



## **AGENDA**

### **REGULAR MEETING OF THE BOARD OF DIRECTORS LA PUENTE VALLEY COUNTY WATER DISTRICT 112 N. FIRST STREET, LA PUENTE, CALIFORNIA MONDAY, DECEMBER 10, 2018 AT 5:30 PM**

#### **1. CALL TO ORDER**

#### **2. PLEDGE OF ALLEGIANCE**

#### **3. OATH OF OFFICE**

Cesar J. Barajas

John P. Escalera

Henry P. Hernandez

#### **4. ROLL CALL OF BOARD OF DIRECTORS**

President Rojas\_\_\_\_ Vice President Escalera\_\_\_\_ Director Barajas\_\_\_\_

Director Hastings\_\_\_\_ Director Hernandez\_\_\_\_

#### **5. PUBLIC COMMENT**

Anyone wishing to discuss items on the agenda or pertaining to the District may do so now. The Board may allow additional input during the meeting. A five-minute limit on remarks is requested.

#### **6. ADOPTION OF AGENDA**

Each item on the Agenda shall be deemed to include an appropriate motion, resolution or ordinance to take action on any item. Materials related to an item on this agenda submitted after distribution of the agenda packet are available for public review at the District office, located at the address listed above.

#### **7. APPROVAL OF CONSENT CALENDAR**

There will be no separate discussion of Consent Calendar items as they are considered to be routine by the Board of Directors and will be adopted by one motion. If a member of the Board, staff, or public requests discussion on a particular item, that item will be removed from the Consent Calendar and considered separately.

A. Approval of Minutes of the Regular Meeting of the Board of Directors held on November 13, 2018.

B. Approval of Minutes of the Regular Meeting of the Board of Directors held on November 20, 2018.

C. Approval of District Expenses for the Month of November 2018.

- D. Approval of City of Industry Waterworks System Expenses for the Month of November 2018.
- E. Receive and File the District's Water Sales Report for November 2018.
- F. Receive and File the City of Industry Waterworks System's Water Sales Report for November 2018.
- G. Receive and File the Water Production and Conservation Report for November 2018.

## **8. ACTION/DISCUSSION ITEMS**

- A. Consideration of Rescheduling the December 24, 2018, Regular Board of Director's Meeting.

**Recommendation:** Reschedule the December 24, 2018, Regular Board Meeting to Tuesday, December 18, 2018, at 5:30 p.m.

- B. Consideration to Lease 500 Acre-Feet of Main San Gabriel Groundwater Production Rights to the Industry Public Utilities Commission.

**Recommendation:** Authorize the General Manager to Enter into a Lease Agreement with the Industry Public Utilities Commission for 500 Acre-Feet of 2018-19, Main San Gabriel Basin Groundwater Production Rights.

- C. Consideration to Lease 250 Acre-Feet of Groundwater Production Rights to San Gabriel County Water District.

**Recommendation:** Authorize the General Manager to Lease 250 Acre-Feet of 2018-19, Main San Gabriel Basin Groundwater Production Rights to San Gabriel County Water District.

- D. Consideration of Resolution No. 257, Honoring Director Charles "Charlie" Aguirre for His Seventeen Years of Service on the Board of Directors.

**Recommendation:** Approve Resolution No. 257.

- E. Consideration of Resolution No. 258, Honoring Rosa B. Ruehlman for Her Retirement from the District.

**Recommendation:** Approve Resolution No. 258.

## **9. WORKSHOP ON THE 2019 DISTRICT BUDGET**

## **10. GENERAL MANAGER'S REPORT**

## **11. OTHER ITEMS**

- A. Upcoming Events.
- B. Correspondence to the Board of Directors.

## **12. BOARD MEMBER COMMENTS**

- A. Report on Events Attended.
- B. Other Comments.

### **13. FUTURE AGENDA ITEMS**

### **14. ADJOURNMENT**

**POSTED:** Friday, December 7, 2018.

President William R. Rojas, Presiding.

Any qualified person with a disability may request a disability-related accommodation as needed to participate fully in this public meeting. In order to make such a request, please contact Mr. Greg Galindo, Board Secretary, at (626) 330-2126 in sufficient time prior to the meeting to make the necessary arrangements.

**Note:** Agenda materials are available for public inspection at the District office or visit the District's website at [www.lapuentewater.com](http://www.lapuentewater.com).



**MINUTES OF THE REGULAR MEETING OF  
THE BOARD OF DIRECTORS OF THE  
LA PUENTE VALLEY COUNTY WATER DISTRICT**

A regular meeting of the Board of Directors of the La Puente Valley County Water District was held on Tuesday, November 13, 2018, at 5:30 p.m. at the District office, 112 N. First St., La Puente, California.

**Meeting Called to Order:**

President Rojas called the meeting to order at 5:30 p.m.

**Pledge of Allegiance:**

President Rojas led the meeting in the Pledge of Allegiance.

**Directors Present:**

William Rojas, President; John Escalera, Vice President; Charles Aguirre, Director; David Hastings, Director and Henry Hernandez.

**Staff Present:**

Greg Galindo, General Manager; Gina Herrera, Office Manager; Roy Frausto, Engineering & Compliance Manager and Roland Trinh, District Counsel.

**Others Present:**

None

**Public Comment:**

None

**Adoption of Agenda:**

President Rojas asked for the approval of the Agenda.

Motion by President Rojas, seconded by Director Hernandez, that the Agenda be adopted as presented.

Motion was approved by the following vote:

Ayes: Rojas, Escalera, Aguirre, Hastings and Hernandez.

Nays: None.

**Consent Calendar:**

President Rojas asked for the approval of the Consent Calendar.

- A. Approval of the Minutes of the Regular Meeting of the Board of Directors held on October 8, 2018.
- B. Approval of the Minutes of the Special Meeting of the Board of Directors held on October 15, 2018.
- C. Approval of District Expenses for the Month of October 2018.
- D. Approval of City of Industry Waterworks System Expenses for the Month of October 2018.
- E. Receive and File the District's Water Sales Report for October 2018.
- F. Receive and File the City of Industry Waterworks System's Water Sales Report for October 2018.

**G.** Receive and File the Water Production Report for October 2018.

**H.** Receive and File the City of Industry Waterworks System First Quarter Report of FY2018-19.

Motion by Director Aguirre, seconded by President Rojas, to approve the Consent Calendar as presented.

Motion was approved by the following vote:

Ayes: Rojas, Escalera, Aguirre, Hastings and Hernandez.

Nays: None.

**Financial Reports:**

**A.** Summary of Cash and Investments as of September 30, 2018.

- Mr. Galindo provided a summary of the balances in each account provided in the Summary of Cash and Investments.

Motion by Vice President Escalera, seconded by Director Hastings, to receive and file the Summary of Cash and Investments as of September 30, 2018, as presented.

Motion was approved by the following vote:

Ayes: Rojas, Escalera, Aguirre, Hastings and Hernandez.

Nays: None.

**B.** Statement of the District's Revenues and Expenses as of September 30, 2018.

- Mrs. Herrera presented a summary of the Statement of Revenues and Expenses for the District and explained the budget to date balances for various accounts.

Motion by President Rojas, seconded by Director Hastings, to receive and file the Statement of the District's Revenues and Expenses as of September 30, 2018, as presented.

Motion was approved by the following vote:

Ayes: Rojas, Escalera, Aguirre, Hastings and Hernandez.

Nays: None.

**C.** Statement of the City of Industry Waterworks System's Revenues and Expenses as of September 30, 2018.

- Mrs. Herrera provided a summary of the Statement of Revenues and Expenses for the City of Industry Waterworks and explained the budget to date balances for various accounts.

Motion by Director Hastings, seconded by Director Aguirre, to receive and file the Statement of the City of Industry Waterworks System's Revenues and Expenses as of September 30, 2018, as presented.

Motion was approved by the following vote:

Ayes: Rojas, Escalera, Aguirre, Hastings and Hernandez.

Nays: None.

**Action/Discussion Items:**

**A.** Consideration of Rescheduling the November 26, 2018, Regular Board of Director's Meeting.

- Mr. Galindo stated that he and President Rojas would be attending the ACWA-JPIA Committee Meeting on this date and would like to reschedule the meeting.

After a brief discussion, motion by President Rojas, seconded by Vice President Escalera, to Reschedule the November 26, 2018, Regular Board of Director's Meeting to Tuesday, November 20, 2018.

Motion was approved by the following vote:

Ayes: Rojas, Escalera, Aguirre, Hastings and Hernandez.

Nays: None.

**B.** Discussion Regarding Schedule for the Regular and Special Board Meetings for the Remainder of 2018.

- Mr. Galindo discussed the schedule of Board events for the remainder of the calendar year.

- Mr. Galindo reported that the District recognized Holidays of Christmas and New Year's Day land on a Tuesday this year with Christmas Eve and New Year's Eve, which are not District Holidays, being on Mondays. Mr. Galindo stated that the District the Main Office may be closed depending on the number of employees that request a vacation day for Christmas Eve and New Year's Eve. He expects customer traffic at the main office to be very minimal on these days and does not foresee any major impacts to customers.

After some discussion amongst the Board members on the schedule and the Office potentially being closed, direction to staff was given but no formal action was taken.

#### C. Consideration of Los Angeles County Water Agency Mutual Assistance Agreement.

- Mr. Galindo summarized his Staff Report that was provided in the Board meeting agenda packet.
- Mr. Galindo added additional information regarding the emergency response training that the District staff recently received through the Public Water Agencies (PWAG) Emergency Response Coordination Program.
- Mr. Galindo reported that in June of 2017, the Board approved the Memorandum of Understanding Regarding Public Water Agencies Group (PWAG) Emergency Preparedness Coordinator Position, which committed the District to share the cost of an Emergency Response Coordinator with 16 other water agencies in Los Angeles County.
- Mr. Galindo summarized that the Mutual Aid Agreement will provide:
  - The water agencies that are involved in the Program with a means to receive mutual aid quickly following a localized or a more wide-spread catastrophic disaster or declared emergencies.
  - The resources to respond and recover more quickly from a disaster.
  - A mutual assistance program consistent with other statewide mutual aid programs and the Standardized Emergency Management System and the National Incident Management System.
  - A forum for developing and maintaining emergency contacts and relationships.
- He stated that by entering the Mutual Assistance Program, the District is not required to respond to other agencies emergencies. There is no immediate fiscal impact from entering this agreement, however any agency requesting assistance will reimburse the responding agency for personnel, equipment and material.

After some discussion, motion by President Rojas, seconded by Director Aguirre, to approve Los Angeles County Water Agency Mutual Assistance Agreement.

Motion was approved by the following vote:

Ayes: Rojas, Escalera, Aguirre, Hastings and Hernandez.

Nays: None.

#### D. Discussion on Water Quality at the District's Well Field.

- Mr. Galindo presented information on the recent water quality sampling results from the District's well field and provided an update on the discussions with the Cooperating Respondents on the next step forward in working toward adding Nitrate treatment and the District's treatment facility.
- Mr. Trinh provided a summary of the provisions in the 2017 BPOU Agreement related to Nitrate treatment.
- Mr. Galindo provided some additional information on various options the District has moving forward with nitrate treatment and stated that the options should be further discussed. He recommended that President Rojas form an ad hoc committee to deal with this matter.

After much discussion, President Rojas created an ad hoc committee and appointed Vice President Escalera and Director Hastings to the committee.

#### Engineering & Compliance Manager's Report

- Mr. Frausto provided additional information on several items included in his monthly report.

After discussion on a few of the items included in Mr. Frausto's report, motion by President Rojas, seconded by Director Aguirre, to receive and file the Engineering and Compliance Manager's Report as presented.

Motion was approved by the following vote:

Ayes: Rojas, Escalera, Aguirre, Hastings and Hernandez.

Nays: None.

### **General Manager's Report:**

- Mr. Galindo provided some information on LA County's Measure W and there was a discussion of some specifics of the new parcel tax.
- Mr. Galindo reported that he received positive feedback from the City of Industry on the District's performance in managing and operating the City's water system. He added that staff will be provided a tour of the City's water system to City staff in the coming week.

### **Other Items:**

#### **A. Upcoming Events.**

- Mrs. Herrera provided an update on upcoming events and verified with the Directors who will be planning on attending the next few events.
- She gave the Board information on the upcoming Christmas/Retirement Party.

#### **B. Correspondence to the Board of Directors.**

- Included in the Board Meeting Agenda Packet.

### **Attorney Comments:**

Mr. Trinh reported that after much deliberation and thought he has decided to resign his position at Lagerlof, Senecal, Gosney & Kruse LLP. His last meeting with the District will be the November 20, 2018 meeting. Mr. Trinh expressed his pleasure working with the Board and Staff and that he will miss everyone.

### **Board Member Comments:**

#### **A. Report on events attended.**

- President Rojas reported that he attended 2 events; SCWUA – Great California Shakeout and AWWA 2018 Annual Fall Conference.
- Vice President Escalera reported that he attended 2 events; SCWUA – Great California Shakeout and AWWA 2018 Annual Fall Conference.
- Director Aguirre reported that he attended 1 event; SCWUA – Great California Shakeout.
- Director Hernandez reported that he attended 1 event; SCWUA – Great California Shakeout.

#### **B. Other comments.**

- None

### **Future Agenda Items:**

No Future Agenda Items.

### **Adjournment:**

With no further business or comment, the meeting was adjourned at 6:38 p.m.

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William R. Rojas, President

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Greg B. Galindo, Secretary



**MINUTES OF THE REGULAR MEETING OF  
THE BOARD OF DIRECTORS OF THE  
LA PUENTE VALLEY COUNTY WATER DISTRICT**

A regular meeting of the Board of Directors of the La Puente Valley County Water District was held on Tuesday, November 20, 2018, at 5:30 p.m. at the District office, 112 N. First Street, La Puente, California.

**Meeting Called to Order:**

President Rojas called the meeting to order at 5:30 p.m.

**Pledge of Allegiance:**

President Rojas led the meeting in the Pledge of Allegiance.

**Directors Present:**

William Rojas, President; John Escalera, Vice President; Charles Aguirre, Director, David Hastings, Director; and Henry Hernandez, Director.

**Staff Present:**

Greg Galindo, General Manager; Gina Herrera, Office Manager; Roy Frausto, Engineering and Compliance Manager and Roland Trinh, District Counsel.

**Others Present:**

- None

**Public Comment:**

- None

**Adoption of Agenda:**

President Rojas asked for the approval of the Agenda.

Motion by Director Aguirre, seconded by Vice President Escalera, that the Agenda be adopted as presented.

Motion was approved by the following vote:

Ayes: Rojas, Escalera, Aguirre, Hastings and Hernandez.

Nays: None.

**Financial Reports:**

**A. Summary of Cash and Investments as of October 31, 2018.**

- Mr. Galindo provided a summary of the balances in each account provided in the Summary of Cash and Investments as of October 31, 2018.

Motion by President Rojas, seconded by Director Hastings, to receive and file the Summary of Cash and Investments as of October 31, 2018, as presented.

Motion was approved by the following vote:

Ayes: Rojas, Escalera, Aguirre, Hastings and Hernandez.

Nays: None.



**B. Statement of the District's Revenues and Expenses as of October 31, 2018.**

- Mrs. Herrera provided a summary of the Statement of Revenues and Expenses for the District and explained the budget to date balances for various accounts.

Motion by Vice President Escalera, seconded by Director Hernandez, to receive and file the Statement of the District's Revenues and Expenses as of October 31, 2018, as presented.

Motion was approved by the following vote:

Ayes: Rojas, Escalera, Aguirre, Hastings and Hernandez.

Nays: None.

**C. Statement of the City of Industry Waterworks System's Revenues and Expenses as of October 31, 2018.**

- Mrs. Herrera provided a summary of the Statement of Revenues and Expenses for the City of Industry Waterworks System and explained the budget to date balances for various accounts.

Motion by President Rojas, seconded by Director Hastings, to receive and file the Statement of the City of Industry Waterworks System's Revenues and Expenses as of October 31, 2018, as presented.

Motion was approved by the following vote:

Ayes: Rojas, Escalera, Aguirre, Hastings and Hernandez.

Nays: None.

**Action/Discussion Items:****A. Consideration of Resolution No. 256 Amending the District's Rules and Regulations Governing Water Service as to Miscellaneous Administrative Fees.**

- Mr. Galindo summarized his Staff Report on this item that was provided in the Board Meeting Agenda packet.
- Mr. Galindo stated that the main reason to update the Rules and Regulations is to update the information related to the newly adopted water rates, the new capacity charge for new water system connections and for miscellaneous fees.
- Mr. Galindo presented a summary of the calculation of the District's fees and charges that are established and are designed to recover the cost of services from customers who request the service or are the beneficiary of a certain service, such as service sign up, bill late charge, meter tests, reconnection fee, and fire flow tests. He stated these charges are used when the customer is readily identified, the cost for the service can be accurately determined and, in some cases, to discourage certain behavior. He added that cost for these services is not recovered by the standard service charge or commodity rates.
- Mr. Galindo also presented a table that depicted the difference between the current miscellaneous fees and charges and the proposed new fees and charges that are based on the calculated cost to the District.
- There was a discussion amongst the Directors related to some proposed miscellaneous fees such as disconnection processing fee and the reconnection fee.
- There were several questions from the Directors related to when certain fees are charged and what effort it takes by staff.
- Mr. Galindo added that in 2019, the Rules and Regulations will require another revision to include the new discontinuance of water service policy required by the new California law established by SB 998.
- Mr. Galindo also presented the Rules and Regulations document with the specific revisions that were being proposed.

After additional discussion, it was motioned by President Rojas, seconded by Director Aguirre, to approve Resolution No. 256, amending the District's Rules and Regulations Governing Water Service as to Miscellaneous Administrative Fees.

Motion was approved by the following vote:

Ayes: Rojas, Escalera, Aguirre, Hastings and Hernandez.

Nays: None.

**B. Consideration of an Agreement for On-Call Water System Contractor Services with Doty Bros. Construction Company.**

- Mr. Frausto summarized his Staff Report that was provided in the Board Meeting Agenda packet.
- Mr. Frausto provided some additional information on the reasoning that staff is recommending this type of agreement.
- Mr. Frausto and Mr. Galindo provided some examples of how this type of arrangement would benefit the District, which includes small capital improvement work.
- Mr. Galindo also provided information on the limitations the District has in the number field staff has to respond to more than one leak at a time or to respond to a large leak event that requires an extensive waterline shut-down. He added that it would be a significant benefit to the District to have a contractor that we are familiar to rely upon, when our District staff resources are not limited.

After much discussion, it was motioned by Director Hastings, seconded by President Rojas, to authorize the General Manager to enter into an Agreement with Doty Bros. Construction Company for On-Call Water System Contractor Services, Contingent on District Counsel's Approval of the Agreement.

Motion was approved by the following vote:

Ayes: Rojas, Escalera, Aguirre, Hastings and Hernandez.

Nays: None.

**General Manager's Report:**

- Mr. Galindo reported on Main San Gabriel Groundwater Basin condition. There was some discussion amongst the Directors and staff regarding the current state of the basin and the need for basin producers to pursue solutions to declining basin water levels.
- Mr. Galindo expressed his sincere appreciation for District Counsel, Mr. Trinh's work for the District and his guidance and his friendship over the last five years.
- Mr. Galindo also expressed his sincere gratitude to Director Charlie Aguirre for his years of service to the District and for his exemplary leadership over the years. Mr. Galindo stated that he will be missed immensely.

**Other Items:**

**A. Upcoming Events.**

- Mrs. Herrera provided an update on the remaining events in 2018. She confirmed with the Directors their plans to attend each of the next few events.

**B. Correspondence to the Board of Directors.**

- Included in the Board Meeting Agenda Packet.

**Attorney's Comments:**

- Mr. Trinh stated that his time as District Counsel has been very meaningful and that he appreciates the relationships he has made at the District. He stated that his experience at the District has really helped him develop as an attorney. He added that he is very grateful for his time at the District and thanked all the Directors and staff.

**Board Member's Comments:**

**A. Report on Events Attended.**

- President Rojas reported that he attended 2 events; SGVWA – Quarterly Meeting and SCWUA – Doctors of Water & Life Members.
- Vice President Escalera reported that he attended 2 events; SGVWA – Quarterly Meeting and SCWUA – Doctors of Water & Life Members.

- Director Aguirre reported that he attended 1 event; SCWUA – Doctors of Water & Life Members.
- Director Hastings reported that he attended 2 events; SGVWA – Quarterly Meeting and SCWUA – Doctors of Water & Life Members.

**B. Other comments.**

- Vice President Escalera thanked Mr. Trinh for his service to the District. Mr. Escalera also thanked Director Aguirre for dragging him into politics over twenty years ago. He thanks Mr. Aguirre for his service to the District and for his friendship over years and that he will be missed.
- Director Hastings thanked Mr. Trinh for his service to the District and the community of La Puente. Mr. Hastings also thanked Director Aguirre for his service and he will miss serving with him on the Board.
- Director Hernandez thanked Mr. Trinh for his service to the District and for his expertise and that he will be missed. Mr. Hernandez also thanked Director Aguirre for his service to the District. He stated that he grew up working with Charlie for a long time, starting on the planning commission. He added he will miss serving with him.
- President Rojas thanked Mr. Trinh for his service to the District and for the time they have spent together over the last five years. He stated that he believes that the Board, Staff and Counsel worked like a finely tuned machine, because they all wanted to work together. Mr. Rojas also thanked Director Aguirre for all that he has done for the District and for him. He stated that Charlie has been instrumental in many key accomplishments of District over the years. He added that he will miss serving with Mr. Aguirre.
- Director Aguirre thanked everyone and that he loved working with everyone. He thanked Mr. Escalera for his friendship and that he will really miss serving with him on the Board. He thanked all the Directors and staff for their work and friendship. He added that he will miss everyone.

**Future Agenda Items:**

No future items.

**Adjournment:**

With no further business or comment, the meeting was adjourned at 6:32 p.m.

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William R. Rojas, President

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Greg B. Galindo, Secretary

## La Puente Water District November 2018 Disbursements

Check #	Payee	Amount	Description
6204	CCSInteractive	\$ 54.40	Website Hosting
6205	Chevron	\$ 3,329.08	Truck Fuel
6206	Collicutt Energy Services Inc	\$ 601.25	Generator Maintenance
6207	Doty Bros Equipment Co	\$ 8,077.00	Patchwork
6208	Dragon Fire Protection	\$ 249.14	Fire Extinguisher Maintenance
6209	Eurofins Eaton Analytical Inc	\$ 80.00	Water Sampling
6210	Ferguson Enterprises Inc #1350	\$ 32.49	Field Supplies
6211	Ferguson Waterworks	\$ 6,016.41	Del Valle Housing Project
6212	Highroad IT	\$ 402.00	Technical Support
6213	Hunter Electric	\$ 13,987.65	Banbridge Pump Station Project
6214	Industry Public Utilites	\$ 49,324.89	Web Payments October 2018
6215	Lagerlof, Senecal, Gosney & Kruse	\$ 6,406.09	Attorney Fee's
6216	Merritt's Hardware	\$ 167.17	Field Supplies
6217	O'Reilly Auto Parts	\$ 208.96	Truck Maintenance
6218	S & J Supply Co Inc	\$ 1,013.27	Field Supplies - Inventory
6219	SC Edison	\$ 6,023.99	Power Expense
6220	Sunbelt Rentals	\$ 203.60	Equipment Rental
6221	Time Warner Cable	\$ 279.89	Telephone Service
6222	Underground Service Alert	\$ 57.80	Line Notifications
6223	Vulcan Materials Company	\$ 691.20	Field Supplies - Asphalt
6224	Weck Laboratories Inc	\$ 296.00	Water Sampling
6225	Western Water Works	\$ 1,637.24	Field Supplies - Inventory
6226	Eurofins Eaton Analytical Inc	\$ 240.00	Water Sampling
6227	Grainger Inc	\$ 146.60	Field Supplies
6228	Hach Company	\$ 573.77	Field Supplies - Compliance
6229	Locus Technology	\$ 1,512.00	Technical Support
6230	Merritt's Hardware	\$ 504.75	Field Supplies
6231	Northstar Chemical	\$ 9,814.73	Chemicals Expense
6232	Platinum Consulting Group	\$ 1,381.75	Administrative Support
6233	Sterling Water Technologies	\$ 1,810.10	Chemicals Expense
6234	Trojan UV	\$ 45,319.05	Quarterly Service Contract
6235	Verizon Wireless	\$ 76.02	Cellular Service
6236	Weck Laboratories Inc	\$ 2,325.50	Water Sampling
6237	Weck Laboratories Inc	\$ 2,295.75	Water Sampling
6238	Weck Laboratories Inc	\$ 775.75	Water Sampling
6239	Time Warner Cable	\$ 568.49	Telephone Service
6240	Waste Management of SG Valley	\$ 198.37	Trash Service
6241	Answering Service Care	\$ 152.25	Answering Service
6242	Coverall North America Inc	\$ 255.00	Cleaning Service
6243	Eurofins Eaton Analytical Inc	\$ 160.00	Water Sampling
6244	Industry Tire Service Inc	\$ 403.77	Truck Maintenance
6245	InfoSend	\$ 876.93	Billing Expense
6246	Platinum Consulting Group	\$ 1,970.27	Administrative Support
6247	San Gabriel Valley Water Company	\$ 192.33	Restroom Service @ Treatment Plant
6248	SC Edison	\$ 105.56	Power Expense

## La Puente Water District November 2018 Disbursements - continued

Check #	Payee	Amount	Description
6249	Time Warner Cable	\$ 301.08	Telephone Service
6250	USA BlueBook	\$ 513.85	Developer Project Expense
6251	Valley Vista Services	\$ 314.72	Trash Service
6252	Vulcan Materials Company	\$ 344.13	Field Supplies - Asphalt
6253	Weck Laboratories Inc	\$ 230.00	Water Sampling
6254	Western Water Works	\$ 3,060.53	Field Supplies - Inventory
6255	So Cal Water Utilities Association	\$ 150.00	Seminar Expense
6256	ACWA/JPIA	\$ 31,327.59	Health Benefits
6257	Cell Business Equipment	\$ 33.85	Office Expense
6258	Citi Cards	\$ 3,520.17	Conference & Administrative Expenses
6259	County Sanitation Dists of LA County	\$ 3,777.34	Refuse Fee's
6260	Eurofins Eaton Analytical Inc	\$ 160.00	Water Sampling
6261	Ferguson Waterworks	\$ 10,787.31	Del Valle Housing Project
6262	Hach Company	\$ 3,068.03	Field Supplies - Compliance
6263	Hunter Electric	\$ 4,640.82	Building Maintenance
6264	Industry Tire Service Inc	\$ 25.00	Truck Maintenance
6265	J. G. Tucker & Son Inc	\$ 247.75	Field Supplies
6266	Jack Henry & Associates	\$ 41.13	Web E-Check Fee's
6267	Lincoln National Life Insurance Company	\$ 643.89	Disability Insurance
6268	Platinum Consulting Group	\$ 1,598.85	Administrative Support
6269	Premier Access Insurance Co	\$ 3,055.16	Dental Insurance
6270	Raftelis Financial Consultants	\$ 1,251.05	Water Rate Study
6271	Verizon Wireless	\$ 76.12	Cellular Service
6272	Weck Laboratories Inc	\$ 141.00	Water Sampling
6273	Staples	\$ 135.48	Office Supplies
6274	SC Edison	\$ 25,471.45	Power Expense
6276	William D Clark	\$ 214.61	Clothing Allowance Reimbursement
6277	SC Edison	\$ 2,821.91	Power Expense
6278	So Cal Industries	\$ 141.00	Restroom Service @ Treatment Plant
6279	Verizon Wireless	\$ 76.02	Cellular Service
6280	MetLife	\$ 298.11	Life Insurance
6281	Industry Hills Expo Center	\$ 225.76	Administrative Expense
6282	National Auto Fleet Group	\$ 28,285.53	Truck Expense
6283	Buckboard BBQ & Catering	\$ 152.53	Staff Training Expense
6284	Petty Cash	\$ 81.84	Office/Field Expense
Online	Home Depot	\$ 265.13	Field Supplies
Autodeduct	Bluefin Payment Systems	\$ 880.35	Web Merchant Fee's
Autodeduct	Wells Fargo	\$ 297.23	Bank Fee's
Autodeduct	Wells Fargo	\$ 173.12	Merchant Fee's
Autodeduct	First Data Global Leasing	\$ 43.80	Credit Card Machine Lease
Online	Lincoln Financial Group	\$ 3,894.00	Deferred Compensation
Online	CalPERS	\$ 12,775.49	Retirement Program
Online	Employment Development Dept	\$ 4,062.80	California State & Unemployment Taxes
Online	United States Treasury	\$ 23,209.22	Federal, Social Security & Medicare Taxes
<b>Total Vendor Payables</b>		<b>\$ 343,613.01</b>	

**La Puente Valley County Water District**  
**Payroll Summary**  
**November 2018**

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**November 2018**

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Employee Wages, Taxes and Adjustments	
Gross Pay	
Total Gross Pay	105,375.19
Deductions from Gross Pay	
457b Plan Employee	-3,894.00
Adjusted Gross Pay	100,329.59
Taxes Withheld	
Federal Withholding	-8,683.00
Medicare Employee	-1,530.44
Social Security Employee	-5,732.67
CA - Withholding	-4,062.33
Medicare Employee Addl Tax	0.00
Total Taxes Withheld	-20,008.44
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<b>Net Pay</b>	<b>80,321.15</b>
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Employer Taxes and Contributions	
Total Employer Taxes and Contributions	7,434.58
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## La Puente Water District November 2018 Disbursements

Total Vendor Payables	<u>\$ 343,613.01</u>
Total Payroll	<u>\$ 80,321.15</u>
Total November 2018 Disbursements	<u>\$ 423,934.16</u>

# Invoice No. 4- 2018-11

December 1, 2018

BPOU Project Committee Members



RE: BPOU O & M Expense Reimbursement Summary

The following cost breakdown represents O & M expenses incurred by the LPVCWD for the month of November 2018.

<u>BPOU Acct No.</u>	<u>Description</u>	<u>Invoice No.</u>	<u>Vendor</u>	<u>Amount</u>	<u>Subtotal</u>
LP.02.01.01.00	Power	2-15-629-6188	SC Edison	\$ 12,651.73	
		2-03-187-2179	SC Edison	\$ 12,819.72	\$ 25,471.45
LP.02.01.02.00	Labor Costs	Nov-18	LPVCWD	\$ 23,411.69	\$ 23,411.69
LP.02.01.05.00	Transportation	Nov-18	LPVCWD - 1609 miles @ .545	\$ 876.91	\$ 876.91
LP .02.01.07.00	Water Testing	L0421531	Eurofins	\$ 120.00	
		L0422969	Eurofins	\$ 80.00	
		L0423959	Eurofins	\$ 80.00	
		L0424637	Eurofins	\$ 80.00	
		W8K0155	Weck Labs	\$ 210.75	
		W8K0261	Weck Labs	\$ 56.00	
		W8K0344	Weck Labs	\$ 67.00	
		W8K0365	Weck Labs	\$ 1,753.00	
		W8K0369	Weck Labs	\$ 200.00	
		W8K0385	Weck Labs	\$ 200.00	
		W8K0442	Weck Labs	\$ 204.00	
		W8K0846	Weck Labs	\$ 56.00	
		W8K0847	Weck Labs	\$ 169.00	
		W8K0849	Weck Labs	\$ 18.50	
		W8K0947	Weck Labs	\$ 472.00	
		W8K0948	Weck Labs	\$ 200.00	
		W8K1241	Weck Labs	\$ 33.50	
		W8K1256	Weck Labs	\$ 56.00	
		W8K1257	Weck Labs	\$ 210.75	
		W8K1518	Weck Labs	\$ 169.00	
		W8K1571	Weck Labs	\$ 210.75	
		W8K1579	Weck Labs	\$ 316.50	
		W8K1580	Weck Labs	\$ 210.75	\$ 5,173.50
LP.02.01.09.01	Permits/Renewals	WD-0143047	SWRCB	\$ 13,065.00	
		WD-0143632	SWRCB	\$ 550.00	\$ 13,615.00
LP.02.01.10.00	Operations Monitoring	9462; 11/18	Spectrum Business	\$ 268.49	
		2906; 11/18	Spectrum Business	\$ 300.00	
		9818455525	Verizon	\$ 76.02	\$ 644.51
<u>LP.02.01.12.00</u>	<u>Materials/Supplies</u>				
LP.02.01.12.05	Hydrogen Peroxide	135398	Northstar Chemical	\$ 2,920.89	\$ 2,920.89
LP.02.01.12.06	Sodium Hypochlorite	134718	Northstar Chemical	\$ 1,842.45	
		134738	Northstar Chemical	\$ 1,919.89	\$ 3,762.34
LP.02.01.12.11	Sodium Hydroxide	134389	Northstar Chemical	\$ 1,377.76	\$ 1,377.76
LP.02.01.12.15	Other Expendables	11188939	Hach	\$ 3,068.02	
		9513660	Home Depot	\$ 30.58	
		6533680	Home Depot	\$ 10.93	
		108578	Merritt's	\$ 34.93	
		108702	Merritt's	\$ 162.15	
		108770	Merritt's	\$ 4.37	
		108860	Merritt's	\$ 22.93	
		100414	Peck Road Gravel	\$ 169.18	\$ 3,503.09
LP.02.01.12.17	Sulfuric Acid	135399	Northstar Chemical	\$ 2,093.50	\$ 2,093.50
LP.02.01.12.18	Ion Exchange Resin	903762746	EVOQUA	\$ 89,200.67	\$ 89,200.67
LP.02.01.14.00	Repair/Replacement	152182287	Konecranes	\$ 329.00	\$ 329.00
LP.02.01.80.00	Other O & M	20212	Highroad IT	\$ 134.00	
		14588	NuConcepts	\$ 113.28	
		Credit	Platinum Consulting Group	\$ (1,499.27)	
		353056	So Cal Industries	\$ 141.00	
		0471218-2519-5	Waste Management	\$ 198.37	\$ (912.62)
			Total Expenditures	\$ 171,467.69	
			District Pumping Cost Deduction	\$ 13,850.41	
			<b>Total O &amp; M</b>	<b>\$ 157,617.28</b>	
			Total Capital Cost Reimbursable	\$ -	
			<b>Total Cost Reimbursable</b>	<b>\$ 157,617.28</b>	

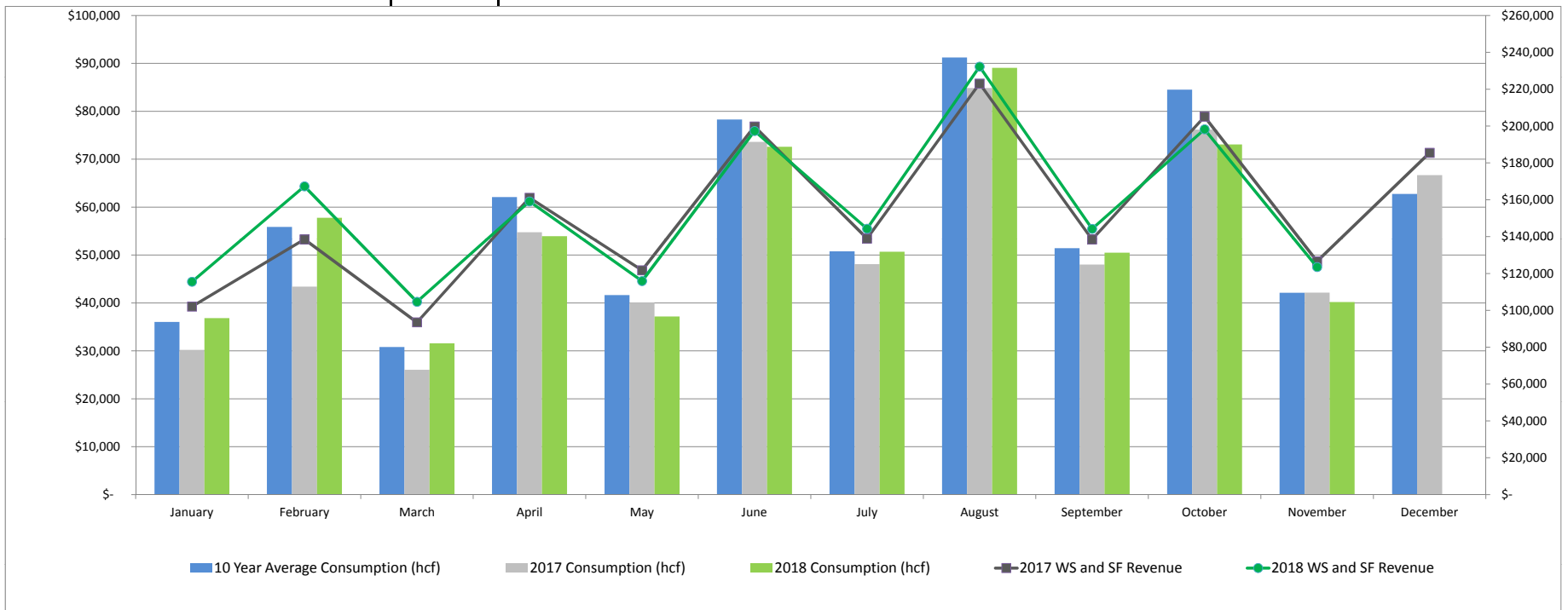


## Industry Public Utilities November 2018 Disbursements

Check #	Payee	Amount	Description
3284	CCSInteractive	\$ 13.60	Monthly Website Hosting
3285	Doty Bros Equipment Co	\$ 3,652.00	Patchwork
3286	Dragon Fire Protection	\$ 130.28	Fire Extinguisher Maintenance
3287	Highroad IT	\$ 268.00	Technical Support
3288	Lagerlof, Senecal, Gosney & Kruse	\$ 174.00	Attorney Fee's
3289	O'Reilly Auto Parts	\$ 27.37	Truck Maintenance
3290	Resource Building Materials	\$ 5.98	Field Supplies
3291	SC Edison	\$ 1,453.64	Power Expense
3292	Time Warner Cable	\$ 51.77	Telephone Service
3293	Time Warner Cable	\$ 279.88	Telephone Service
3294	Trench Shoring	\$ 439.50	Equipment Rental
3295	Underground Service Alert	\$ 57.80	Line Notifications
3296	Vulcan Materials Company	\$ 691.19	Field Expense - Asphalt
3297	Weck Laboratories Inc	\$ 215.00	Water Sampling
3298	Western Water Works	\$ 76.76	Developer Project Expense
3299	Merritt's Hardware	\$ 83.38	Field Supplies
3300	Answering Service Care	\$ 152.24	Answering Service
3301	Collicutt Energy Services Inc	\$ 120.00	Generator Maintenance
3302	Ferguson Waterworks	\$ 934.35	Developer Project Expense
3303	Hunter Electric	\$ 237.00	Facilities Maintenance
3304	InfoSend	\$ 666.10	Billing Expense
3305	La Puente Valley County Water District	\$ 61,760.09	Labor Costs October 2018
3306	Platinum Consulting Group	\$ 1,809.22	Administrative Support
3307	Resource Building Materials	\$ 29.50	Field Supplies
3308	SoCal Gas	\$ 14.60	Gas Expense
3309	Vulcan Materials Company	\$ 344.13	Field Expense - Asphalt
3310	Weck Laboratories Inc	\$ 230.00	Water Sampling
3311	Cell Business Equipment	\$ 33.84	Office Expense
3312	Citi Cards	\$ 195.00	Software Expense
3313	County of LA-Auditor Controller	\$ 37.40	Pipeline Rental Fee
3314	Industry Public Utility Commission	\$ 968.16	Industry Hills Power Expense
3315	J.G. Tucker & Son Inc	\$ 247.74	Field Supplies
3316	Jack Henry & Associates	\$ 46.12	Web E-Check Fee's
3317	La Puente Valley County Water District	\$ 588.78	Web CC & Bank Fee's Reimbursement
3318	Platinum Consulting Group	\$ 227.10	Administrative Support
3319	S & J Supply Co Inc	\$ 1,512.08	Developer Project Expense
3320	San Gabriel Valley Water Company	\$ 1,765.66	Purchased Water - Salt Lake
3321	SC Edison	\$ 7,038.71	Power Expense
3322	Staples	\$ 129.77	Office Supplies
3323	Sunbelt Rentals	\$ 225.50	Equipment Rental
3324	Trench Plate Rental Co	\$ 435.80	Equipment Rental
3325	Verizon Wireless	\$ 76.12	Cellular Service
3326	Weck Laboratories Inc	\$ 211.50	Water Sampling
3327	Wells Tapping Service	\$ 350.00	Developer Project Expense
3328	SoCal Gas	\$ 15.78	Gas Expense
Online	Home Depot Credit Services	\$ 71.69	Field Supplies
Online	County of LA Dept of Public Works	\$ 2,140.00	Permit Fee's
Autodeduct	Wells Fargo Merchant Fee's	\$ 103.18	Merchant Fee's
Autodeduct	First Data Global Leasing	\$ 43.80	Credit Card Machine Lease - Monthly
<b>Total November 2018 Disbursements</b>		<b>\$ 90,381.11</b>	

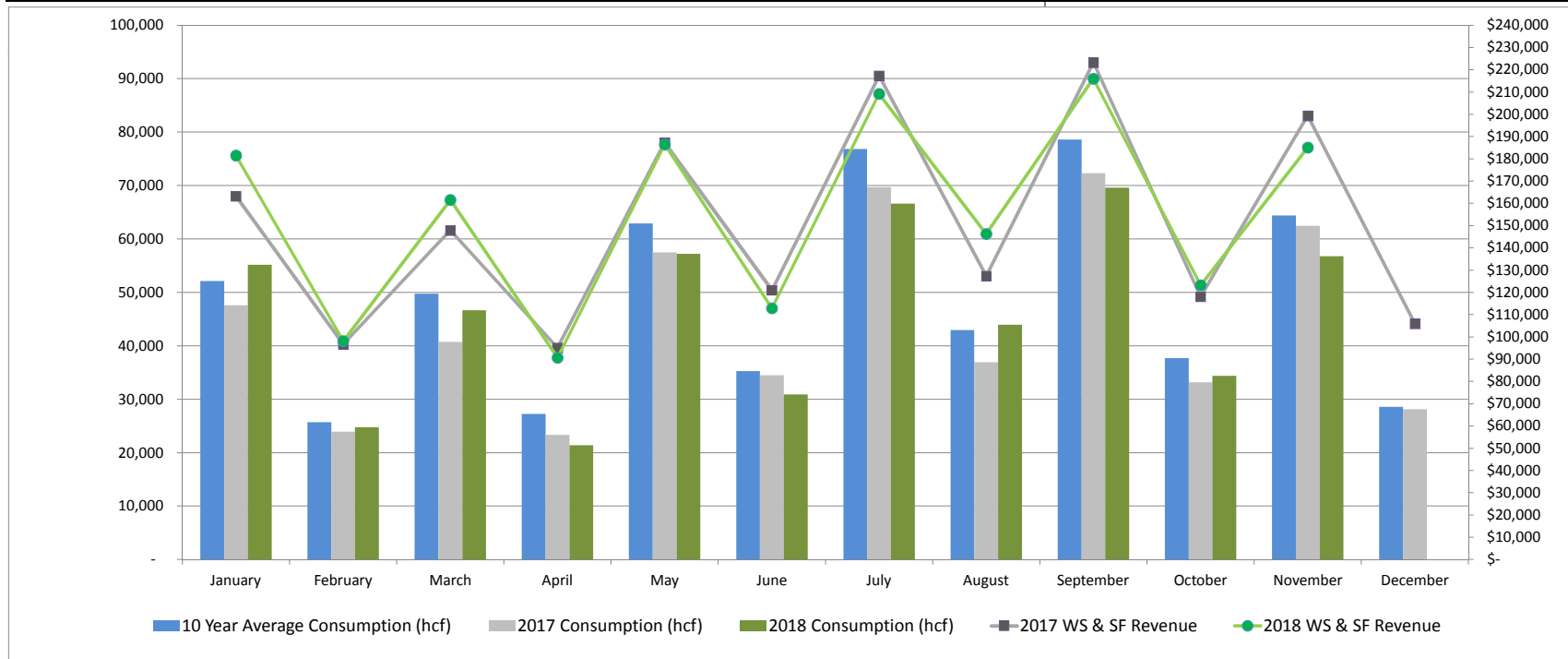
WATER SALES REPORT LPVCWD 2018

LPVCWD	January	February	March	April	May	June	July	August	September	October	November	December	YTD
No. of Customers	1,187	1,218	1,188	1,217	1,187	1,221	1,203	1,222	1,204	1,221	1,211	-	13,279
2018 Consumption (hcf)	36,839	57,769	31,582	53,940	37,166	72,607	50,689	89,071	50,507	73,082	40,207	-	593,459
2017 Consumption (hcf)	30,207	43,404	26,046	54,765	40,068	73,619	48,095	84,860	48,029	76,182	42,166	66,673	634,114
10 Year Average Consumption (hcf)	\$ 36,050	\$ 55,866	\$ 30,802	\$ 62,113	\$ 41,650	\$ 78,283	\$ 50,788	\$ 91,226	\$ 51,439	\$ 84,521	42,118	\$ 62,759	687,613
2018 Water Sales	\$ 69,913	\$ 112,965	\$ 58,990	\$ 104,919	\$ 70,362	\$ 143,162	\$ 98,276	\$ 177,901	\$ 97,825	\$ 144,055	\$ 76,825	\$ -	\$ 1,155,193
2017 Water Sales	\$ 56,237	\$ 83,965	\$ 47,979	\$ 106,562	\$ 76,176	\$ 145,325	\$ 93,326	\$ 168,492	\$ 92,909	\$ 150,737	80,914	\$ 130,894	\$ 1,233,515
2018 Service Fees	\$ 45,632	\$ 54,334	\$ 45,639	\$ 54,197	\$ 45,559	\$ 54,170	\$ 46,022	\$ 54,374	\$ 46,411	\$ 54,214	\$ 46,683	\$ -	\$ 547,236
2017 Service Fees	\$ 45,815	\$ 54,553	\$ 45,542	\$ 54,533	\$ 45,577	\$ 54,454	\$ 45,633	\$ 54,565	\$ 45,587	\$ 54,372	\$ 45,684	\$ 54,581	\$ 600,896
2018 Hyd Fees	\$ 950	\$ 950	\$ 950	\$ 950	\$ 950	\$ 950	\$ 950	\$ 950	\$ 950	\$ 950	\$ 950	\$ -	\$ 10,450
2018 DC Fees	\$ 380	\$ 7,014	\$ 380	\$ 7,011	\$ 380	\$ 7,185	\$ 380	\$ 7,185	\$ 380	\$ 7,249	\$ 380	\$ -	\$ 37,924
2018 System Revenue	\$ 116,875	\$ 175,262	\$ 105,960	\$ 167,077	\$ 117,250	\$ 205,467	\$ 145,629	\$ 240,411	\$ 145,566	\$ 206,467	\$ 124,838	\$ -	\$ 1,750,803



**WATER SALES REPORT CIWS 2018**

<u>CIWS</u>	January	February	March	April	May	June	July	August	September	October	November	December	YTD
<b>No. of Customers</b>	961	847	963	848	965	850	959	891	962	892	<b>958</b>	-	<b>10,096</b>
<b>2018 Consumption (hcf)</b>	55,160	24,734	46,635	21,410	57,209	30,877	66,614	43,940	69,576	34,354	<b>56,777</b>	-	<b>507,286</b>
<b>2017 Consumption (hcf)</b>	47,606	23,933	40,733	23,336	57,513	34,474	69,686	36,950	72,321	33,163	<b>62,483</b>	28,124	<b>530,322</b>
<b>10 Year Average Consumption (hcf)</b>	52,133	25,721	49,729	27,220	62,926	35,272	76,828	42,964	78,623	37,699	<b>64,377</b>	28,600	<b>582,093</b>
<b>2018 Water Sales</b>	\$ 124,508	\$ 54,277	\$ 104,414	\$ 46,762	\$ 129,277	\$ 68,907	\$ 153,224	\$ 99,809	\$ 160,133	\$ 76,780	<b>\$ 129,177</b>	\$ -	<b>\$ 1,147,268</b>
<b>2017 Water Sales</b>	\$ 106,782	\$ 52,614	\$ 90,766	\$ 51,161	\$ 130,423	\$ 76,908	\$ 160,292	\$ 83,374	\$ 166,132	\$ 74,033	<b>142,362</b>	\$ 62,048	<b>\$ 1,196,894</b>
<b>2018 Service Fees</b>	\$ 56,999	\$ 43,875	\$ 57,130	\$ 43,906	\$ 57,211	\$ 43,952	\$ 55,964	\$ 46,469	\$ 55,888	\$ 46,461	<b>\$ 55,903</b>	\$ -	<b>\$ 563,756</b>
<b>2017 Service Fees</b>	\$ 56,427	\$ 44,029	\$ 57,111	\$ 43,894	\$ 56,897	\$ 44,106	\$ 57,029	\$ 43,972	\$ 57,093	\$ 44,011	<b>56,981</b>	\$ 43,910	<b>\$ 605,458</b>
<b>2018 Hyd Fees</b>	\$ 1,575	\$ 225	\$ 1,575	\$ 225	\$ 1,575	\$ 225	\$ 1,550	\$ 250	\$ 1,550	\$ 250	<b>\$ 1,550</b>	\$ -	<b>\$ 10,550</b>
<b>2018 DC Fees</b>	\$ 11,593	\$ 2,511	\$ 11,593	\$ 2,511	\$ 11,593	\$ 2,640	\$ 11,474	\$ 3,742	\$ 11,545	\$ 3,695	<b>\$ 11,593</b>	\$ -	<b>\$ 84,489</b>
<b>2018 System Revenues</b>	\$ 194,675	\$ 100,887	\$ 174,713	\$ 93,403	\$ 199,656	\$ 115,725	\$ 222,212	\$ 150,270	\$ 229,116	\$ 127,186	<b>\$ 198,222</b>	\$ -	<b>\$ 1,806,064</b>



# La Puente Valley County Water District

## PRODUCTION REPORT - NOVEMBER 2018

<b>LPVCWD PRODUCTION</b>	<b>Jan</b>	<b>Feb</b>	<b>Mar</b>	<b>Apr</b>	<b>May</b>	<b>Jun</b>	<b>Jul</b>	<b>Aug</b>	<b>Sep</b>	<b>Oct</b>	<b>Nov</b>	<b>Dec</b>	<b>2018 YTD</b>	<b>2017</b>
Well No. 2	4.37	4.85	5.71	0.00	4.74	4.00	18.34	10.21	92.83	6.65	0.62		<b>152.31</b>	<b>191.09</b>
Well No. 3	5.08	5.59	6.61	0.00	5.54	4.69	22.09	3.07	0.76	0.00	0.64		<b>54.06</b>	<b>222.47</b>
Well No. 5	291.98	273.48	319.24	300.50	315.32	308.42	291.21	280.74	137.14	314.80	303.82		<b>3136.64</b>	<b>3092.85</b>
Interconnections to LPVCWD	13.62	2.49	2.22	1.37	2.32	2.09	2.44	5.34	9.90	2.04	2.73		<b>46.56</b>	<b>50.65</b>
<b>Subtotal</b>	<b>315.05</b>	<b>286.40</b>	<b>333.78</b>	<b>301.87</b>	<b>327.92</b>	<b>319.20</b>	<b>334.07</b>	<b>299.36</b>	<b>240.63</b>	<b>323.48</b>	<b>307.81</b>	<b>0.00</b>	<b>3389.57</b>	<b>3557.06</b>
Interconnections to SWS	211.74	186.47	226.17	169.39	190.00	166.32	160.52	126.10	74.53	189.69	182.57		<b>1883.49</b>	<b>2028.85</b>
Interconnections to COI	1.16	0.84	7.82	3.69	0.13	0.38	0.73	1.03	2.32	1.24	1.99		<b>21.33</b>	<b>60.26</b>
Interconnections to Others	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		<b>0.00</b>	<b>0.00</b>
<b>Subtotal</b>	<b>212.90</b>	<b>187.31</b>	<b>233.99</b>	<b>173.08</b>	<b>190.13</b>	<b>166.70</b>	<b>161.25</b>	<b>127.13</b>	<b>76.85</b>	<b>190.93</b>	<b>184.56</b>	<b>0.00</b>	<b>1904.82</b>	<b>2089.11</b>
<b>Total Production for LPVCWD</b>	<b>102.15</b>	<b>99.09</b>	<b>99.80</b>	<b>128.79</b>	<b>137.79</b>	<b>152.50</b>	<b>172.82</b>	<b>172.23</b>	<b>163.78</b>	<b>132.56</b>	<b>123.25</b>	<b>0.00</b>	<b>1484.75</b>	<b>1467.95</b>
<b>CIWS PRODUCTION</b>														
<b>COI Well No. 5 To SGVCW B5</b>	142.85	126.12	127.30	137.73	143.62	137.77	144.20	134.27	132.14	136.37	131.71		<b>1494.08</b>	<b>1723.57</b>
<b>Interconnections to CIWS</b>														
SGVWC Salt Lake Ave	0.68	0.61	0.62	0.62	0.67	0.75	0.86	1.05	1.11	1.05	0.99		<b>9.01</b>	<b>9.13</b>
SGVWC Lomas Ave	103.21	85.82	71.95	98.27	113.98	124.71	145.67	145.84	131.90	109.42	101.86		<b>1232.63</b>	<b>1274.06</b>
SGVWC Workman Mill Rd	0.31	0.21	0.09	0.05	0.02	0.00	0.00	0.00	0.00	0.00	0.00		<b>0.68</b>	<b>1.88</b>
Interconnections from LPVCWD	1.16	0.84	7.82	3.69	0.13	0.38	0.73	1.03	2.32	1.24	1.99		<b>21.33</b>	<b>60.26</b>
<b>Subtotal</b>	<b>105.36</b>	<b>87.48</b>	<b>80.48</b>	<b>102.63</b>	<b>114.80</b>	<b>125.84</b>	<b>147.26</b>	<b>147.92</b>	<b>135.33</b>	<b>111.71</b>	<b>104.84</b>	<b>0.00</b>	<b>1263.65</b>	<b>1345.33</b>
Interconnections to LPVCWD	13.44	2.49	2.22	1.37	2.32	2.09	2.44	5.34	9.90	2.04	2.73		<b>46.38</b>	<b>49.89</b>
<b>Total Production for CIWS</b>	<b>91.92</b>	<b>84.99</b>	<b>78.26</b>	<b>101.26</b>	<b>112.48</b>	<b>123.75</b>	<b>144.82</b>	<b>142.58</b>	<b>125.43</b>	<b>109.67</b>	<b>102.11</b>	<b>0.00</b>	<b>1217.27</b>	<b>1295.44</b>

**La Puente Valley County Water District - Water System Demand Comparison**

Month	2013	2018	Difference 2018-2013 (%)	Accumulative Difference (%)
January	115.58	101.97	-11.8%	-11.8%
February	112.08	99.09	-11.6%	-11.7%
March	135.08	99.80	-26.1%	-17.1%
April	153.73	128.79	-16.2%	-16.8%
May	174.40	137.79	-21.0%	-17.9%
June	185.13	152.50	-17.6%	-17.8%
July	204.48	172.82	-15.5%	-17.4%
August	201.38	172.23	-14.5%	-16.9%
September	187.60	163.78	-12.7%	-16.4%
October	172.74	132.56	-23.3%	-17.1%
November	139.24	123.25	-11.5%	-16.7%
December	133.13			
<b>Totals</b>	<b>1914.57</b>	<b>1484.57</b>		

**City of Industry Waterworks - Water System Demand Comparison**

Month	2013	2018	Difference 2018-2013 (%)	Accumulative Difference (%)
January	90.55	91.92	1.5%	1.5%
February	81.62	84.99	4.1%	2.8%
March	99.4	78.26	-21.3%	-6.0%
April	115.82	101.26	-12.6%	-8.0%
May	147.93	112.48	-24.0%	-12.4%
June	152.60	123.75	-18.9%	-13.8%
July	141.36	144.82	2.4%	-11.1%
August	153.97	142.58	-7.4%	-10.5%
September	151.67	125.43	-17.3%	-11.4%
October	137.26	109.67	-20.1%	-12.3%
November	110.83	102.11	-7.9%	-12.0%
December	99.84			
<b>Totals</b>	<b>1482.85</b>	<b>1217.27</b>		

Production data shown in acre feet (AF)

# STAFF REPORT



Meeting Date: December 10, 2018

To: Honorable Board of Directors

Subject: Leases of Main San Gabriel Basin Groundwater Production Rights

**Purpose -** *To lease out 750 acre-feet a year of Main San Gabriel Basin (Basin) Groundwater Production Rights, which are over the District's needs.*

**Recommendation -** *Two separate Board actions:*

- (1) Authorize the General Manager to enter into a Lease Agreement with the Industry Public Utilities Commission for 500 acre-feet of 2018-19 groundwater production rights at a rate of \$758.94 per acre-foot.*
- (2) Authorize the General Manager to lease 250 acre-feet of 2018-19 groundwater production rights to San Gabriel County Water District at a rate of \$758.94 per acre-foot.*

**Fiscal Impact -** *These actions will result in payments being made to the District in early 2019 as follows:*

- (1) Industry Public Utilities Commission in the amount of \$379,470*
- (2) San Gabriel County Water District in the amount \$189,735.*

*The revenue from these transactions will total \$569,205, which will offset the cost of water leases in 2019. The projected total expense for water rights leases in 2019 is \$465,500, which is consistent with the 2019 proposed Budget.*

## **Summary**

In October of this 2017, the Board approved a three-year lease agreement with Canyon Water Company to lease 1,000 acre-feet (AF) a year for the next three years. At that time staff informed the Board that of the 1,000 AF, the District needed only a portion of those rights to cover its projected overproduction for the current production year, and that the remaining acre-feet could be subleased to the Industry Public Utilities (IPU) and other producers if necessary. Staff prepared an analysis (enclosed) of the Canyon Water Company lease and the lease of 750 AF to other producers, to show the impact to the District. By leasing in production rights over the needs of the District, allows the District to lease out what is not needed on an annual basis. This practice allows the District to adjust the amount of production rights it retains, at our discretion; and allows us to have improved access to the production rights lease market.

As the manager and operator of the IPU, annually District staff recommends leases of water rights to the City of Industry, in an effort to reduce the cost for pumping water that is over the IPU's annual production rights. The Canyon Water Company three-year lease agreement that the District has secured not only meets the annual needs of the District but also of IPU.

The proposed lease to San Gabriel County Water District provides revenue to offset the expense of water rights leases, so that we stay within our proposed Budget for 2019.

### ***Fiscal Impact***

Enclosed is an analysis of the anticipated fiscal impacts by leasing out a total of 750 AF of production rights in early 2019. The recommended actions will result in payments being made to the District in early 2019 as follows:

- (1) City of Industry in the amount of \$379,470
- (2) San Gabriel County Water District in the amount \$189,735

The revenue from these transactions will total \$569,205, which will offset the cost of water leases in 2019. The projected total expense for water rights leases in 2019 is \$465,500, which is consistent with the 2019 proposed Budget.

### ***Recommendation***

As separate action items, Staff recommends the Board:

- (1) Authorize the General Manager to enter into a Lease Agreement with the Industry Public Utilities Commission for 500 acre-feet of 2018-19 groundwater production rights at a rate of \$758.94 per acre-foot.
- (2) Authorize the General Manager to lease 250 acre-feet of 2018-19 groundwater production rights to San Gabriel County Water District at a rate of \$758.94 per acre-foot.

Respectfully Submitted,

*Greg B. Galindo*

General Manager

### **Enclosures**

- ◆ Groundwater Production Rights Lease Agreement with the Industry Public Utilities Commission
- ◆ Letter of Lease Offer from the District to San Gabriel County Water District
- ◆ Water Rights Lease Analysis

## LEASE OF WATER RIGHTS

### PRODUCTION RIGHT

THIS LEASE OF WATER RIGHTS (the "Lease") is entered into on this \_\_\_\_ day of December, 2018, by and between La Puente Valley County Water District, a County Water District ("Lessor"), and the Industry Public Utilities Commission, a public agency ("Lessee"), with respect to the following:

#### RECITALS

**WHEREAS**, both Lessor and Lessee were parties in that certain action that adjudicated groundwater rights in the Main San Gabriel Groundwater Basin (Upper San Gabriel Valley Municipal Water District v. City of Alhambra, et al., Los Angeles County Superior Court Case No. 924128) and has resulted in the Amended Judgment dated August 24, 1989 (the "Amended Judgment"); and

**WHEREAS**, pursuant to the Amended Judgment, both Lessor and Lessee hold certain adjudicated rights to pump groundwater from the Main San Gabriel Groundwater Basin ("Main Basin") on an annual basis which are further described in the Amended Judgment and referred to for purposes of this Agreement as "Annual Production Rights"; and

**WHEREAS**, pursuant to the Amended Judgment, including but not limited to Section 55 thereof, parties to the Amended Judgment are authorized to assign, transfer, license or lease all or any portion of their Annual Production Rights to other entities, including but not limited to other parties to the Amended Judgment, provided that appropriate notice procedures established by the Main San Gabriel Basin Watermaster ("Watermaster") are followed; and

**WHEREAS**, as of the date hereof, Lessor has 500 acre-feet of Annual Production Rights for the 2018-19 water year available for lease; and

**WHEREAS**, Lessor and Lessee desire to enter into this Lease for the 500 acre-feet of Annual Production Rights for the 2018-19 water year.

#### AGREEMENT

IN CONSIDERATION of the foregoing recital and the mutual promises set forth herein, Lessor and Lessee agree as follows:

1. Leasing of Production Rights. Lessor hereby leases to Lessee, and Lessee hereby leases from Lessor, Five Hundred (500) acre-feet of Annual Production Rights (the "Leased Production Rights") for the term and upon the terms and conditions set forth in this Lease.



2. Term. The term of this Lease shall be for a period commencing July 1, 2018 and ending June 30, 2019.

3. Lease Rate, Payment and Adjustment.

The lease rate under this Lease shall be ninety-one percent (91%) of the prevailing Pre-purchased Supplemental Water Rate (the "Pre-purchased SWR") set by the Upper San Gabriel Valley Municipal Water District's Board of Directors ("USGVMWD") on June 5, 2018. That Pre-purchased SWR is \$834 per acre foot for the current production year.

Thus, the gross rental amount payable for the lease of the Leased Production Rights under this Lease for the term as listed in paragraph 2 above shall be \$379,470, which is calculated on the basis of 91% of the Pre-purchased SWR of \$834 per acre foot. If the Pre-purchased SWR set by USGVMWD is revised or otherwise changed and made effective prior to June 30, 2019, a reconciling payment adjustment will be made by the Lessee or the Lessor, as the case may be, to the other party within 30 days from the date the revised Pre-purchased SWR is approved by USGVMWD.

Upon execution of this Lease, Lessor will send an invoice for, and Lessee will make the full payment of \$379,470 within 15 days of Watermaster's acknowledgement of the Lease.

All payments due Lessor pursuant to this Lease shall be made and sent as follows:

La Puente Valley County Water District  
112 N. First Street  
La Puente, CA 91744

4. Agreement Regarding Main San Gabriel Basin Watermaster.

(a) Lessor agrees to execute and deliver to Lessee all documents which, from time to time, may be required by the Watermaster to reflect the lease to Lessee of the Leased Production Rights which are the subject of this Lease. All such documents shall be in such form and substance as shall be reasonably satisfactory to Lessor, Lessee and the Watermaster. If for any reason, the Watermaster elects not to acknowledge this Lease, Lessor agrees to refund prior payments to Lessee within 15 days from the date of a refund request by Lessee and substantiation of said refusal by Watermaster.

- (b) Lessee shall, at its expense, prepare and submit all reports required by the Watermaster in connection with the exercise by Lessee of the Leased Production Rights.
- (c) Lessee shall pay all assessments required by Watermaster and the San Gabriel Valley Water Association in connection with the exercise by Lessee of the Leased Production Rights.
- (d) This Lease entitles Lessee to the use only of the Leased Production Rights (i.e., lease of water rights) associated with Lessor's Production Rights. Lessor retains and does not convey to Lessee any other rights associated with said Production Rights.
- (e) The parties shall execute and file with the Watermaster all documents required under the Amended Judgment.
- (f) The parties agree to comply and be bound by all terms and conditions of the Amendment judgment and any and all other orders or determinations of the court and Watermaster.

5. Indemnification.

- (a) Lessor shall indemnify, hold harmless and defend Lessee and each of its officers, officials, employees, agents and authorized volunteers from any and all loss, liability, fines, penalties, forfeitures, costs and damages (whether in contract, tort or strict liability, including but not limited to personal injury, death at any time and property damage) incurred by the Lessee, Lessor, or any other person, and from any and all claims, demands and actions in law or equity (including attorney's fees and litigation expenses), arising directly or indirectly, are a consequence of, or are in any way attributable to, in whole or in part, the performance of the Agreement from the negligent or intentional acts or omissions of Lessor or any of its officers, officials, employees, agents or authorized volunteers in the performance of this Lease; provided nothing herein shall constitute a waiver by Lessor of governmental immunities including California Government Code Section 810 et seq.
- (b) Lessee shall indemnify, hold harmless and defend Lessor and each of its officers, officials, employees, agents and authorized volunteers from any and all loss, liability, fines, penalties, forfeitures, costs and damages (whether in contract, tort or strict liability, including but not limited to personal injury, death at any time and property damage) incurred by Lessor, Lessee or any other person, and from any and all claims, demands and actions in law or equity (including attorney's fees and litigation expenses), arising directly or indirectly, are a consequence of, or are in any way attributable to, in whole or in part, the performance of the Lease from negligence or intentional acts or omissions of Lessee or any of its officers, officials, employees, agents or authorized volunteers in the performance of this Lease; provided

nothing herein shall constitute a waiver by Lessee of governmental immunities including California Government Code Section 810 et seq.

6. Other Provisions.

- (a) All communications, notices and demands (collectively "Notices") of any kind shall be made in writing and personally served or sent by registered or certified mail, postage prepaid to the following:

Lessor: Greg B. Galindo  
La Puente Valley County Water District  
112 N. First Street  
La Puente, CA 91744

Lessee: Troy Helling  
Industry Public Utilities Commission  
15625 East Stafford Street #100  
City of Industry, California 91744

Any Notice personally served shall be effective upon service. Any Notice sent by mail, and properly addressed, shall be effective upon date of receipt, or refusal as indicated on the return receipt. Either party may change its address for Notices by notice to the other given in a manner provided in this subparagraph.

- (b) This Lease shall inure to the benefit of and be binding upon the heirs, successors and assigns of both parties hereto.
- (c) Each party shall, upon request of the other party, take such further actions and execute and deliver such further instruments as shall be reasonably required to carry out the purpose and intent of this Lease.
- (d) This Lease is executed in the State of California and shall be governed by and construed in accordance with California law. Venue for any action arising out of or related to the Lease shall be placed in any court of the State of California with appropriate jurisdiction and located in the County of Los Angeles, with service of process to be in accordance with the then provisions of the California Code of Civil Procedure.
- (e) This Lease may be executed in two or more counterparts, each of which shall be an original but all of which, together, shall constitute a single instrument. It shall not be necessary for both parties to execute the same counterpart(s) of this Lease for this Lease to become effective.
- (f) This Lease constitutes the entire agreement of Lessor and Lessee with respect to the subject matter hereof. This Lease supersedes all prior discussions and understandings with respect to the subject matter

hereof. There are no representations, warranties, promises or covenants as to the subject matter hereof except as expressly set forth in this Lease.

- (g) This Lease may be amended only by a written instrument executed by both parties.
- (h) The paragraph headings contained in this Lease are for convenience only and shall not be considered in the construction or interpretation of any provision hereof.
- (i) Lessor represents and acknowledges that it is executing this Lease as the owner of the Production Rights that are the subject of this Lease, and that said rights are not encumbered in any way that would interfere with Lessee's rights as set forth herein.
- (j) Neither party shall assign, let or sublet the whole or any part of its interest in this Agreement without the prior written consent of the other party.
- (k) This Lease does not create, and shall not be construed to create, any rights enforceable by any person, partnership, corporation, joint venture, limited liability company, public entity, or other form of organization or association of any kind that is not a party to this Lease.
- (l) In the event of any action between the parties hereto seeking enforcement or interpretation of any of the provisions of this Lease, the prevailing party in such action shall be entitled to an award, in addition to any damages, for its reasonable costs and expenses, including without limitation, actual costs and attorneys' fees, consultants' fees and experts' fees, as ordered by the trier of fact.
- (m) Any waiver of the provisions of this Lease by the party entitled to the benefits thereof as to any instance must be in writing and shall in no event be deemed a waiver of the same provision with respect to any other instance or a waiver of any other provision of this Lease.

IN WITNESS WHEREOF, Lessor and Lessee have executed and delivered this Lease as of the Effective Date.

LESSOR

La Puente Valley County Water District

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Greg B. Galindo  
General Manager

LESSEE

Industry Public Utilities Commission

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Troy Helling  
Public Utilities Director

ATTEST:

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Julie Gutierrez Robles, Deputy  
Secretary

APPROVED AS TO FORM:

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James M. Casso, General Counsel

**LPVCWD Lease Analysis December 2018**

<b>Production Year</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>	<b>2018-19 (proj.)</b>	<b>2019-20 (proj.)</b>	<b>2020-21 (proj.)</b>	<b>2012-22 (proj.)</b>
Watermaster Safe Yeild	150,000	150,000	150,000	<b>150,000</b>	150,000	150,000	150,000
District Production Right	857.96	857.96	857.96	<b>857.96</b>	857.96	857.96	857.96
Carryover Rights	-	175.56	260.42	<b>111.79</b>	19.02	-	-
Lease In #1 (AF)	335.39	335.39	335.39	<b>335.39</b>	335.39	335.39	335.39
Lease In #2 (AF)	43.89	43.89	43.89	<b>43.89</b>	43.89	43.89	43.89
Lease In #3 (AF)	375	250	1000	<b>1,000</b>	1,000	250	250
Lease Out Total (AF)	0	0	(850)	<b>(750)</b>	(750)		
Total Rights for Year	1,612.23	1,662.79	1,647.65	<b>1,599.02</b>	1,506.25	1,487.23	1,487.23
Production	1,436.40	1,402.37	1,535.86	<b>1,580.00</b>	1,620.00	1,660.50	1,702.01
Over Production	(175.83)	(260.42)	(111.79)	<b>(19.02)</b>	113.75	173.27	214.78
Cyclic Storage Used (AF)	-	-	-		113.75	173.27	214.78
Replacement Water Assessment (AF)	-	-	-	-	-	-	-
Lease In #1 Rate \$/AF	\$ 619.18	\$ 634.27	\$ 699.79	<b>\$ 726.18</b>	\$ 758.94	\$ 789.30	\$ 825.83
Lease In #2 Rate \$/AF	\$ 634.27	\$ 699.79	\$ 726.18	<b>\$ 758.94</b>	\$ 789.30	\$ 820.87	\$ 853.70
Lease In #3 Rate \$/AF	\$ 641.24	\$ 707.48	\$ 726.18	<b>\$ 758.94</b>	\$ 789.30	\$ 825.83	\$ 858.86
Prepurchased Cyclic Storage Rate \$/AF	\$ 251.90	\$ 251.90	\$ 251.90	<b>\$ 251.90</b>	\$ 251.90	\$ 252.90	\$ 253.90
Lease Out Rate \$/AF	\$ -	\$ -	\$ 726.18	<b>\$ 758.94</b>	\$ 789.30		
Lease 1 Cost	\$ 207,665.34	\$ 212,724.64	\$ 234,699.07	<b>\$ 243,549.88</b>	\$ 254,537.09	\$ 264,718.58	\$ 276,971.05
Lease 2 Cost	\$ 27,838.11	\$ 30,713.78	\$ 31,872.04	<b>\$ 33,309.88</b>	\$ 34,642.27	\$ 36,027.96	\$ 37,469.08
Lease 3 Cost	\$ 240,465.00	\$ 176,870.00	\$ 726,180.00	<b>\$ 758,940.00</b>	\$ 789,297.60	\$ 206,457.54	\$ 214,715.84
Cyclic Storage Cost	\$ -	\$ -	\$ -	<b>\$ -</b>	\$ 28,653.62	\$ 43,646.71	\$ 54,103.71
Revenue from Leases	\$ -	\$ -	\$ (617,253.00)	<b>\$ (569,205.00)</b>	\$ (591,973.20)	\$ -	\$ -
Net Cost of Cyclic & Lease Water	\$ 475,968.45	\$ 420,308.43	\$ 375,498.11	<b>\$ 466,594.76</b>	\$ 515,157.39	\$ 550,850.79	\$ 583,259.68
Average Rate \$/AF (Cyclic & Lease)	\$ 631.03	\$ 667.92	\$ 709.46	<b>\$ 741.48</b>	\$ 693.32	\$ 686.38	\$ 691.02
Cyclic Storage Starting Balance	929.67	929.67	929.67	<b>929.67</b>	929.67	815.92	642.65
Cyclic Storage Ending Balance	929.67	929.67	929.67	<b>929.67</b>	815.92	642.65	427.87
Cyclic Storage Value	361,957.72	423,539.06	440,923.89	<b>471,379.88</b>	438,473.45	368,193.56	258,844.16



**RESOLUTION NO. 257**

**RESOLUTION OF THE BOARD OF DIRECTORS  
OF THE LA PUENTE VALLEY COUNTY WATER DISTRICT  
HONORING DIRECTOR CHARLES "CHARLIE" AGUIRRE**

**WHEREAS**, Mr. Aguirre has been a distinguished Director of the District for Seventeen (17) years, having been first elected to office in November of 2001; and

**WHEREAS**, over the years, Mr. Aguirre has faithfully served the District's customers and the community of La Puente as President, Vice President and Director of the Board of Directors; and

**WHEREAS**, Mr. Aguirre has carried out his duties with expertise, excellent judgment and above all a sincere compassion for the community;

**WHEREAS**, Mr. Aguirre's many years of service to the community and his devotion to his family and friends is exemplary;

**NOW, THEREFORE BE IT RESOLVED**, that the Board of Directors of the La Puente Valley County Water District hereby honors Mr. Charlie Aguirre for his 17 years of service and his many contributions to the District and the community of La Puente:

**BE IT FURTHER RESOLVED**, that the Board of Directors and staff of La Puente Valley County Water District offer their sincere gratitude and best wishes to Mr. Charlie Aguirre.

**ADOPTED** this 10<sup>th</sup> day of December, 2018

\_\_\_\_\_  
William R. Rojas, President

\_\_\_\_\_  
John P. Escalera, Vice President

\_\_\_\_\_  
Cesar J. Barajas, Director

\_\_\_\_\_  
David Hastings, Director

\_\_\_\_\_  
Henry P. Hernandez, Director

Attest:

\_\_\_\_\_  
Greg B. Galindo, Secretary



**RESOLUTION NO. 258**

**RESOLUTION OF THE BOARD OF DIRECTORS  
OF THE LA PUENTE VALLEY COUNTY WATER DISTRICT  
HONORING ROSA B. RUEHLMAN FOR HER RETIREMENT FROM THE DISTRICT**

**WHEREAS**, Rosa B. Ruehlman has been an employee of the District for over forty (40) years, having started her career at the District on April 28, 1978; and

**WHEREAS**, Over the years, Mrs. Ruehlman has served the District's customers in various positions including, Billing Clerk, Office Manager, and Board Secretary & Office Administrator; and

**WHEREAS**, Mrs. Ruehlman's kind and pleasant manner towards her coworkers and the District's customers has been of great value to the District and the community's perception of the District; and

**WHEREAS**, Mrs. Ruehlman's long time dedication, service, and loyalty to the District is worthy of recognition.

**NOW, THEREFORE BE IT RESOLVED**, that the Board of Directors of the La Puente Valley County Water District hereby commends Rosa B. Ruehlman for over 40 years of dedicated and loyal service to the District and the community which it serves; and expresses its gratitude and sincere appreciation for her service:

**BE IT FURTHER RESOLVED**, that the Board of Directors of La Puente Valley County Water District hereby extends its best wishes to Mrs. Ruehlman for a well-deserved and enjoyable retirement.

**ADOPTED** this 10<sup>th</sup> day of December, 2018

\_\_\_\_\_  
William R. Rojas, President

\_\_\_\_\_  
John P. Escalera, Vice President

\_\_\_\_\_  
Cesar J. Barajas, Director

\_\_\_\_\_  
David Hastings, Director

\_\_\_\_\_  
Henry P. Hernandez, Director

Attest:

\_\_\_\_\_  
Greg B. Galindo, Secretary