



Santa Clara Valley Water District

File No.: 20-0496

Agenda Date: 6/9/2020

Item No.: *4.2.

SUPPLEMENTAL BOARD AGENDA MEMORANDUM

SUBJECT:

Formation of a Fiscal Year 2021 Budget Review Board Working Group and a Project Labor Agreement Board Working Group.

REASON FOR SUPPLEMENTAL MEMORANDUM:

This report conveys additional information received after the initial report was released, consistent with Executive Limitations Policy EL-7-10-5. The Board Chair's recommendations were not available at the time the 10-day agenda memorandum was published. This memo provides those recommendations.

RECOMMENDATION:

* Discuss and approve the formation of a Fiscal Year 2021 Budget Review Board Working Group and a Project Labor Agreement Board Working Group, and the purposes, scopes, outcomes, completion dates and appointments, as proposed by the Board Chair.

SUMMARY:

As stated in the original Board Agenda memorandum, the Board Chair's proposed recommendations for both proposed working groups are submitted below.

FY 2021 Budget Review Working Group

Purpose:

Review available data (early September) of COVID-19 financial impacts on community and the District and make recommendations to the Board if modifications to the approved FY 2021 Budget are needed.

Scope:

1. Review known financial impacts to the District, including
 - a. Year-to-date revenue collection
 - b. Additional costs to the District driven by COVID-19
2. Review if the impacts cause any difficulties, short-term or long-term, to
 - a. Implementation of budgeted projects and programs

- b. PERS contribution
 - c. OPEB contribution.
3. Develop strategies to address difficulties identified in Scope 2 (above), for example:
- a. Boosting revenue strategies such as mid-year increases of water charges and other strategies,
 - b. Investment/borrowing strategies
 - c. Reserves strategies
 - d. Potential savings or reductions to the approved FY 2021 Projects/Programs/Level of Service.
4. Develop recommendations to the Board

Timeline:

Approximately 3 meetings in early September 2020 -

1st meeting for Items 1 and 2 under Scope.

2nd meeting for 3a, 3b and 3c under Scope.

3rd Meeting for 3d and 4 under Scope.

Staff Support Needed:

Significant amount of support required.

Working group members:

Directors Kremen, Estremera, and Hsueh

Project Labor Agreement Working Group

Purpose:

Recommend to the Board a set of policy-level negotiation parameters for staff to initiate negotiation of a Project Labor Agreement (PLA) with Santa Clara and San Benito Counties Building and Construction Trades Council.

Note: It is the responsibility of staff, not the Board, to negotiate and develop District's PLA program. The Board's job is to provide policy level parameters to guide staff's work. Therefore, the Working Group would stay through the negotiation period.

Scope:

- 1. Threshold of PLA;
- 2. Definition of what constitutes a project and what are excluded under PLA;
- 3. Monitoring and reporting to ensure that the Board's goals of **local hiring and training for workers** are achieved;
- 4. Measures to ensure PLA does not negatively affect participation by SBE/DBE;
- 5. Other parameters (additional parameters may be identified as the Working Group proceeds with its work.);
- 6. Develop recommendations

Initial Timeline:

Approximately 3 meetings in June and July of 2020 -

1st meeting for Items 1, 2, and 3 under Scope.

2nd meeting for Items 4 and 5 under Scope.

3rd meeting for Item 5 and 6 under Scope.

Staff support needed:

Moderate amount of support required.

Working Group members:

Directors Keegan, Estremera and Hsueh

FINANCIAL IMPACT:

There is no financial impact associated with this item. Funds to support Board Committee are budgeted in the Clerk of the Board budget.

CEQA:

The recommended action does not constitute a project under CEQA because it does not have the potential for resulting in direct or reasonably foreseeable indirect physical change in the environment.

ATTACHMENTS:

None.

UNCLASSIFIED MANAGER:

Michele King, 408-630-2711.

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