

**MEMORANDUM**

TO: Board of Directors

FROM: Capital Improvement Program Committee

SUBJECT: 10/21/19 Capital Improvement Program Meeting Summary

DATE: 10/21/19

This memorandum summarizes the Capital Improvement Program Committee (Committee) meeting held on October 21, 2019, where the following workplan item was discussed:

1. Information on Project Labor Agreements.

At the 10/21 meeting, the Committee received presentations from Mr. Kenneth Wong, County of Alameda, and formerly with the County of Santa Clara; Mr. Joe Flatley, previously with Milpitas Unified School District; and Mr. Thomas Esch, Purchasing & Consultant Contracts Unit Manager, and formerly with Valley Transportation Authority; who shared their experiences regarding negotiating and working with PLAs on construction projects, and their view of the pros and cons of PLAs.

This is the 7th meeting the Committee had on Project Labor Agreement since receiving the assignment from the Board in September 2018. The Committee now considers the assignment is complete and will present a comprehensive analyses shortly for the Board's consideration.

The Committee voted (2 to 1) on the following recommendation for the Board: Recognizing that Project Labor Agreement would have various pros and cons to Valley Water, to the community, and to construction industry particularly the non-unionized small, minority-owned and women-owned firms, the Committee supports moving forward with Project Labor Agreement if the negative impacts identified by stakeholders and staff, along with any additional concerns that the Board may identify, can be addressed.

The Committee also emphasized the importance for stakeholders' engagements if the full Board directs staff (or the Committee) to work on mitigating the identified negative impacts.

Board member comments and suggestions can be forwarded to Natalie Dominguez, Assistant Deputy Clerk II, at [\(408\) 630-2659](tel:4086302659) or by email to ndominguez@valleywater.org.

Thank you.

Nai Hsueh

Director, District 5
Capital Improvement Program Committee Chairperson

THIS PAGE INTENTIONALLY LEFT BLANK