include the demolition and replacement of lockers, bathroom fixtures, walls, and flooring, and replacement of existing showers and lighting/electrical fixtures. Work will also include the removal and replacement of existing Heating, Ventilation, and Air Conditioning (HVAC)/ventilation units. Pursuant to authority previously granted by the Board, the Project will be completed utilizing the Job Order Contracting program, which relies on pre-established, competitively-bid construction tasks that will accelerate project delivery and reduce administration and design costs. Staff has determined that the activities described herein are 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") 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). A recommendation was made to authorize the Chief Engineer and General Manager, in his capacity as Purchasing Agent, to issue a purchase order to Mackone Development, Inc., in the amount of approximately \$983,080 for the Project.

Upon motion of Director Solis, duly seconded and unanimously carried by a roll-call vote, the Purchasing Agent was authorized to issue a purchase order to Mackone Development, Inc., for the San Jose Creek Water Reclamation Plant Maintenance Building Restrooms and Locker Rooms renovation, at a cost of approximately \$983,080.

RE: FACILITIES PLANNING - RENEWAL OF CLOUD HOSTING SERVICES FOR E-BUSINESS SUITE, WORK AND ASSET MANAGEMENT, AND BUSINESS INTELLIGENCE SOFTWARE AUTHORIZE ISSUANCE OF PURCHASE ORDER TO ORACLE AMERICA, INC.

The Board previously approved a purchase order for Oracle America, Inc., (Oracle) to provide cloud hosting services for the E-Business Suite (EBS) and Work and Asset Management (WAM) business applications, which are used Districts-wide to manage human and financial resources and operational assets. Using Oracle to provide cloud hosting services is the most cost-

effective approach to ensure compatibility with and support of the existing EBS and WAM systems. In addition, new Business Intelligence (BI) software will be deployed this year to provide financial and human resources reports to help improve efficiency and inform decision-making. Oracle cloud hosting services are also required to support the implementation of the BI software. The Districts will only pay for actual usage under this renewal, and the total cost is based on average usage from the previous year plus the anticipated usage for the BI software and a reserve to cover usage fluctuations. This item is consistent with the Districts' Guiding Principles to provide reliable and responsible services with safety first; and commitment to fiscal responsibility and prudent financial stewardship. A recommendation was made to authorize the Chief Engineer and General Manager, in his capacity as Purchasing Agent, to issue a purchase order to Oracle in the amount of approximately \$1,005,000 for the renewal of cloud hosting services for EBS, WAM, and BI software for a one-year period.

Upon motion of Director Solis, duly seconded and unanimously carried by a roll-call vote, the Purchasing Agent was authorized to issue a purchase order to Oracle America, Inc., for the renewal of cloud hosting services for E-Business Suite, Work and Asset Management, and Business Intelligence software for a one-year period, at a cost of approximately \$1,005,000.

RE: TECHNICAL SERVICES - STORMWATER CAPTURE FACILITY AT CARRIAGE CREST PARK IN CITY OF CARSON - AMENDMENT NO. 2 TO O&M SUPPORT AGREEMENT STORMWATER CAPTURE FACILITY - CITY OF CARSON - CONTRACT NO. 5414B APPROVE AND SETTLEMENT AGREEMENT AND MUTUAL RELEASE - TETRA TECH, INC. CONTRACT NO. 5655 APPROVE AND AUTHORIZE ISSUANCE OF PURCHASE ORDER TO ACCO ENGINEERING SYSTEMS

The Districts has been assisting the City of Carson (City) with the design, construction, and operation of a Stormwater Capture Facility at Carriage Crest Park (Project) under a Stormwater Project Services Agreement (Project Agreement) and an Operation and Maintenance Support Agreement (O&M Agreement). In November 2022, a first amendment to the O&M Agreement was executed to extend the agreement's expiration date due to construction delays. The City has alleged that repair work is necessary to address errors and omissions in the design of the facility. To resolve this claim by the City, the design consultant, Tetra Tech, Inc., (Tetra Tech), will contribute

\$390,000 toward these repair costs via the *Settlement Agreement and Mutual Release* (Settlement Agreement) to resolve their liability on the Project. Under the proposed *Amendment No. 2 to O&M Support Agreement - Stormwater Capture Facility* (Amendment No. 2), the Districts will modify/repair the stormwater capture facility, complete the initial facility startup that was suspended due to flooding in late 2021/early 2022, and operate the facility for several months to demonstrate the adequacy of the modifications. Pursuant to authority previously granted by the Board, the majority of the proposed civil and mechanical modifications to make the project operational will be completed utilizing the Job Order Contracting Program, which relies on pre-established competitively-bid construction tasks that will accelerate project delivery and reduce administration and design costs and Districts forces will provide some additional support. To comply with the California Environmental Quality Act, a Negative Declaration was approved for the Project by the City of Carson on June 20, 2017. This item is consistent with the Districts' Guiding Principles to provide reliable and responsible services with safety first; to maximize use of our assets and resources (recycled water, recyclables, and energy); and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness). A recommendation was made to approve and order executed Amendment No. 2 with the City for the Project. Furthermore, a recommendation was made to approve and order executed a Settlement Agreement with Tetra Tech for the Project, and a recommendation was made to authorize the Chief Engineer and General Manager, in his capacity as Purchasing Agent, to issue a purchase order to ACCO Engineering Systems in the amount of approximately \$210,620 for the Project.

Upon motion of Director Solis, duly seconded and unanimously carried by a roll-call vote, an amendment to the agreement entered into with the City of Carson, Contract No. 5414 dated June 8, 2022, as amended June 30, 2022 (Contract No. 5414A) providing for modification/repair of the stormwater capture facility, complete the initial facility startup that was suspended due to flooding in late 2021/early 2022, and operate the facility for several months to demonstrate the adequacy of the modifications, as set forth therein, was approved. All the terms and conditions of the *Amendment No. 2 to O&M Support Agreement - Stormwater Capture Facility*, Contract No. 5414B, dated September 25, 2024, were accepted and approved, and the Chairperson and Secretary were authorized to execute the Amendment on behalf of the District. Furthermore, the Board of Directors of County Sanitation District No. 2 of Los Angeles County found and determined that it

would be to the advantage of the District to enter into a *Settlement Agreement and Mutual Release* with Tetra Tech, Inc., providing to contribute \$390,000 toward these repair costs to resolve their liability on the Stormwater Capture Facility at Carriage Crest Park, as set forth in the Agreement and under terms and conditions contained therein. All the terms and conditions of the *Settlement Agreement and Mutual Release*, Contract No. 5655, dated September 25, 2024, were accepted and approved, and the Chairperson and Secretary were authorized to execute the Agreement on behalf of the District. Also, the Purchasing Agent was authorized to issue a purchase order to ACCO Engineering Systems for the Stormwater Capture Facility at Carriage Crest Park in the City of Carson, at a cost of approximately \$210,620.

RE: SOLID WASTE MANAGEMENT  
WASTE DISPOSAL AND TRANSPORTATION  
SERVICES - WASTE DISPOSAL AGREEMENT  
USA WASTE OF CALIFORNIA, INC.  
CONTRACT NO. 5650 - PUENTE HILLS  
MATERIALS RECOVERY FACILITY AND  
SOUTH GATE TRANSFER STATION  
AGREEMENT FOR THE TRANSPORTATION  
OF WASTE - CUSTOM LUMBER DESIGNS  
AND ECOLOGY AUTO PARTS, INC.  
CONTRACT NOS. 5651 AND 5653 - A.K.  
WARREN WATER RESOURCE FACILITY  
AGREEMENT FOR THE TRANSPORTATION  
OF BIOSOLIDS - TCI ENVIRONMENTAL  
SERVICES INC. AND ECOLOGY AUTO  
PARTS, INC. - CONTRACT NOS. 5652 AND 5654  
APPROVE

The Districts' current agreement to dispose of Municipal Solid Waste (MSW) at Orange County landfills expires on June 30, 2025. A request for proposals (RFP) was issued and three proposals were received for landfill capacity. USA Waste of California, Inc., (Waste Management) submitted the highest-rank and lowest-cost proposal for using the El Sobrante Landfill in Riverside County. Under the proposed *Waste Disposal Agreement* (WDA), the Districts would commit to delivering all MSW from the Puente Hills Materials Recovery Facility (PHMRF) and the South Gate Transfer Station (SGTS), as well as waste generated at the A.K. Warren Water Resource Facility (Warren Facility), totaling approximately 425,000 tons per year. The WDA, effective July 1, 2025, would secure landfill capacity at an initial disposal rate of \$42 per ton for MSW and up to \$58.98 per ton (depending on the annual amount of tons) for the waste generated at the Warren Facility. Costs would adjust based on Consumer

Price Index (CPI). The initial duration of the WDA would be 5 years with options to extend for two additional 5-year terms for a total of 15 years. The average disposal cost is estimated to be approximately \$19,500,000 per year. A second RFP was issued for transportation of biosolids and waste. Four proposals were received. Custom Lumber Designs (CLD), Ecology Auto Parts, Inc., (Ecology), and TCI Environmental Services Inc. (TCI) provided the highest-ranked and lowest-cost proposals. Multiple contracts are proposed to minimize overall costs and ensure operational reliability. Per the RFP, the transportation agreements would become effective between January 1, 2025, and July 1, 2025. Initial durations would range from 60 to 66 months to support transitions between haulers and align the expiration dates. Each agreement would have the option to extend for two additional 2-year terms and provide for fuel price and CPI adjustments. All vehicles used for these agreements would be powered by near-zero-emission engines fueled by renewable natural gas, significantly reducing greenhouse gas emissions in Los Angeles County. The average cost for transportation services is estimated to be approximately \$13,200,000 per year. Staff has determined that the approval of these agreements does not constitute a "Project" under the California Environmental Quality Act (CEQA) pursuant to California Public Resources Code Section 21065 and Title 14 of the California Code of Regulations ("CEQA Guidelines") Section 15378." 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 approve and order executed Agreements with Waste Management for waste disposal and with CLD for 60 months and Ecology for 66 months for the transportation of waste collected at the PHMRF and the SGTS. Furthermore, a recommendation was made to approve and order executed Agreements with Ecology for 66 months and with TCI for 63 months for the transportation of biosolids generated at the Warren Facility.

Upon motion of Director Solis, duly seconded and unanimously carried by a roll-call vote, the Board of Directors of County Sanitation District No. 2 of Los Angeles County found and determined that it would be to the advantage of the District to enter into a *Waste Disposal Agreement* with USA Waste of California, Inc., providing for waste disposal, as set forth in the Agreement and under terms and conditions contained therein. All the terms and conditions of the *Waste Disposal Agreement*, Contract No. 5650, dated September 25, 2024, were accepted and approved, and the Chairperson and Secretary were authorized to execute the Agreement on behalf of the District. Additionally, it was found and determined that it would be to the advantage of the District to enter into an *Agreement for the Transportation of Waste* with Custom Lumber Designs and with Ecology Auto Parts, Inc., providing for transportation of waste at the Puente Hills Materials Recovery Facility and the South Gate Transfer Station for 60 months and 66 months, respectively, as set forth in the Agreements and under terms and conditions contained therein. All the terms and conditions of the *Agreement for the Transportation of Waste*, Contract Nos. 5651 and 5653, dated September 25, 2024, were accepted and approved, and the Chairperson and Secretary were authorized to execute the Agreements on behalf of the District. Furthermore, it was found and determined that it would be to the advantage of the District to enter into an *Agreement for the*



*Transportation of Biosolids* with Ecology Auto Parts, Inc., and with TCI Environmental Services Inc. providing for the transportation of biosolids generated at the A.K. Warren Water Resource Facility for 66 months and 63 months, respectively, as set forth in the Agreements and under terms and conditions contained therein. All the terms and conditions of the *Agreement for the Transportation of Biosolids*, Contract Nos. 5654 and 5652, dated September 25, 2024, were accepted and approved, and the Chairperson and Secretary were authorized to execute the Agreements on behalf of the District.

RE: SCHOLL CANYON LANDFILL  
CONFERENCE WITH LEGAL COUNSEL-  
POTENTIAL LITIGATION - DISCUSS

District Counsel advised that it would be in the interest of the District to meet in closed session pursuant to Section 54956.9(d)(4) of the California Government Code *Conference with Legal Counsel-Potential Litigation*

to confer on the matter regarding Scholl Canyon Landfill.

The Chairperson took the Board of Directors of County Sanitation District No. 2 of Los Angeles County into closed session at 1:54 p.m. pursuant to Section 54956.9(d)(4) of the California Government Code *Conference with Legal Counsel-Potential Litigation* to confer on the matter referred by District Counsel.

The Chairperson reconvened the meeting in regular session at 2:30 p.m. District Counsel advised that no action was taken of a nature that requires disclosure pursuant to Government Code Section 54957.1.

RE: PAUL BARRON V. COUNTY SANITATION  
DISTRICT NO. 2 OF LOS ANGELES COUNTY  
CONFERENCE WITH LEGAL COUNSEL-  
POTENTIAL LITIGATION - DISCUSS

District Counsel advised that it would be in the interest of the District to meet in closed session pursuant to Section 54956.9(d)(4) of the California Government Code *Conference with Legal Counsel-Potential Litigation* to confer on the matter regarding Paul Barron v. County

Sanitation District No. 2 of Los Angeles County.

The Chairperson took the Board of Directors of County Sanitation District No. 2 of Los Angeles County into closed session at 1:54 p.m. pursuant to Section 54956.9(d)(4) of the California Government Code *Conference with Legal Counsel-Potential Litigation* to confer on the matter referred by District Counsel.

The Chairperson reconvened the meeting in regular session at 2:30 p.m. District Counsel advised that no action was taken of a nature that requires disclosure pursuant to Government Code Section 54957.1.

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

ATTEST:

CATHY WARNER  
Chairperson

KIMBERLY S. CHRISTENSEN  
Secretary

/ee