



MEMORANDUM

FC 14 (01-02-07)

TO: Board of Directors

FROM: Capital Improvement
Program Committee

SUBJECT: 04/25/18 CIP Committee Meeting Summary

DATE: 05/08/18

This memorandum summarizes the Capital Improvement Program Committee (Committee) meeting held on April 25, 2018, where the following workplan items were discussed:

A. Design Phase Capital Projects Status Review

The Committee reviewed every capital projects currently under design phase (see attached list). The review includes progress, challenges, and anticipated changes needing Board approval. In summary:

1. The Committee is satisfied with progress of the majority of the design-phase projects.
2. With progress made on Almaden, Calero and Guadalupe Dams Seismic Retrofit Projects, the current estimated projects costs (developed in the Planning phase) will be updated soon.
3. The Committee reviewed the Rinconada Residuals Remediation Project (Item 5.1 on today's agenda) where staff is seeking Board approval of 1) a budget transfer, and 2) a Design Consultant Agreement. The Committee supports staff proposed actions.

As the Board is aware, this project is needed to address previous design deficiencies, and is a high priority project on the Committee's monitoring list. The Committee stressed the importance of accountability during the review.

4. The Committee reviewed a proposed Sole Source Contract for updating the District's enterprise geographic information system (GIS). The Committee supported staff's proposal and justification.

B. 10-Year Pipeline Inspection and Rehabilitation Program (Program)

The Committee followed up on Director Kremen's question during the Board's review of the FY 19-23 Draft CIP. The Program budget in the CIP, ranges from \$5M to \$20M per year, is based on staff's projected plan of inspecting and rehabilitating pipelines for the next 10 years. Staff explained that this plan may change due to multiple conditions, such as pipeline conditions, environmental clearance, and operational constraints. Staff is also in the process of completing the District's Pipeline Asset Management Plan (June 2019). The Plan will support improved planning and scheduling of individual projects to be included in the Program. Item 5.4 on today's agenda is an example of a specific project in the Program for Fiscal Year 2018.

Board member comments and suggestions can be forwarded to Ms. Natalie Dominguez, Board Administrative Assistant at (408) 630-2659 or by email to ndominguez@valleywater.org.

Nai Hsueh

Director, District 5
Capital Improvement Program Committee Chairperson

CIP Committee 2018 Workplan

		Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
CIP Implementation												
10 Year Pipeline	N o M e e t i n g			X		X						
So Co Recycled Water					X							
Project w/ Environmental Justice Prioritization Criteria							X					
Long Term Purified Water		X										
Alternative Financing WUE Projects (Special Tax)			X	X		X			X		X	
Public Private Partnership (P3) Delivery for capital projects												
Capital Project Monitoring												
Construction			X			X			X			
Design				X			X			X		
Planning / Feasibility					X			X			X	
CIP Development												
Project ranking criteria										X	X	X
Preliminary CIP										X	X	X
Criteria for Ranking Stewardship Projects						X						