



AGENDA

**REGULAR MEETING OF THE BOARD OF DIRECTORS
LA PUENTE VALLEY COUNTY WATER DISTRICT
112 N. FIRST STREET, LA PUENTE, CALIFORNIA
MONDAY, OCTOBER 28, 2024, AT 4:30 PM**

1. CALL TO ORDER

2. PLEDGE OF ALLEGIANCE

3. ROLL CALL OF BOARD OF DIRECTORS

President Rojas____ Vice President Escalera____ Director Argudo____ Director Barajas____
Director Hernandez____

4. 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.

5. 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.

6. 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 October 14, 2024.

7. FINANCIAL REPORTS

- A. Summary of the District's Cash and Investments as of September 30, 2024.

Recommendation: Receive and File

- B. Statement of District's Revenue and Expenses as of September 30, 2024.

Recommendation: Receive and File

- C. Statement of the Industry Public Utilities Water Operations Revenue and Expenses as of September 30, 2024.

Recommendation: Receive and File

8. ACTION / DISCUSSION ITEMS

- A. Cancellation of November 11, 2024, Regular Meeting of the Board of Directors

Recommendation: Board Discretion

- B. Ratify the General Manager's Approval of the Performance Contract Renewal as Proposed by Trojan Technologies

Recommendation: Approve Three-Year Contract Extension with Trojan UV

9. GENERAL MANAGER'S REPORT

10. OTHER ITEMS

- A. Upcoming Events.
- B. Information Items.

11. ATTORNEY'S COMMENTS

12. BOARD MEMBER COMMENTS

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

13. FUTURE AGENDA ITEMS

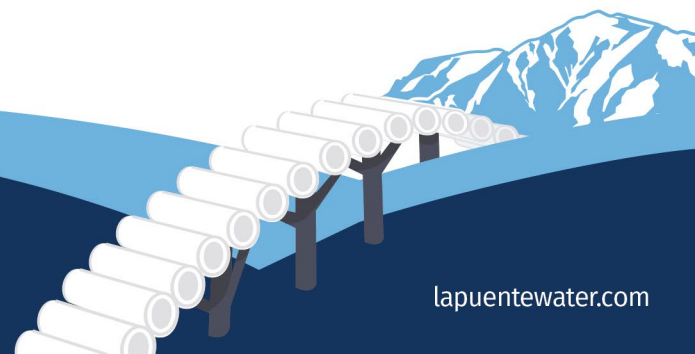
14. ADJOURNMENT

POSTED: Thursday, October 24, 2024.

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. Roy Frausto, 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.





MINUTES

**REGULAR MEETING OF THE BOARD OF DIRECTORS
LA PUENTE VALLEY COUNTY WATER DISTRICT
112 N. FIRST STREET, LA PUENTE, CALIFORNIA
MONDAY, OCTOBER 14, 2024, AT 4:30 PM**

1. CALL TO ORDER

President Rojas called the meeting to order at 4:30 pm.

2. PLEDGE OF ALLEGIANCE

President Rojas led the Pledge of Allegiance.

3. ROLL CALL OF BOARD OF DIRECTORS

President	Vice President	Director	Director	Director
Rojas	Escalera	Argudo	Barajas	Hernandez
Present	Present	Absent	Present	Present

Director Argudo was not present during roll call and arrived at the meeting at 4:31 pm.

OTHERS PRESENT

Staff and Counsel: General Manager & Board Secretary, Roy Frausto; Customer Service & Accounting Supervisor, Shaunte Maldonado, HR Coordinator/Admin Assistant, Angelina Padilla; Operations & Maintenance Superintendent, Paul Zampielo; and District Counsel, Reid Miller were present.

4. PUBLIC COMMENT

Resident, Georgene Navarrete, was present but did not make any comments.

5. ADOPTION OF AGENDA

Motion: Adopt Agenda

1st: President Rojas

2nd: Director Barajas

	President Rojas	Vice President Escalera	Director Argudo	Director Barajas	Director Hernandez
Vote	Yes	Yes	Abstain	Yes	Yes

Motion carried by a vote of: 4 Yes, 0 No, 1 Abstain, 0 Absent

6. APPROVAL OF CONSENT CALENDAR

Motion: Adopt Consent Calendar as Presented

1st: President Rojas

2nd: Director Hernandez

	President Rojas	Vice President Escalera	Director Argudo	Director Barajas	Director Hernandez
Vote	Yes	Yes	Yes	Yes	Yes

Motion carried by a vote of: 5 Yes, 0 No, 0 Abstain, 0 Absent

7. ACTION / DISCUSSION ITEMS

A. Discussion Regarding 100 Year Anniversary Event

Ms. Padilla went over the logistics of the 100 Year event and was available for any questions. There was no action taken on this item, only discussion.

B. Consideration of Proposal from Franks Industrial Services (FIS) to Replace Programmable Logic Controllers (PLCs) at the District’s BPOU Treatment Facility

Mr. Frausto presented the staff report on this item and was available for any questions.

Motion: Authorize the General Manager to enter into a professional services agreement with FIS

1st: Director Argudo

2nd: President Rojas

	President Rojas	Vice President Escalera	Director Argudo	Director Barajas	Director Hernandez
Vote	Yes	Yes	Yes	Yes	Yes

Motion carried by a vote of: 5 Yes, 0 No, 0 Abstain, 0 Absent

8. OPERATIONS AND MAINTENANCE SUPERINTENDENT’S REPORT

Mr. Zampiello presented his staff report and was available for any questions.

Motion: Receive and File.

1st: Director Argudo

2nd: President Rojas

	President Rojas	Vice President Escalera	Director Argudo	Director Barajas	Director Hernandez
Vote	Yes	Yes	Yes	Yes	Yes

Motion carried by a vote of: 5 Yes, 0 No, 0 Abstain, 0 Absent

9. TREATMENT AND SUPPLY SUPERINTENDENT’S REPORT

Mr. Frausto presented the staff report on this item on behalf of Treatment and Supply Superintendent, Cesar Ortiz, and was available for any questions.

Motion: Receive and File.

1st: Vice President Escalera

2nd: Director Hernandez

	President Rojas	Vice President Escalera	Director Argudo	Director Barajas	Director Hernandez
Vote	Yes	Yes	Yes	Yes	Yes

Motion carried by a vote of: 5 Yes, 0 No, 0 Abstain, 0 Absent

10. ADMINISTRATIVE REPORT

Ms. Padilla went over Board reminders, public communication, and updates to social media and the website and was available for any questions.

11. GENERAL MANAGER’S REPORT

Mr. Frausto presented his report and was available for any questions.

12. OTHER ITEMS

A. Upcoming Events.

Ms. Padilla reviewed the upcoming events and confirmed the Board’s planned attendance.

B. Information Items.

None.

13. ATTORNEY’S COMMENTS

None.

14. BOARD MEMBER COMMENTS

A. Report on Events Attended.

President Rojas, Vice President Escalera and Director Hernandez reported on their attendance to the AWWA Watersmart Conference.

B. Other Comments.

None.

15. FUTURE AGENDA ITEMS

None.

16. ADJOURNMENT

President William R. Rojas adjourned the meeting at 5:01 pm.

Attest:

William Rojas, Board President

Roy Frausto, Board Secretary



Item 7
Financial Reports



**Summary of Cash and Investments
September 2024**

La Puente Valley County Water District

Investments	Interest Rate (Apportionment Rate)	Beginning Balance	Receipts/ Change in Value	Disbursements/ Change in Value	Ending Balance
Local Agency Investment Fund	4.710%	\$ 93,678.95	\$ -	\$ -	\$ 93,678.95
Raymond James Financial Services		\$ 535,073.78	\$ 6,509.65	\$ -	\$ 541,583.43
California CLASS	5.2597%	\$ 3,946,142.89	\$ 17,006.61	\$ -	\$ 3,963,149.50
Checking Account					
Well Fargo Checking Account (per General Ledger)		\$ 858,627.36	\$ 847,814.64	\$ 594,647.13	\$ 1,111,794.87
District's Total Cash and Investments:					\$ <u>5,710,206.75</u>


Industry Public Utilities

Checking Account	Beginning Balance	Receipts	Disbursements	Ending Balance
Well Fargo Checking Account (per General Ledger)	\$ 1,448,342.80	\$ 243,601.63	\$ 161,852.60	\$ 1,530,091.83
IPU's Total Cash and Investments:				\$ <u>1,530,091.83</u>

Puente Valley Operable Unit

Checking Account	Beginning Balance	Receipts	Disbursements	Ending Balance
Well Fargo Checking Account (per General Ledger)	\$ 936,909.04	\$ -	\$ 479,315.39	\$ 457,593.65
PVOU's Total Cash and Investments:				\$ <u>457,593.65</u>

I certify that; (1) all investment actions executed since the last report have been made in full compliance with the Investment Policy as set forth in Resolution No. 237 and, (2) the District will meet its expenditure obligations for the next six (6) months.



Roy Frausto

, General Manager

Date: 10-21-2024



La Puente Valley County Water District
Statement of Revenues & Expenses Summary (Preliminary)
For the Period January 1, 2024 - September 30, 2024
(Unaudited)

	LPVCWD		BPOU			
	YTD 2024	YTD 2024	YTD 2024	BUDGET 2024	75% OF BUDGET	2023 YEAR-END
Revenues						
Operational Rate Revenues	\$ 2,224,308	\$ -	\$ 2,224,308	\$ 2,879,500	77%	\$ 2,743,476
Operational Non-Rate Revenues	1,591,244	1,363,062	2,954,306	3,902,417	76%	3,316,440
Non-Operational Revenues	686,790	-	686,790	861,700	80%	719,412
Total Revenues	4,502,342	1,363,062	5,865,404	7,643,617	77%	6,779,328
Expense						
Salaries & Benefits	1,831,619	285,097	2,116,716	3,023,000	70%	2,534,091
Supply & Treatment	1,103,612	929,423	2,033,035	2,483,480	82%	2,251,020
Other Operating Expenses	215,003	127,073	342,076	515,300	66%	500,981
General & Administrative	342,016	21,469	363,485	495,000	73%	449,112
Total Expense	3,492,250	1,363,062	4,855,312	6,516,780	75%	5,735,204
Net Income from Operations	1,010,092	-	1,010,092	1,126,837	90%	1,044,125
Less: Capital Expenses	(534,969)	-	(534,969)	(2,808,500)	19%	(945,509)
Net Income After Capital	475,122	-	475,122	(1,681,663)	N/A	98,616
Other Funding & Debt Service						
Capital Reimbursement (OU Projects)	-	-	-	601,000	0%	-
Grant Revenues	-	-	-	17,000	0%	1,275,000
Loan Payment (Interest & Principal)	(199,590)	-	(199,590)	(198,500)	101%	(198,267)
Cyclic Storage Purchases						
Prepaid Inventory Purchases	-	-	-	(40,000)	0%	-
Change in Cash	275,532	-	275,532	(1,302,163)	N/A	1,175,349
Add: Capital Assets (District-Funded)	498,283	-	498,283	2,190,500	23%	(329,491)
Add: Debt Principal	124,107	-	124,107	120,600	103%	120,573
Add: Prepaid Inventory	-	-	-	40,000	0%	-
Less: Depreciation Expense	(337,500)	(78,750)	(416,250)	(555,000)	75%	(414,151)
Net Income / (Loss)	\$ 560,423	\$ (78,750)	\$ 481,673	\$ 493,937		\$ 552,280

*No assurance provided on these financial statements. These financial statements do not include a statement of cash flows. Substantially all disclosures required by accounting principles generally accepted in the United States not included.



La Puente Valley County Water District
Statement of Revenues & Expenses (Preliminary)
For the Period January 1, 2024 - September 30, 2024
(Unaudited)

	September 2024	YTD 2024	BUDGET 2024	75% OF BUDGET	2023 YEAR-END
Operational Rate Revenues					
Water Sales	\$ 160,043	\$ 1,264,262	\$ 1,600,000	79%	\$ 1,583,218
Service Charges	78,485	762,030	1,029,000	74%	932,654
Surplus Sales	5,351	56,060	70,000	80%	70,339
Customer Charges	2,643	28,321	40,000	71%	56,405
Fire Service	2,608	112,891	140,000	81%	98,876
Miscellaneous Income (Cust. Charges)	124	744	500	149%	1,984
Total Operational Rate Revenues	249,254	2,224,308	2,879,500	77%	2,743,476
Operational Non-Rate Revenues					
Management Fees	65,204	314,930	378,133	83%	543,560
IPU Service Fees (Labor)	93,351	772,794	1,056,100	73%	740,474
BPOU Service Fees (Labor)	27,893	285,097	339,040	84%	313,115
PVOU IZ Service Fees (Labor)	30,061	288,508	450,000	64%	401,342
PVOU SZ Service Fees (Labor)	14,456	114,836	160,000	72%	31,149
Other O&M Fees	-	100,177	97,644	103%	12,851
Total Operational Non-Rate Revenues	230,964	1,876,341	2,480,917	76%	2,042,491
Non-Operational Revenues					
Taxes & Assessments	-	215,784	322,200	67%	384,781
Rental Revenue	3,507	31,564	42,000	75%	-
Interest Revenue - LAIF & Raymond James	-	1,976	200,000	1%	125,976
Interest Revenue - CLASS	17,007	156,813	-	N/A	6,337
Interest Revenue	17,007	158,788	200,000	79%	-
Market Value Adjustment	-	-	-	N/A	46,545
PVOU Revenue	10,330	228,724	245,000	93%	109,838
IPU Vehicle & Equipment Revenue	3,859	26,276	45,000	58%	-
Miscellaneous Income	289	6,292	7,500	84%	11,816
Developer Fees	-	19,362	-	N/A	34,120
Total Non-Operational Revenues	34,992	686,790	861,700	80%	719,412
Total Revenues	515,210	4,787,439	6,222,117	77%	5,505,379
Supply & Treatment					
Purchased & Leased Water	420	607,975	602,280	101%	622,208
Power	14,880	151,217	270,000	56%	210,077
Assessments	6,782	288,221	282,000	102%	308,404
Treatment	7,106	30,142	20,000	151%	15,441
Well & Pump Maintenance	-	26,057	60,000	43%	10,749
Total Supply & Treatment	\$ 29,188	\$ 1,103,612	\$ 1,234,280	89%	\$ 1,166,879

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La Puente Valley County Water District
Statement of Revenues & Expenses (Preliminary)
For the Period January 1, 2024 - September 30, 2024
(Unaudited)

	September 2024	YTD 2024	BUDGET 2024	75% OF BUDGET	2023 YEAR-END
Salaries & Benefits					
Total District Wide Labor	\$ 130,349	\$ 1,355,772	\$ 1,890,000	72%	\$ 1,641,962
Directors Fees & Benefits	7,586	70,435	115,000	61%	87,922
Benefits	30,402	275,152	430,000	64%	341,555
OPEB Payments	9,396	84,567	110,000	77%	103,472
OPEB Trust Contributions	-	-	60,000	0%	15,000
Payroll Taxes	8,966	106,051	145,000	73%	125,856
CalPERS Retirement (Normal Costs)	13,029	138,918	200,000	69%	153,578
CalPERS Unfunded Accrued Liability	-	85,821	73,000	118%	64,746
Total Salaries & Benefits	199,729	2,116,716	3,023,000	70%	2,534,091
District Salaries & Benefits (Informational Only)					
Less: Labor Service Revenue	(165,761)	(1,461,234)	(2,005,140)	73%	(1,486,080)
Net District Salaries & Benefits	33,968	655,482	1,017,860	64%	1,048,011
Other Operating Expenses					
General Plant	882	25,287	60,000	42%	27,900
Transmission & Distribution	8,002	82,224	120,000	69%	175,126
Vehicles & Equipment	8,104	50,468	80,000	63%	38,501
Field Support & Other Expenses	3,712	33,288	60,000	55%	53,993
Regulatory Compliance	1,009	23,736	45,000	53%	42,592
Total Other Operating Expenses	21,710	215,003	365,000	59%	338,111
General & Administrative					
District Office Expenses	2,509	34,081	55,000	62%	50,580
Customer Accounts	2,687	24,922	32,000	78%	30,342
Insurance	6,228	102,342	82,000	125%	95,066
Professional Services	2,896	76,491	115,000	67%	139,880
Training & Certification	2,587	27,338	40,000	68%	36,776
Public Outreach & Conservation	3,899	46,404	69,000	67%	24,951
Other Administrative Expenses	14,923	30,439	80,000	38%	44,579
Total General & Administrative	35,730	342,016	473,000	72%	422,174
Total Expense	286,356	3,777,347	5,095,280	74%	4,461,255
Net Income from Operations	\$ 228,853	\$ 1,010,092	\$ 1,126,837	90%	\$ 1,044,125

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La Puente Valley County Water District
Statement of Revenues & Expenses (Preliminary)
For the Period January 1, 2024 - September 30, 2024
(Unaudited)

	September 2024	YTD 2024	BUDGET 2024	75% OF BUDGET	2023 YEAR-END
Capital Expenses					
Nitrate Treatment System	\$ -	\$ (36,686)	\$ (450,000)	8%	\$ (459,496)
Recycled Water System - Phase 1	(610)	(49,602)	(80,000)	62%	(25,006)
Hudson Ave Pumping Improvements	-	-	(536,000)	0%	(6,868)
SCADA Improvements	-	-	(30,000)	0%	(1,149)
Service Line Replacements	-	(13,615)	(50,000)	27%	(106,968)
Valve Replacements	-	-	(25,000)	0%	(32,864)
Fire Hydrant Repair/Replacements	-	(2,392)	(25,000)	10%	(29,383)
Office Server	-	-	-	N/A	-
LP CIWS Interconnection (Ind. Hills)	-	-	(65,000)	0%	-
Well 2 Rehabilitation	-	(255,970)	(275,000)	93%	(31,685)
Fleet Trucks	(2,853)	(98,936)	(90,000)	110%	(242,781)
Other Field Equipment	-	(22,473)	(75,000)	30%	-
Ferrero/Rorimer St. Project	-	(27,951)	(80,000)	35%	-
New Admin Building	-	-	(1,000,000)	0%	-
IT Hardware Server Replacement	-	(27,344)	(27,500)	99%	-
Total Capital Expenses	(3,463)	(534,969)	(2,808,500)	19%	(945,509)
Net Income / (Loss) After Capital	225,390	475,122	(1,681,663)	28%	98,616
Other Funding & Debt Service					
Capital Reimbursement (PVOU Projects)	-	-	601,000	0%	-
Grant Revenues	-	-	17,000	0%	1,275,000
Loan Payment - Interest	-	(75,483)	(77,900)	97%	(77,694)
Loan Payment - Principal	-	(124,107)	(120,600)	103%	(120,573)
Cyclic Storage Purchases					
Prepaid Inventory Purchases	-	-	(40,000)	0%	-
Cash Increase / (Decrease)	225,390	275,532	(1,302,163)	21%	1,175,349
Add: Capitalized Assets (District-Funded)	3,463	498,283	2,190,500	23%	(329,491)
Add: Debt Principal	-	124,107	120,600	103%	120,573
Add: Prepaid Inventory	-	-	40,000	0%	-
Less: Depreciation Expense	(37,500)	(337,500)	(450,000)	75%	(414,151)
Net Income / (Loss)	\$ 191,353	\$ 560,423	\$ 598,937	94%	\$ 552,280

*No assurance provided on these financial statements. These financial statements do not include a statement of cash flows. Substantially all disclosures required by accounting principles generally accepted in the United States not included.



Treatment Plant (BPOU)

Statement of Revenues & Expenses (Preliminary)

For the Period January 1, 2024 - September 30, 2024
(Unaudited)

	September 2024	YTD 2024	BUDGET 2024	75% OF BUDGET	2023 YEAR-END
Operational Non-Rate Revenues					
Reimbursements from CR's	78,853	1,077,965	\$ 1,760,540	61%	1,273,949
Total Operational Non-Rate Revenues	78,853	1,077,965	1,760,540	61%	1,273,949
Labor & Benefits					
BPOU TP Labor	27,893	285,097	339,040	84%	313,115
Total Labor & Benefits	27,893	285,097	339,040	84%	313,115
Supply & Treatment					
NDMA, 1,4-Dioxane Treatment	12,078	205,337	241,600	85%	296,022
VOC Treatment	-	5,082	31,500	16%	44,787
Perchlorate Treatment	2,486	323,124	477,000	68%	326,964
Other Chemicals	1,675	27,390	81,900	33%	7,080
BPOU Plant Power	44,742	321,480	369,200	87%	389,310
BPOU Plant Maintenance	2,774	46,544	48,000	97%	17,911
Well & Pump Maintenance	-	465	-	N/A	2,067
Total Supply & Treatment	63,755	929,423	1,249,200	74%	1,084,141
Other Operating Expenses					
Contract Labor	-	-	20,000	0%	4,822
General Plant	2,255	25,952	15,000	173%	29,425
Transmission & Distribution	-	-	-	N/A	106
Vehicles & Equipment	684	7,683	14,300	54%	13,860
Regulatory Compliance	12,159	93,438	101,000	93%	114,658
Total Other Operating Expenses	15,098	127,073	150,300	85%	162,870
General & Administrative					
District Office Expenses	-	-	2,500	0%	31
Insurance	-	13,244	12,000	110%	18,469
Professional Services	-	8,225	7,500	110%	8,438
Total General & Administrative	-	21,469	22,000	98%	26,938
Total Expense	106,746	1,363,062	1,760,540	77%	1,587,064
Total Expense (excluding Labor)	78,853	1,077,965	1,421,500	76%	1,273,949
Operational Net Income	-	-	-		-
Less: Depreciation Expense	(8,750)	(78,750)	(105,000)	75%	(97,263)
Net Income / (Loss)	\$ (8,750)	\$ (78,750)	\$ (105,000)	75%	\$ (97,263)

(1) Labor costs are equal to the amount of labor billed to the Baldwin Park Operable Unit (BPOU) in which the District receives reimbursement for as shown on Table 1.5 in operational non-rate revenue (BPOU Service Fees).

*No assurance provided on these financial statements. These financial statements do not include a statement of cash flows. Substantially all disclosures required by accounting principles generally accepted in the United States not included.

INDUSTRY PUBLIC UTILITIES - WATER OPERATIONS

Statement of Revenue and Expenses Summary

For the Period Ending September 30, 2024

(Unaudited)

	September 2024	FISCAL YTD 2024/25	BUDGET 2024/25	25% OF BUDGET	YEAR END 2023/24
REVENUE					
Operational Revenue	\$ 359,843	\$ 800,510	\$ 2,555,300	31%	\$ 2,553,674
Non-Operational Revenue	-	-	94,400	0%	87,155
TOTAL REVENUES	359,843	800,510	2,649,700	30%	2,640,829
EXPENSE					
Salaries & Benefits	94,908	280,778	1,149,000	24%	826,138
Supply & Treatment	33,179	87,751	881,500	10%	798,539
Other Operating Expense	8,481	45,762	268,000	17%	255,851
General & Administrative	17,277	35,552	189,500	19%	321,261
System Improvements & Miscellaneous	359	359	114,000	0%	38,340
TOTAL EXPENSE	154,204	450,202	2,602,000	17%	2,240,129
NET INCOME / (LOSS)	205,639	350,308	47,700		400,700

INDUSTRY PUBLIC UTILITIES - WATER OPERATIONS

Statement of Revenue and Expenses

For the Period Ending September 30, 2024

(Unaudited)

		FISCAL			
	September	YTD	BUDGET	25% OF	YEAR END
	2024	2024/25	2024/25	BUDGET	2023/24
Operational Revenues					
Water Sales	\$ 240,405	\$ 519,691	\$ 1,497,600	35%	\$ 1,483,964
Service Charges	86,999	213,348	837,800	25%	832,021
Customer Charges	3,189	8,867	40,300	22%	42,444
Fire Service	26,031	55,385	179,600	31%	182,255
Developer Fees	3,219	3,219	-	N/A	7,313
Water Capacity Fee	-	-	-	N/A	5,678
<i>Total Operational Revenues</i>	359,843	800,510	2,555,300	31%	2,553,674
Non-Operational Revenues					
Contamination Reimbursement	-	-	94,400	0%	87,155
<i>Total Non-Operational Revenues</i>	-	-	94,400	0%	87,155
TOTAL REVENUES	359,843	800,510	2,649,700	30%	2,640,829
Salaries & Benefits					
Administrative Salaries	32,083	96,249	370,000	26%	287,985
Field Salaries	30,037	89,280	334,000	27%	270,408
Employee Benefits	15,933	47,798	255,000	19%	137,260
Pension Plan	11,124	33,371	132,000	25%	85,486
Payroll Taxes	4,174	12,522	50,000	25%	38,332
Workers Compensation	1,557	1,557	8,000	19%	6,668
<i>Total Salaries & Benefits</i>	94,908	280,778	1,149,000	24%	826,138
Supply & Treatment					
Purchased Water - Leased	-	-	302,900	0%	316,484
Purchased Water - Other	-	3,030	20,000	15%	15,090
Power	26,561	78,104	240,000	33%	207,313
Assessments	6,618	6,618	286,600	2%	251,704
Treatment	-	-	7,000	0%	6,976
Well & Pump Maintenance	-	-	25,000	0%	972
<i>Total Supply & Treatment</i>	33,179	87,751	881,500	10%	798,539
Other Operating Expenses					
General Plant	268	2,488	45,000	6%	7,891
Transmission & Distribution	691	17,794	95,000	19%	123,876
Vehicles & Equipment	3,859	11,456	45,000	25%	49,827
Field Support & Other Expenses	3,053	8,437	45,000	19%	40,912
Regulatory Compliance	611	5,586	38,000	15%	33,345
<i>Total Other Operating Expenses</i>	8,481	45,762	268,000	17%	255,851

INDUSTRY PUBLIC UTILITIES - WATER OPERATIONS

Statement of Revenue and Expenses

For the Period Ending September 30, 2024

(Unaudited)

	September 2024	FISCAL YTD 2024/25	BUDGET 2024/25	25% OF BUDGET	YEAR END 2023/24
General & Administrative					
Management Fee	-	-	-	N/A	137,377
Office Expenses	2,351	6,712	35,000	19%	59,114
Insurance	2,178	7,818	22,000	36%	20,756
Professional Services	7,721	10,511	80,000	13%	64,504
Customer Accounts	4,763	9,687	34,000	28%	31,155
Public Outreach & Conservation	33	100	12,000	1%	5,255
Other Administrative Expenses	230	724	6,500	11%	3,100
<i>Total General & Administrative</i>	17,277	35,552	189,500	19%	321,261
Other Exp. & System Improvements (Water Ops Fund)					
Fire Hydrant Repair/Replace	312	312	28,000	1%	3,226
Service Line Replacements	47	47	36,000	0%	24,055
Valve Replacements & Installations	-	-	35,000	0%	9,910
SCADA Improvements	-	-	15,000	0%	1,149
<i>Total Other & System Improvements</i>	359	359	114,000	0%	38,340
TOTAL EXPENSES	154,204	450,202	2,602,000	17%	2,240,129
NET INCOME / (LOSS)	205,639	350,308	47,700		400,700



**Item 8
Action /
Discussion Items**

Memo



Date: October 28, 2024
To: Honorable Board of Directors
Subject: Cancelling the November 11, 2024 Regular Meeting of the Board of Directors

Summary

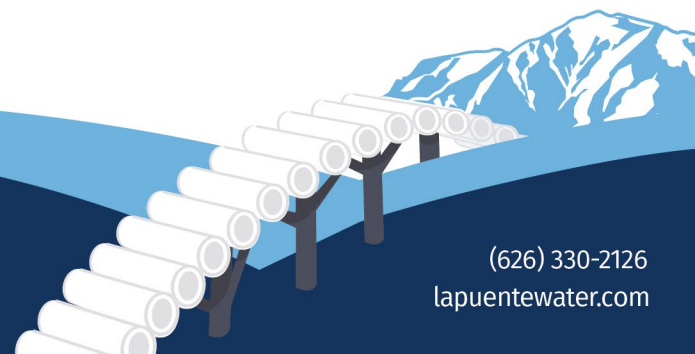
The Regular Meeting of the Board of Directors scheduled for Monday, November 11, 2024, coincides with the observed Veteran's Day holiday, which the District will be closed.

Staff recommends that the Board consider cancelling this regular meeting.

Thank you,

A handwritten signature in blue ink, appearing to read "Roy Frausto".

Roy Frausto
General Manager



STAFF Report



Date: October 28, 2024
To: Honorable Board of Directors
Subject: Trojan Technologies Three-Year Performance Contract Renewal

Purpose: *To secure services for the maintenance of the BPOU's Trojan Technologies' UV Terra System*

Recommendation: *Ratify the General Manager's approval of the performance contract renewal as proposed by Trojan Technologies*

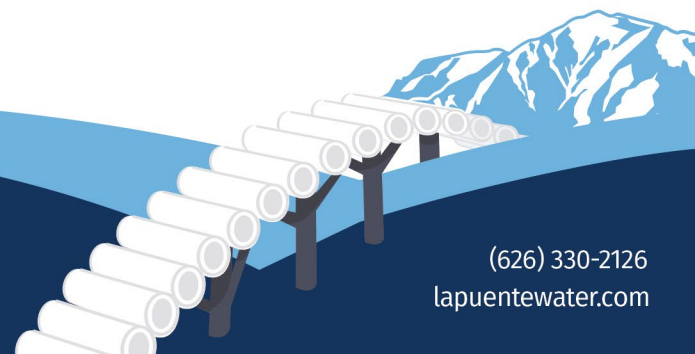
Fiscal Impact: *The 2024 Treatment Plant Budget appropriates \$241,600 for NDMA and 1,4-Dioxane Treatment, which includes the cost of system maintenance. The cost of \$144,462.84 for system maintenance as proposed by Trojan Technologies is within the 2024 Budget appropriation and the proposed cost for the next two years will be the basis for the appropriations in the 2025 and 2026 Treatment Plant Budgets. The cost for this performance contract is a BPOU Project expense and shall be 100% reimbursed by the Cooperating Respondents.*

SUMMARY

The BPOU Trojan Technologies' UV Terra System was installed at the District's Groundwater Treatment Facility in 2002, to treat the groundwater contaminants, NDMA and 1,4-Dioxane. The UV System continues to operate to successfully treat the groundwater contaminants to non-detectable levels. The Trojan UV System maintenance is a treatment plant operations expense and will be 100% reimbursed by the Cooperating Respondents (CRs).

The contract the District has with Trojan Technologies was originally signed in August of 2002 and is a 15- year contract with an annual renewal provision. The following is a summary of the major contract provisions:

- Trojan guarantees the Trojan system will remove NDMA and 1,4-Dioxane to below 2 parts per trillion and 2 parts per billion, respectively. If the UV system fails to perform to these standards and Trojan cannot rectify the situation after a second performance test, Trojan shall immediately replace the UV system entirely at their expense.
- Trojan also provides equipment warranty to resolve component failure in which they would be in communications with District staff within 3 hours of notification. If this communication cannot resolve the issue, Trojan will have a technician on-site within 6 hours. Trojan shall resolve any equipment failure within 3 days of initial notification.



- Trojan provides the District with liquidated damages of \$3,000 per day if the Trojan system fails to perform for a total period of 35 days per year or 7 consecutive days. These damages would be assessed against the recurring quarterly payments for this contract. Trojan also provides all quarterly maintenance/inspection and sleeve cleaning.

There are two BPOU water entities, including the District, that operate the same type of Trojan UV system. In 2012, the CRs requested that the BPOU Committee evaluate what type of cost savings can be achieved through modifying the maintenance requirements and contract structure with Trojan for all of the BPOU projects. These discussions resulted in a three-year performance contract renewal that separated the cost of the replacement of UV lamps from the cost of maintenance, repair and performance guarantee. In previous years, the lamps were replaced every 12 months regardless of the hours of service. The 2012 renewal, provided for lamp replacements upon the lamps reaching the permitted 8,760 hours of operations. The proposed performance contract (enclosed) renewal provides the same pricing structure and is similar to the 2021 renewal.

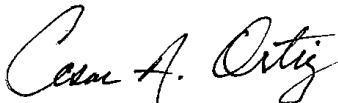
FISCAL IMPACT

The 2024 Treatment Plant Budget appropriates \$241,600 for NDMA and 1,4-Dioxane Treatment, which includes the cost of system maintenance. The cost of \$144,462.84 for system maintenance as proposed by Trojan Technologies is within the 2024 Budget appropriation and the proposed cost for the next two years will be the basis for the appropriations in the 2025 and 2026 Treatment Plant Budgets. The cost for this performance contract is a BPOU Project expense and shall be 100% reimbursed by the Cooperating Respondents.

RECOMMENDATION

Ratify the General Manager's approval of the performance contract renewal as proposed by Trojan Technologies.

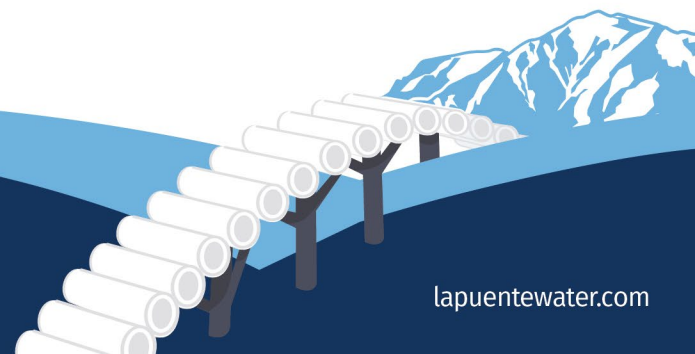
Respectfully Submitted,



Cesar A. Ortiz
Water Treatment & Supply Superintendent

ENCLOSURES

- Trojan Technologies Performance Contract Renewal



September 20, 2024

La Puente Valley County Water District
15825 East Main Street
La Puente, CA 91744

Attention: Mr. Roy Frausto, General Manager

Subject: Trojan Performance Contract Renewal – YEAR 23

Dear Mr. Frausto:

The new recurring Annual Contract Price, as agreed upon by the parties hereto, is \$144,462.84 US for the twelve (12) months starting October 1, 2024, to be paid in accordance with the payment schedule set out below.

The following negotiated adjustments have been incorporated into the contract renewal price, and the Performance Contract is hereby amended accordingly to reflect these agreed amendments:

1. The Performance Contract is hereby renewed on the following terms for a term of 12 months, commencing October 1, 2024.
2. Annualized lamp replacement is hereby removed from the Performance Contract. Accordingly, all references to annual lamp replacement (including, without limitation, the first bullet point under Section 4.1 “Performance Contract – Recurring Payment”, and clause 1 “Annualized Lamp Replacement (materials only)” and clause 3 “Annualized Lamp Replacement (labor only)”, both of “Performance Contract Work Breakdown” under Section 4.1) are hereby deleted from the Performance Contract. Commencing on the Effective Date, lamp replacements shall be performed to ensure that no lamp exceeds 8,760 hours of service. The cost, both labor and materials, for lamp replacements (all lamps) shall not exceed \$61,913 (Oct 1, 2024 –Sept 30, 2025). Invoices shall be submitted upon the completion of the lamp replacements and payable within 30 days.
3. Insurance Clause – 4.4, Subsection ‘1)’ of the Performance Contract is hereby deleted in its entirety and replaced with the following:
 - 1) *A commercial general liability insurance policy insuring against bodily injury and property damage including broad form property damage (ISO Commercial General Liability – Occurrence Form CG 0001) with a limit to not less than \$2,000,000 per occurrence.*
4. Amendment of 3.2 Performance guarantee – The frequency of evaluation is hereby adjusted from Quarterly to Semi-Annually. The evaluation will be completed by Trojan upon receipt of the following:
 - 1) *Flow per train at time of sampling*
 - 2) *Water UVT at time of sampling*
 - 3) *UV system inlet NDMA and 1,4-Dioxane concentrations*

- 4) *UV system outlet NDMA and 1,4-Dioxane concentrations*
 - 5) *Number of rotational units operating at the time of sampling*
 - 6) *Number of hours on the lamps for those rotational units operating at the time of sampling and any lamp failures.*
 - 7) *Inlet hydrogen peroxide concentration at time of sampling*
5. This Agreement does not cover the repair or replacement of any components which have failed (or are failing) due to corrosion. Any repairs and / or replacements of equipment or related components or replacement parts that are required due to corrosion shall be at the sole cost and responsibility of the District. Nothing contained in this paragraph 5 is intended to void or further alter the Performance guarantee set out in the Performance Contract, as amended in paragraph 4 above.
6. Performance Guarantee: Trojan warrants that the UV treatment system will perform as originally specified in Section. 3.1 as long as La Puente Valley Water District is operating under a signed Performance Contract with Trojan Technologies and using genuine Trojan parts.
7. Trojan warrants that all parts of the UV Treatment System shall be available to La Puente County Water District (LPVCWD) during the 3-year performance contract renewal
8. Early termination of this contract by La Puente County Water District (LPVCWD) is allowable provided the District replaces the equipment with an alternate Trojan UV Treatment System.

The renewed contract will be invoiced a total of \$144,462.84 according to the following schedule:

1. \$36,115.71 USD by September 27, 2024
2. \$36,115.71 USD by December 27, 2024
3. \$36,115.71 USD by March 27, 2025
4. \$36,115.71 USD by June 27, 2025

|

All aspects of the Performance Contract, as previously amended, not specifically amended hereby will continue as part of this contract. Please indicate below, by your signature, your acceptance of Trojan's Renewable Performance Contract for the 36 months starting October 1, 2024 on the terms stated herein.

Should you have any questions or comments, please feel free to contact me anytime.

Sincerely,
Trojan Technologies,

Heather Conine

Heather Conine
Regional Account Manager



Roy Frausto
La Puente Valley County Water District

Date: 10-17-2024