



Los Angeles County Sanitation Districts

County Sanitation District No. 2 of Los Angeles County

Board of Directors

Regular Meeting

Wednesday, July 22, 2026

1:30 PM

OFFICE OF THE DISTRICT
1955 Workman Mill Road
Whittier, CA 90601

**To be held in person and via teleconference per Brown Act, Section 54953 (b)&(c), at the
OFFICE OF THE DISTRICT and at the:**

ALHAMBRA CITY HALL, Conference Room A, 111 S. First Street, Alhambra, CA 91801
ARTESIA CITY HALL, 18747 Clarkdale Avenue, Artesia, CA 90701
COMPTON CITY HALL, 205 S. Willowbrook Avenue, Compton, CA 90220
DOWNEY CITY HALL, City Council Conference Room, 11111 Brookshire Avenue, 3rd Floor, Downey, CA 90241
LONG BEACH CITY HALL, 411 W. Ocean Boulevard, Floor 1 - The Media Room, Long Beach, CA 80802
PARAMOUNT CITY HALL, Conference Room 16400 Colorado Avenue, Paramount, CA 90723
OFFICE OF SUPERVISOR HAHN, 302 W 5th Street, Suite 200, San Pedro, CA 90632
VERNON CITY HALL, Conference Room 1, 4305 S. Santa Fe Avenue, Vernon, CA 90058

For the public to join the meeting virtually, click <https://us02web.zoom.us/j/8091438308> or enter the Meeting ID 809 143 8308 into the Zoom app on your smartphone or computer. Alternatively, you may join by phone by calling (669) 900-9128 and entering the Meeting ID. You may find further information at: <https://lacsdl.legistar.com/Calendar.aspx>

Roll Call - GOVERNING BODY - Director / Alternate

ALHAMBRA - Maloney / Andrade-Stadler
ARTESIA - Trevino / Ramoso
BELL - Saleh / F. Flores
BELL GARDENS - De La Rosa / Barcena
BELLFLOWER - Santa Ines / V. Sanchez
CERRITOS - Johnson / Yokoyama
COMMERCE - Lainez / Argumedo
COMPTON - Sharif / Vacant
DOWNEY - Frometa / H. Ortiz
LONG BEACH - Richardson / Saro
LOS ANGELES CITY - Vacant / McOsker
MONTEBELLO - Tamayo / Romero
MONTEREY PARK - H. Lo / J. Sanchez
NORWALK - Perez / Ramirez
PARAMOUNT - B. Olmos / Cuellar Stallings
PICO RIVERA - Gustavo Camacho / J. Garcia
SAN GABRIEL - Chan / J. Wu
SOUTH GATE - Barron / Rios
VERNON - Ybarra / Rodriguez
WHITTIER - Becerra / Warner (Chairperson)
LOS ANGELES COUNTY - Solis / Hahn

Remote Public Participation

Members of the public may participate in person or remotely through the teleconference and/or internet-based platform identified on the Districts' website and meeting materials.

Public Comment

Members of the public may address the Board on agenda items before or during consideration and on matters within the Board's jurisdiction. Comments may be made in person or through the designated remote participation platform.

Instructions for remote participation and public comment are available at:
<https://www.lacsd.org/about-us/governance/board-agenda-and-minutes>

The Board will not require advance submission of public comments and will provide an opportunity for real-time public comment. The Chair may establish reasonable procedures and time limits consistent with the Brown Act and Board policies.

CONSENT AGENDA

PUBLIC COMMENT

1. Public Comment

APPOINTMENT

2. Receive and Order Filed Certificate of Mr. Henry Lo, Presiding Officer of City of Monterey Park
3. Receive and Order Filed Action Appointing Mr. Jose Sanchez as Alternate Director of City of Monterey Park
4. Receive and Order Filed Action Appointing Ms. Vilma Cuellar Stallings as Alternate Director of City of Paramount
5. Receive and Order Filed Action Appointing Ms. Monica Rodriguez as Alternate Director of City of Vernon

ACCEPT CONTRACT AND ORDER FINAL PAYMENT

6. Accept Contract No. 5719 and Order Final Payment to Vortex Services, LLC dba Sancon Technologies for Construction of *South Bay Cities Trunk Sewers Group 1 Rehabilitation* (Project); Resulting in Total Contract Amount of \$984,985.94

Summary: The Project consisted of the rehabilitation of approximately 7,214 feet of 10-inch and 15-inch-diameter corroded concrete pipe and cracked vitrified clay pipe, and appurtenant structures. The work was located within the cities of Lomita, Los Angeles, Palos Verdes Estates, and Torrance, and unincorporated Los Angeles County. One change order for a non-compensable time extension was approved for this Project.

AUTHORIZE ISSUANCE OF PURCHASE ORDERS

7. Authorize Issuance of Purchase Order to MDJ Management, LLC, in Amount of Approximately \$120,200 for Repairs to Water Treatment Station Brine Tank at Total Energy Facility (TEF) located at A.K. Warren Water Resource Facility (Warren Facility)

Summary: The TEF water treatment system at the Warren Facility produces high-quality water used for critical processes, including compliance-based oxides of nitrogen (NOx) emissions control for gas turbines. A key component of the water treatment system is an ion-exchange water softener. The water softener includes a 40-year-old brine tank, constructed of reinforced concrete, that stores a salt solution used to regenerate the ion exchange resin. The concrete walls have significantly deteriorated due to corrosion and cracking. This project entails rehabilitating the concrete structure and installing a polyvinyl chloride liner to protect the interior concrete walls from brine-related deterioration, ensuring the long-term reliable operation of the water treatment system and compliance with the Warren Facility's South Coast Air Quality Management District air emissions permit. Pursuant to authority previously granted by the Board, the project will be completed utilizing the Job Order Contracting Program which relies on pre-established, competitively-bid construction tasks that will accelerate project delivery and reduce administration and design costs. Staff has determined that the activities described are not subject to the provisions of California Environmental Quality Act (CEQA). The activities described herein do not constitute a "Project" as that term is defined in California Public Resources Code Section 21065 and Title 14 of the California Code of Regulations ("CEQA Guidelines") Section 15378. This item is consistent with the Districts' Guiding Principles to protect financial and facility assets through prudent investment and maintenance programs; and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness).

8. Authorize Issuance of Purchase Order to Long Beach Iron Works (LBIW) in Amount of Approximately \$161,000 for 20 Modified S-A-229 Pressure Covers

Summary: During storms in February 2024 and December 2025, the Districts experienced several pressure cover failures on the Joint Outfall A and Joint Outfall B sewers due to high pressures from stormwater inflow. As a result, the Districts modified the 36-inch pressure cover design standard and plan to replace pressure covers that show signs of corrosion at their attachment points. To prepare for the upcoming 2026-27 wet weather season, 20 pressure covers are requested to be ordered and kept in stock. The sole-source procurement of these covers is necessary because LBIW is the only local vendor supplying pressure covers and the only vendor capable of supplying the modified design in time to be installed for the 2026-27 wet season. This item is consistent with the Districts' Guiding Principles of commitment to fiscal responsibility and prudent financial stewardship; and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness).

9. Authorize Issuance of Purchase Order to Salt Landscape Architects (SALT) in Amount of Approximately \$187,000 for Landscape Design Services for Replacement of Non-Functional Turf at A.K. Warren Water Resource Facility (Warren Facility)

Summary: To comply with Assembly Bill (AB) 1572 and applicable water efficiency regulations, approximately six acres of non-functional turf at the Warren Facility must be removed or replaced before potable water irrigation restrictions take effect on January 1, 2027. In March 2026, the Districts issued a Request for Qualifications to solicit proposals from qualified landscape architecture firms to design the replacement of non-functional turf with drought-tolerant landscaping and hardscaping features. These proposals were received on April 20, 2026, and staff selected SALT based on their qualifications, project approach, interview, and reference checks. The services will include development of water-efficient replacement landscaping, irrigation design, preparation of construction documents, Model Water Efficient Landscape Ordinance (MWELO) compliance documentation, bidding assistance, and construction administration support. This item is consistent with the Districts' Guiding Principles to protect financial and facility assets through prudent investment and maintenance programs; and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness).

10. Authorize Issuance of Purchase Order to Mackone Development, Inc., in Amount of Approximately \$281,000 for Concrete Repair of Secondary Treatment Train A at A.K. Warren Water Resource Facility (Warren Facility)

Summary: At the Warren Facility, the secondary treatment process produces high-quality, permit-compliant treated effluent and consists of eight treatment trains (A-H), with each train comprising an aerobic biological reactor followed by 26 final clarifiers. Since its construction in 1977, Secondary Treatment Train A has experienced progressive concrete deterioration. This project will rehabilitate deteriorated concrete throughout Secondary Treatment Train A, restoring the structural integrity of the facilities and ensuring the long-term reliable operation of the secondary treatment process and continued compliance with the Warren Facility's effluent discharge permit limits. Pursuant to authority previously granted by the Board, the project will be completed utilizing the Job Order Contracting Program, which relies on pre-established, competitively-bid construction tasks that will accelerate project delivery and reduce administration and design costs. Staff has determined that the activities described are not subject to the provisions of the California Environmental Quality Act (CEQA). The activities described herein do not constitute a "Project" as that term is defined in California Public Resources Code Section 21065 and Title 14 of the California Code of Regulations ("CEQA Guidelines") Section 15378. This item is consistent with the Districts' Guiding Principles to protect financial and facility assets through prudent investment and maintenance programs; and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness).

11. Authorize Issuance of Purchase Order to WinCan LLC (WinCan) in Amount of Approximately \$390,000 for Software License and Support Services for Districts' Closed-Circuit Television Video (CCTV) Sewer Inspection Program

Summary: Annually, the Districts reviews approximately 350 miles of CCTV inspections of its sewers for condition assessment and to prioritize sewer rehabilitation capital improvements. In June 2025, the Districts' video inspection processing work was consolidated under the WinCan software suite to increase efficiency by eliminating the need to convert and transfer videos from one format and platform to another. Over the past year, WinCan has consistently provided high-quality support services and has demonstrated a strong understanding of the Districts' CCTV inspection program requirements. Their performance has been instrumental in reducing the backlog of sewer video inspection reviews. In addition to their technical capabilities, WinCan has been responsive, reliable, and collaborative in addressing project needs and operational challenges. Districts' staff has been satisfied with WinCan's overall performance and recommends approval of this sole-source purchase order for another year's worth of CCTV software and inspection support services to ensure continuity of services, maintain progress in inspection review efforts, and provide essential support for the Districts' sewer condition assessment and capital improvement programs. This item is consistent with the Districts' Guiding Principles to protect financial and facility assets through prudent investment and maintenance programs; and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness).

12. Authorize Issuance of Purchase Order to Flowserve, in Amount of Approximately \$495,000, for Installation and Commissioning of New Pump for Secondary Influent Pump Station (SIPS) No. 2 at A.K. Warren Water Resource Facility (Warren Facility)

Summary: The Secondary Influent Pump Station (SIPS) is a critical pump station that utilizes five engine-driven pumps to convey primary effluent from the Primary Treatment process to the Secondary Treatment process. In September 2022, SIPS Pump No. 3 failed due to a broken shaft. The failed pump was subsequently replaced with one of two new pumps procured in 2023. To maintain the reliability of the pump station and reduce the risk of future failures, it is recommended that the remaining four pumps, including SIPS Pump No. 2, be replaced on a phased basis with new or rehabilitated pumps. As the next phase of the rehabilitation program, staff recommends that Flowserve remove the existing pump at SIPS Pump No. 2 and install the remaining new replacement pump. The other three pumps will be replaced with rehabilitated pumps in future phases to ensure the continued reliable operation of the SIPS, which is essential for conveying primary effluent to the secondary treatment process and maintaining compliance with the Warren Facility's effluent discharge permit limits. Flowserve is the original equipment manufacturer and the sole authorized service provider for these pumps. This recommendation is consistent with the Districts' Guiding Principles to protect financial and facility assets through prudent investment and maintenance programs; and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness).

13. Authorize Issuance of Purchase Order to APG Neuros (Neuros) in Amount of Approximately \$561,320 for Turbo Blower Harmonic Filter Upgrades at Various Water Reclamation Plants (WRPs)

Summary: On March 28, 2026, the Valencia WRP experienced an electrical system failure that damaged the variable frequency drives (VFDs) integral to the turbo blowers supplying process air for biological treatment. Although the damaged drives were replaced to restore blower functionality, the existing turbo blowers at the Valencia and other WRPs remain susceptible to electrical damage during re-energization after a power outage. Neuros recommended that the existing turbo blowers at the Valencia, Palmdale, Pomona, and Los Coyotes WRPs, 19 in total, be retrofitted with upgraded harmonic filters to prevent similar electrical system failures from happening again. Retrofitting the existing blowers will protect critical equipment needed for plant operation and regulatory compliance. It is the recommended engineering solution from Neuros, the original turbo blower manufacturer, to meet their current manufacturing design standards and improve equipment reliability. This item is consistent with the Districts' Guiding Principles to protect financial and facility assets through prudent investment and maintenance programs; and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness).

14. Authorize Issuance of Purchase Order to MDJ Management, LLC, (MDJ) in Amount of Approximately \$1,260,000 for Demolition of Improvements on Districts' Property Adjacent to A.K. Warren Water Resource Facility (Warren Facility) (Project)

Summary: The Districts owns 15 acres of property adjacent to the Warren Facility that serves as a buffer for Warren Facility operations. The property is currently leased to a plant nursery, but the lease is ending and the tenant will vacate the site in August 2026. The Project involves demolition and removal of the tenant's greenhouses, offices, and other structures at the site, which will prevent vandalism and trespassing, as well as facilitate future use of the property. Pursuant to authority previously granted by the Board, the Project will be completed utilizing the Job Order Contracting Program, which relies on pre-established, competitively-bid construction tasks that will accelerate project delivery and reduce administration and design costs. Staff has determined that the Project is exempt or otherwise not subject to the provisions of the California Environmental Quality Act (CEQA) pursuant to California Public Resources Code Section 21084 and Title 14 of the California Code of Regulations ("CEQA Guidelines") Section 15301. This item is consistent with the Districts' Guiding Principle to protect financial and facility assets through prudent investment and maintenance programs.

REGULAR AGENDA

REPORT ON BIDS

1. Re: Contract with ARC Ventures, in Amount of Approximately \$598,447, for Construction of *Puente Hills Materials Recovery Facility Modification of the Stormwater Capture System* (Project)
 - (a) Report on Bids and Award and Order Executed Contract
 - (b) Order Staff to Review Insurance and Surety Bonds for Performance and Payment and, if Sufficient, Order Secretary to Execute Contract Evidencing Approval of Bonds and Insurance

Summary: The Project will consist of upgrades and modifications to the Puente Hills Materials Recovery Facility stormwater capture system to enhance performance and reduce the frequency of stormwater sampling. The work will include replacing and upsizing the existing stormwater pump at Drainage Area 3, installation of approximately 1,270 linear feet of 12-inch-diameter polyvinyl chloride (PVC) pipe and replacing 170 linear feet of 10-inch-diameter PVC pipe. The bid summary/recommendation to award is attached. Staff has determined that the Project is exempt or otherwise not subject to the provisions of the California Environmental Quality Act (CEQA) pursuant to Title 14 of the California Code of Regulations (“CEQA Guidelines”) Sections 15301, 15302, 15303, and 15304. This item is consistent with the Districts’ Guiding Principles to protect financial and facility assets through prudent investment and maintenance programs; and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness).

Attachments: [AGREEMENT](#)
 [BID SUMMARY](#)

2. Re: Contract with Horizons Construction Company International, Inc., in Amount of Approximately \$15,257,000, for Construction of *Los Coyotes Water Reclamation Plant Control Building Replacement* (Project)
- (a) Report on Bids and Award and Order Executed Contract
 - (b) Order Staff to Review Insurance and Surety Bonds for Performance and Payment and, if Sufficient, Order to Execute Contract Evidencing Approval of Bonds and Insurance
 - (c) Adopt Resolution Establishing its Intention to be Reimbursed for Expenditures Related to Project
 - (d) Authorize Issuance of Purchase Order to Black Veatch in Amount of Approximately \$1,000,000 to Provide Engineering Services During Construction of Project

Summary: The Project will replace the existing control building, which is undersized and not in compliance with modern building codes, add laboratory facilities necessary to conduct permit compliance testing, and provide a designated and protected space for the treatment plant’s distributed control system and business network infrastructure. The Project includes the construction of a new concrete masonry building, the decommissioning and demolition of the existing control building, and associated site improvements such as paving and landscaping. The bid summary/recommendation to award is attached. Staff has determined that the Project is exempt or otherwise not subject to the provisions of the California Environmental Quality Act (CEQA) pursuant to Title 14 of the California Environmental Quality Act (“CEQA Guidelines”) Section 15302 and 15303. The proposed resolution, which is attached, declares the Districts’ intent to seek reimbursement for certain expenditures if bonds are issued for the Project. The resolution action does not commit the District to issue bonds; it identifies the intended use of bond proceeds and expands the time- frame for when expenditures could be reimbursed. Black and Veatch is the Engineer of Record for this Project, and retaining their engineering services to ensure compliance with the contract documents during construction has been determined to be the most cost-effective option given its responsibility for the design documents and its competitive rates. This item is consistent with the Districts’ Guiding Principles to protect financial and facility assets through prudent investment and maintenance programs; and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness).

Attachments: [AGREEMENT](#)
 [BID SUMMARY](#)
 [BOND RESOLUTION](#)

3. Report on Bids and Award of Order for *Tulare Lake Compost (TLC) - Custom Farming and Property Maintenance* (Project)

Summary: The Project involves farming and property maintenance services on approximately 14,000 acres of agricultural land owned by the Districts at TLC for a three-year period, from October 1, 2026, through September 30, 2029. These services include a) annual farming on approximately 2,500 acres of Districts' land using compost produced at TLC, and b) maintenance services such as weed abatement and irrigation canal upkeep on the property. After completion of a Request for Qualifications process, the Districts solicited competitive bids from two pre-qualified farming contractors, and both submitted bids. Old River Farming Co. (ORF), the current provider of these services at TLC, submitted the lowest bid. In addition, ORF's bid appears cost-effective as it is lower on a per-acre basis than costs incurred in previous years. Revenue from the sale of the crops grown will be shared between ORF and the Districts, which will help defray a portion of the Project cost. The bid summary/recommendation for award is attached. Staff has determined that the Project is exempt or otherwise not subject to the provisions of the California Environmental Quality Act (CEQA) pursuant to Title 14 of the California Code of Regulations ("CEQA Guidelines") Section 15301. This item is consistent with the Districts' Guiding Principles of commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness); and to maximize use of our assets and resources (recycled water, recyclables, and energy).

Attachments: [BID SUMMARY](#)

TERMINATE AND ISSUE PURCHASE ORDER

4. Re: Gas Chromatography-Mass Spectrometry (GC-MS) System at A.K. Warren Water Resource Facility Water Quality Laboratory
 - (a) Terminate Purchase Order Issued to Lotus Consulting in Amount of \$208,550
 - (b) Authorize Issuance of Purchase Order to Custom Solutions Group LLC (Custom Solutions) in Amount of Approximately \$261,271

Summary: In April 2024, subsequent to receipt of competitive bids, the Board approved issuance of a purchase order to the lowest bidder, Lotus Consulting, to provide and install a GC-MS system for the Districts' laboratory. The specifications required the delivery of a GC-MS system by October 2024. Despite multiple revised timelines, Lotus Consulting is unable to deliver a functional system that meets the contract specifications, so staff is recommending that the previously approved purchase order be terminated. As the GC-MS system is still needed for Districts' operations and the previous Request for Bids process only resulted in a single responsive bid, staff directly solicited a quote from another vendor, Custom Solutions, which had previously provided similar equipment to the Districts. Staff has reviewed the quote from Custom Solutions and found it to be cost-effective and appropriate for the proposed equipment. This item is consistent with the Districts' Guiding Principles of commitment to fiscal responsibilities and prudent financial stewardship; and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness).

SURCHARGE OLIBGATION SETTLEMENT

5. Authorize Settlement of Industrial Wastewater Surcharge Obligation of Patriot Linen LLC, in Principal Sum of \$70,291.48, Plus Penalty and Interest, and Authorize Chief Engineer and General Manager and District Counsel to Take All Appropriate Steps to Secure Collection of All Past Due Amounts, Including Authority to Institute Litigation, Stipulate to Judgment, and Execute Settlement Agreement That Provides for Payment of Indebtedness on Periodic Basis

Summary: The company has failed to pay surcharge balances for Fiscal Year 2024-2025, and Quarters 1-3 of 2025-2026, and has been unresponsive to collection requests. This authorization includes any amounts otherwise due and additional amounts that become due prior to institution of litigation or settlement. This item is consistent with the Districts' Guiding Principles of commitment to fiscal responsibility and prudent financial stewardship.

APPROVE AND ORDER EXECUTED AGREEMENT

6. Re: Disposal and Transportation of Residual Waste from Puente Hills Materials Recovery Facility (PHMRF)
- (a) Confirm Issuance of Purchase Order to Burrtec Waste Industries, Inc., (Burrtec) in Amount of Approximately \$1,830,000 for Disposal of Residual Waste at Salton City Landfill
 - (b) Approve and Order Executed *Amendment No. 1 to Agreement for the Transportation of Waste with Custom Lumber Designs (CLD)*
 - (c) Approve and Order Executed *Amendment No. 1 to Agreement for the Transportation of Waste with Ecology Auto Parts, Inc. (Ecology)*

Summary: In 2024, following a competitive selection process, the Districts entered into agreements with USA Waste of California, Inc., (WM) for waste disposal at El Sobrante and Simi Valley Landfills and with CLD and Ecology for the transportation of waste. The disposal and transportation services commenced on July 1, 2025, for an initial duration of five years. Due to an ongoing contractual dispute with WM and their demand that the Districts immediately cease delivering residual waste generated by the leased recyclables sorting line at the PHMRF, staff evaluated disposal and transportation rates for all landfills within a 200-mile radius of the PHMRF that had available capacity. Based on this analysis, Salton City Landfill in Imperial County, which is operated by Burrtec, was identified as the most cost-effective, short-term disposal alternative for the residual waste. To ensure uninterrupted disposal capacity, a purchase order was issued to Burrtec for up to 60,000 tons of disposal capacity at a disposal rate of \$30.50 per ton. Staff recommends amending the transportation agreements with CLD and Ecology to include the additional landfill destination and associated transportation rates. The activities described herein do not constitute a “Project” under the California Environmental Quality Act (CEQA) pursuant to California Public Resources Code Section 21065 and Title 14 of the California Code of Regulations (“CEQA Guidelines”) Section 15378. This item is consistent with the Districts’ Guiding Principles of commitment to fiscal responsibility and prudent financial stewardship; and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness).

Attachments: [Amendment No. 1 for Ecology](#)
 [Amendment No. 1 for CLD](#)

7. Authorize Chief Engineer and General Manager to Execute *Water Banking and Exchange Agreement* (Agreement) with Tulare Lake Basin Water Storage District (TLBWSD) and Rosedale-Rio Bravo Water Storage District (RRBWSD) for Tulare Lake Compost Facility (TLC)

Summary: The TLC facility and agricultural properties have allocations for water and seasonal storage from the State Water Project (SWP) and the Kings and Tule Rivers. Water supplies are often variable, with oversupply in wet years and insufficient supply in drier years. The Board previously authorized the Chief Engineer and General Manager to execute agreements with TLBWSD and RRBWSD to bank excess TLC water in wet years to support farming activities in dry years. The Districts has fully utilized its water banking rights under the previous agreements with RRBWSD, so a new agreement is needed to bank additional water. Under the proposed Agreement, the Districts may deliver up to 10,000 acre-feet of excess SWP water to RRBWSD facilities, and RRBWSD will return one-half the amount stored, less operating losses, when requested by the Districts. The Districts would be responsible for the cost of conveyance, which is estimated to be \$1,400,000 over the ten-year term of the Agreement, depending on the amounts stored and recovered. TLBWSD and RRBWSD, in their capacities as lead agencies for purposes of water banking transactions such as this one, have determined that the Agreement is exempt or otherwise not subject to the provisions of the California Environmental Quality Act (CEQA) pursuant to Title 14 of the California Code of Regulations (“CEQA Guidelines”) Sections 15301 and 15061(b)(3). This item is consistent with the Districts’ Guiding Principle to plan for both short-term and long-term needs to minimize the need for significant rate increases.

Attachments: [TLBWSD Water Banking Agreement 2027 Banking Final](#)

ADJOURNMENT

Adjourn the Board meeting until the Regular Meeting of the Board of Directors on September 9, 2026 at 1:30 p.m.

Teleconference and Internet-Based Participation Disruptions

If a disruption prevents the District from broadcasting the meeting or receiving public comment through the advertised platform, the Board will follow the recommendations of this adopted Board Policy:

<https://www.lacsd.org/home/showpublisheddocument/16791/639150463365600000>

Reasonable Accommodation

In compliance with the Americans with Disabilities Act and applicable California law, requests for disability-related accommodations, auxiliary aids, or services should be directed to the Secretary to the Boards' Office at (562) 908-4288, extension 1100, at least 48 hours before the meeting when feasible.

Language Assistance

Interpretation services or translated agenda materials may be available upon request as required by Government Code 54954.2(a)(1). Requests should be directed to the Secretary to the Boards' Office at least 72 hours before the meeting when feasible.

Document Requests

Supporting documents are available online at the time of posting. Agendas and non-exempt writings distributed to the Board related to agenda items are available for public inspection at the Office of the Secretary to the Boards of Directors, 1955 Workman Mill Road, Whittier, California 90601, or at the meeting location.

Additional information is available at: <https://www.lacsd.org/about-us/governance/board-agenda-and-minutes>

Status Report

Prior to or during the meeting, the Chief Engineer and General Manager may provide updates on matters of interest concerning the Districts.

AFFIDAVIT OF POSTING

I hereby certify under penalty of perjury and as required by the State of California, Government Code § 54954.2(a), that the foregoing Agenda was posted online at www.lacsd.org and outside the main door of the Office of the District at 1955 Workman Mill Road, Whittier, CA 90601 not less than 72 hours prior to the meeting date and time above. All public records relating to each agenda item, including those distributed less than 72 hours prior to the meeting to a majority of the Board of Directors, are available for public inspection with the Secretary to the Boards of Directors.

/s/ Rechelle Z. Asperin
Secretary to the Boards of Directors
July 16, 2026



Los Angeles County Sanitation Districts

Staff Report

1955 Workman Mill Road,
Whittier, CA 90601
562-908-4288
info@lacsds.org

File #: 26-295

Agenda Date: 7/22/2026

Agenda #: 2.

Title

Receive and Order Filed Certificate of Mr. Henry Lo, Presiding Officer of City of Monterey Park

Staff Recommendation

Staff recommends approval of the appointment.



Los Angeles County Sanitation Districts

Staff Report

1955 Workman Mill Road,
Whittier, CA 90601
562-908-4288
info@lacsds.org

File #: 26-296

Agenda Date: 7/22/2026

Agenda #: 3.

Title

Receive and Order Filed Action Appointing Mr. Jose Sanchez as Alternate Director of City of Monterey Park

Staff Recommendation

Staff recommends approval of the appointment.



Los Angeles County Sanitation Districts

Staff Report

1955 Workman Mill Road,
Whittier, CA 90601
562-908-4288
info@lacsds.org

File #: 26-302

Agenda Date: 7/22/2026

Agenda #: 4.

Title

Receive and Order Filed Action Appointing Ms. Vilma Cuellar Stallings as Alternate Director of City of Paramount

Staff Recommendation

Staff recommends approval of the appointment.



Los Angeles County Sanitation Districts

Staff Report

1955 Workman Mill Road,
Whittier, CA 90601
562-908-4288
info@lacsds.org

File #: 26-303

Agenda Date: 7/22/2026

Agenda #: 5.

Title

Receive and Order Filed Action Appointing Ms. Monica Rodriguez as Alternate Director of City of Vernon

Staff Recommendation

Staff recommends approval of the appointment.



Los Angeles County Sanitation Districts

Staff Report

1955 Workman Mill Road,
Whittier, CA 90601
562-908-4288
info@lacsdsd.org

File #: 26-230

Agenda Date: 7/22/2026

Agenda #: 6.

Title

Accept Contract No. 5719 and Order Final Payment to Vortex Services, LLC dba Sancon Technologies for Construction of *South Bay Cities Trunk Sewers Group 1 Rehabilitation* (Project); Resulting in Total Contract Amount of \$984,985.94

Summary

Summary: The Project consisted of the rehabilitation of approximately 7,214 feet of 10-inch and 15-inch-diameter corroded concrete pipe and cracked vitrified clay pipe, and appurtenant structures. The work was located within the cities of Lomita, Los Angeles, Palos Verdes Estates, and Torrance, and unincorporated Los Angeles County. One change order for a non-compensable time extension was approved for this Project.

Staff Recommendation

Staff recommends to accept this work.



Los Angeles County Sanitation Districts

Staff Report

1955 Workman Mill Road,
Whittier, CA 90601
562-908-4288
info@lacsdsd.org

File #: 26-280

Agenda Date: 7/22/2026

Agenda #: 7.

Title

Authorize Issuance of Purchase Order to MDJ Management, LLC, in Amount of Approximately \$120,200 for Repairs to Water Treatment Station Brine Tank at Total Energy Facility (TEF) located at A.K. Warren Water Resource Facility (Warren Facility)

Summary

Summary: The TEF water treatment system at the Warren Facility produces high-quality water used for critical processes, including compliance-based oxides of nitrogen (NOx) emissions control for gas turbines. A key component of the water treatment system is an ion-exchange water softener. The water softener includes a 40-year-old brine tank, constructed of reinforced concrete, that stores a salt solution used to regenerate the ion exchange resin. The concrete walls have significantly deteriorated due to corrosion and cracking. This project entails rehabilitating the concrete structure and installing a polyvinyl chloride liner to protect the interior concrete walls from brine-related deterioration, ensuring the long-term reliable operation of the water treatment system and compliance with the Warren Facility's South Coast Air Quality Management District air emissions permit. Pursuant to authority previously granted by the Board, the project will be completed utilizing the Job Order Contracting Program which relies on pre-established, competitively-bid construction tasks that will accelerate project delivery and reduce administration and design costs. Staff has determined that the activities described are not subject to the provisions of California Environmental Quality Act (CEQA). The activities described herein do not constitute a "Project" as that term is defined in California Public Resources Code Section 21065 and Title 14 of the California Code of Regulations ("CEQA Guidelines") Section 15378. This item is consistent with the Districts' Guiding Principles to protect financial and facility assets through prudent investment and maintenance programs; and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness).

Staff Recommendation

Staff recommends to authorize the Chief Engineer and General Manager, in his capacity as Purchasing Agent, to issue a purchase order to MDJ Management, LLC, in the amount of approximately \$120,200 for repairs to the water treatment station brine tank at the TEF located at the Warren Facility.



Los Angeles County Sanitation Districts

Staff Report

1955 Workman Mill Road,
Whittier, CA 90601
562-908-4288
info@lacsdsd.org

File #: 26-276

Agenda Date: 7/22/2026

Agenda #: 8.

Title

Authorize Issuance of Purchase Order to Long Beach Iron Works (LBIW) in Amount of Approximately \$161,000 for 20 Modified S-A-229 Pressure Covers

Summary

Summary: During storms in February 2024 and December 2025, the Districts experienced several pressure cover failures on the Joint Outfall A and Joint Outfall B sewers due to high pressures from stormwater inflow. As a result, the Districts modified the 36-inch pressure cover design standard and plan to replace pressure covers that show signs of corrosion at their attachment points. To prepare for the upcoming 2026-27 wet weather season, 20 pressure covers are requested to be ordered and kept in stock. The sole-source procurement of these covers is necessary because LBIW is the only local vendor supplying pressure covers and the only vendor capable of supplying the modified design in time to be installed for the 2026-27 wet season. This item is consistent with the Districts' Guiding Principles of commitment to fiscal responsibility and prudent financial stewardship; and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness).

Staff Recommendation

Staff recommends to authorize the Chief Engineer and General Manager, in his capacity as Purchasing Agent, to issue a purchase order to LBIW in the amount of approximately \$161,000 for 20 modified S-A-229 pressure covers.



Los Angeles County Sanitation Districts

Staff Report

1955 Workman Mill Road,
Whittier, CA 90601
562-908-4288
info@lacsds.org

File #: 26-283

Agenda Date: 7/22/2026

Agenda #: 9.

Title

Authorize Issuance of Purchase Order to Salt Landscape Architects (SALT) in Amount of Approximately \$187,000 for Landscape Design Services for Replacement of Non-Functional Turf at A.K. Warren Water Resource Facility (Warren Facility)

Summary

Summary: To comply with Assembly Bill (AB) 1572 and applicable water efficiency regulations, approximately six acres of non-functional turf at the Warren Facility must be removed or replaced before potable water irrigation restrictions take effect on January 1, 2027. In March 2026, the Districts issued a Request for Qualifications to solicit proposals from qualified landscape architecture firms to design the replacement of non-functional turf with drought-tolerant landscaping and hardscaping features. These proposals were received on April 20, 2026, and staff selected SALT based on their qualifications, project approach, interview, and reference checks. The services will include development of water-efficient replacement landscaping, irrigation design, preparation of construction documents, Model Water Efficient Landscape Ordinance (MWELo) compliance documentation, bidding assistance, and construction administration support. This item is consistent with the Districts' Guiding Principles to protect financial and facility assets through prudent investment and maintenance programs; and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness).

Staff Recommendation

Staff recommends to authorize the issuance of a purchase order to SALT in the amount of approximately \$187,000 for *Landscape Design Services for Replacement of Non-Functional Turf* at the Warren Facility.



Los Angeles County Sanitation Districts

Staff Report

1955 Workman Mill Road,
Whittier, CA 90601
562-908-4288
info@lacsds.org

File #: 26-281

Agenda Date: 7/22/2026

Agenda #: 10.

Title

Authorize Issuance of Purchase Order to Mackone Development, Inc., in Amount of Approximately \$281,000 for Concrete Repair of Secondary Treatment Train A at A.K. Warren Water Resource Facility (Warren Facility)

Summary

Summary: At the Warren Facility, the secondary treatment process produces high-quality, permit-compliant treated effluent and consists of eight treatment trains (A-H), with each train comprising an aerobic biological reactor followed by 26 final clarifiers. Since its construction in 1977, Secondary Treatment Train A has experienced progressive concrete deterioration. This project will rehabilitate deteriorated concrete throughout Secondary Treatment Train A, restoring the structural integrity of the facilities and ensuring the long-term reliable operation of the secondary treatment process and continued compliance with the Warren Facility's effluent discharge permit limits. Pursuant to authority previously granted by the Board, the project will be completed utilizing the Job Order Contracting Program, which relies on pre-established, competitively-bid construction tasks that will accelerate project delivery and reduce administration and design costs. Staff has determined that the activities described are not subject to the provisions of the California Environmental Quality Act (CEQA). The activities described herein do not constitute a "Project" as that term is defined in California Public Resources Code Section 21065 and Title 14 of the California Code of Regulations ("CEQA Guidelines") Section 15378. This item is consistent with the Districts' Guiding Principles to protect financial and facility assets through prudent investment and maintenance programs; and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness).

Staff Recommendation

Staff recommends to authorize the Chief Engineer and General Manager, in his capacity as Purchasing Agent, to issue a purchase order to Mackone Development, Inc., in the amount of approximately \$281,000 for concrete repair of secondary treatment Train A at the Warren Facility.



Los Angeles County Sanitation Districts

Staff Report

1955 Workman Mill Road,
Whittier, CA 90601
562-908-4288
info@lacsdsd.org

File #: 26-275

Agenda Date: 7/22/2026

Agenda #: 11.

Title

Authorize Issuance of Purchase Order to WinCan LLC (WinCan) in Amount of Approximately \$390,000 for Software License and Support Services for Districts' Closed-Circuit Television Video (CCTV) Sewer Inspection Program

Summary

Summary: Annually, the Districts reviews approximately 350 miles of CCTV inspections of its sewers for condition assessment and to prioritize sewer rehabilitation capital improvements. In June 2025, the Districts' video inspection processing work was consolidated under the WinCan software suite to increase efficiency by eliminating the need to convert and transfer videos from one format and platform to another. Over the past year, WinCan has consistently provided high-quality support services and has demonstrated a strong understanding of the Districts' CCTV inspection program requirements. Their performance has been instrumental in reducing the backlog of sewer video inspection reviews. In addition to their technical capabilities, WinCan has been responsive, reliable, and collaborative in addressing project needs and operational challenges. Districts' staff has been satisfied with WinCan's overall performance and recommends approval of this sole-source purchase order for another year's worth of CCTV software and inspection support services to ensure continuity of services, maintain progress in inspection review efforts, and provide essential support for the Districts' sewer condition assessment and capital improvement programs. This item is consistent with the Districts' Guiding Principles to protect financial and facility assets through prudent investment and maintenance programs; and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness).

Staff Recommendation

Staff recommends to authorize the Chief Engineer and General Manager, in his capacity as Purchasing Agent, to issue a purchase order to WinCan in the amount of approximately \$390,000 for software license and support services for Districts' CCTV sewer inspection program.



Los Angeles County Sanitation Districts

Staff Report

1955 Workman Mill Road,
Whittier, CA 90601
562-908-4288
info@lacsds.org

File #: 26-282

Agenda Date: 7/22/2026

Agenda #: 12.

Title

Authorize Issuance of Purchase Order to Flowserve, in Amount of Approximately \$495,000, for Installation and Commissioning of New Pump for Secondary Influent Pump Station (SIPS) No. 2 at A.K. Warren Water Resource Facility (Warren Facility)

Summary

Summary: The Secondary Influent Pump Station (SIPS) is a critical pump station that utilizes five engine-driven pumps to convey primary effluent from the Primary Treatment process to the Secondary Treatment process. In September 2022, SIPS Pump No. 3 failed due to a broken shaft. The failed pump was subsequently replaced with one of two new pumps procured in 2023. To maintain the reliability of the pump station and reduce the risk of future failures, it is recommended that the remaining four pumps, including SIPS Pump No. 2, be replaced on a phased basis with new or rehabilitated pumps. As the next phase of the rehabilitation program, staff recommends that Flowserve remove the existing pump at SIPS Pump No. 2 and install the remaining new replacement pump. The other three pumps will be replaced with rehabilitated pumps in future phases to ensure the continued reliable operation of the SIPS, which is essential for conveying primary effluent to the secondary treatment process and maintaining compliance with the Warren Facility's effluent discharge permit limits. Flowserve is the original equipment manufacturer and the sole authorized service provider for these pumps. This recommendation is consistent with the Districts' Guiding Principles to protect financial and facility assets through prudent investment and maintenance programs; and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness).

Staff Recommendation

Staff recommends to authorize the Chief Engineer and General Manager, in his capacity as Purchasing Agent, to issue a purchase order to Flowserve, in the amount of approximately \$495,000, for the installation and commissioning of a new pump for SIPS No. 2 at the Warren Facility.



Los Angeles County Sanitation Districts

Staff Report

1955 Workman Mill Road,
Whittier, CA 90601
562-908-4288
info@lacsds.org

File #: 26-271

Agenda Date: 7/22/2026

Agenda #: 13.

Title

Authorize Issuance of Purchase Order to APG Neuros (Neuros) in Amount of Approximately \$561,320 for Turbo Blower Harmonic Filter Upgrades at Various Water Reclamation Plants (WRPs)

Summary

Summary: On March 28, 2026, the Valencia WRP experienced an electrical system failure that damaged the variable frequency drives (VFDs) integral to the turbo blowers supplying process air for biological treatment. Although the damaged drives were replaced to restore blower functionality, the existing turbo blowers at the Valencia and other WRPs remain susceptible to electrical damage during re-energization after a power outage. Neuros recommended that the existing turbo blowers at the Valencia, Palmdale, Pomona, and Los Coyotes WRPs, 19 in total, be retrofitted with upgraded harmonic filters to prevent similar electrical system failures from happening again. Retrofitting the existing blowers will protect critical equipment needed for plant operation and regulatory compliance. It is the recommended engineering solution from Neuros, the original turbo blower manufacturer, to meet their current manufacturing design standards and improve equipment reliability. This item is consistent with the Districts' Guiding Principles to protect financial and facility assets through prudent investment and maintenance programs; and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness).

Staff Recommendation

Staff recommends to authorize the Chief Engineer and General Manager, in his capacity as Purchasing Agent, to issue a purchase order to Neuros for turbo blower harmonic filter upgrades at various WRPs.



Los Angeles County Sanitation Districts

Staff Report

1955 Workman Mill Road,
Whittier, CA 90601
562-908-4288
info@lacsds.org

File #: 26-267

Agenda Date: 7/22/2026

Agenda #: 14.

Title

Authorize Issuance of Purchase Order to MDJ Management, LLC, (MDJ) in Amount of Approximately \$1,260,000 for Demolition of Improvements on Districts' Property Adjacent to A.K. Warren Water Resource Facility (Warren Facility) (Project)

Summary

Summary: The Districts owns 15 acres of property adjacent to the Warren Facility that serves as a buffer for Warren Facility operations. The property is currently leased to a plant nursery, but the lease is ending and the tenant will vacate the site in August 2026. The Project involves demolition and removal of the tenant's greenhouses, offices, and other structures at the site, which will prevent vandalism and trespassing, as well as facilitate future use of the property. Pursuant to authority previously granted by the Board, the Project will be completed utilizing the Job Order Contracting Program, which relies on pre-established, competitively-bid construction tasks that will accelerate project delivery and reduce administration and design costs. Staff has determined that the Project is exempt or otherwise not subject to the provisions of the California Environmental Quality Act (CEQA) pursuant to California Public Resources Code Section 21084 and Title 14 of the California Code of Regulations ("CEQA Guidelines") Section 15301. This item is consistent with the Districts' Guiding Principle to protect financial and facility assets through prudent investment and maintenance programs.

Staff Recommendation

Staff recommends to authorize the Chief Engineer and General Manager, in his capacity as Purchasing Agent, to issue a purchase order to MDJ in the amount of approximately \$1,260,000 for demolition of improvements on Districts' property adjacent to the Warren Facility.



Los Angeles County Sanitation Districts

Staff Report

1955 Workman Mill Road,
Whittier, CA 90601
562-908-4288
info@lacsds.org

File #: 26-265

Agenda Date: 7/22/2026

Agenda #: 1.

Title

Re: Contract with ARC Ventures, in Amount of Approximately \$598,447, for Construction of *Puente Hills Materials Recovery Facility Modification of the Stormwater Capture System* (Project)

- (a) Report on Bids and Award and Order Executed Contract
- (b) Order Staff to Review Insurance and Surety Bonds for Performance and Payment and, if Sufficient, Order Secretary to Execute Contract Evidencing Approval of Bonds and Insurance

Summary

Summary: The Project will consist of upgrades and modifications to the Puente Hills Materials Recovery Facility stormwater capture system to enhance performance and reduce the frequency of stormwater sampling. The work will include replacing and upsizing the existing stormwater pump at Drainage Area 3, installation of approximately 1,270 linear feet of 12-inch-diameter polyvinyl chloride (PVC) pipe and replacing 170 linear feet of 10-inch-diameter PVC pipe. The bid summary/recommendation to award is attached. Staff has determined that the Project is exempt or otherwise not subject to the provisions of the California Environmental Quality Act (CEQA) pursuant to Title 14 of the California Code of Regulations ("CEQA Guidelines") Sections 15301, 15302, 15303, and 15304. This item is consistent with the Districts' Guiding Principles to protect financial and facility assets through prudent investment and maintenance programs; and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness).

Staff Recommendation

The bid of ARC Ventures was the lowest bid received and that ARC Ventures was the lowest, regular, responsible bidder for the work, and staff recommends to award a contract to ARC Ventures at the unit prices and lump sums stated in its bid amounting to approximately \$598,447. Furthermore, staff recommends to order staff to review the insurance and surety bonds for performance and payment and, if sufficient, order the Secretary to execute the contract with ARC Ventures for construction of the Project.

C O N T R A C T

BETWEEN

COUNTY SANITATION DISTRICT NO. 2 OF LOS ANGELES COUNTY

AND

ARC VENTURES
(Corporation)

FOR

THE CONSTRUCTION OF
PUENTE HILLS MATERIALS RECOVERY FACILITY
MODIFICATION OF THE STORMWATER CAPTURE SYSTEM

Located in the City of Whittier, California

AGREEMENT FOR PUBLIC WORKS CONSTRUCTION

This agreement for public works construction (“Agreement”) is dated _____ and is between COUNTY SANITATION DISTRICT NO. 2 OF LOS ANGELES COUNTY, a county sanitation district organized and existing under the County Sanitation District Act, California Health & Safety Code, Division 5, Part 3, Chapter 3, Sections 4700 et seq. (the “District”), and

ARC VENTURES
(Corporation)

(the “Contractor”).

The District and the Contractor agree, as follows:

FIRST: The Contractor shall furnish all tools, equipment, labor, and material necessary to perform and complete, and to faithfully perform and complete, in good and workmanlike manner, the construction of

PUENTE HILLS MATERIALS RECOVERY FACILITY MODIFICATION OF THE STORMWATER CAPTURE SYSTEM

(the “Work”), all in accordance with the Special Provisions, the Plans (Drawing No. 85D-G-0011), and the Standard Specifications for Public Works Construction, 2024 Edition, complete with the District’s Amendments to the Standard Specifications, 2024 Edition, which are on file in the Office of the Chief Engineer of the District at 1955 Workman Mill Road, Whittier, California, 90601 (the “Contract Documents”). The Contract Documents and the proposal of the Contractor, which is also on file in the Office of the Chief Engineer, are incorporated by reference and made a part of this Agreement.

SECOND: The Contractor shall furnish all necessary tools, equipment, labor, and materials and shall perform and complete the Work as required or indicated by the Contract Documents under the direction and to the satisfaction of the District’s Chief Engineer.

THIRD: The Contractor shall diligently prosecute the Work to ensure the completion of the Work within **180** working days of the date in the Notice to Proceed to be issued by the District’s Chief Engineer as provided in the Contract Documents.

FOURTH: Pursuant to applicable provisions of the California Labor Code, the Contractor shall pay all workers employed on the Work by the Contractor, or by any subcontractor doing or contracting to do any part of the Work, not less than the general prevailing rate of per diem wages, and not less than the general prevailing rate of per diem wages for legal holiday and overtime work, for each craft or type of worker needed to perform the Work, as ascertained by the Director of the Department of Industrial Relations. In the event of non-compliance, the Contractor will be subject to the penalties provided in Labor Code Section 1775. No contractor or subcontractor may be listed on a bid proposal or awarded a contract or subcontract for this project unless it is registered with the Department of Industrial Relations and pays the required registration fee pursuant to Labor Code Section 1725.5. This project is subject to compliance monitoring and enforcement by the Department of Industrial Relations. The Contractor shall keep and certify an accurate payroll record in accordance with the provisions of Labor Code Section 1776. The Contractor shall make its payroll record available for inspection in accordance with California Labor Code Section 1776, and shall be subject to the penalties provided in that Section in the event of noncompliance. The District may withhold any penalties assessed against the Contractor from progress payments then due.

A copy of the listing of general prevailing wage rates may be obtained from the State of California Department of Industrial Relations, Director's Office of Policy, Research and Legislation, Prevailing Wage Unit, at (415) 703-4774 or by visiting their web site at "www.dir.ca.gov".

As provided in Labor Code Section 1810, eight hours constitutes a legal day's work.

FIFTH: The District is authorized to withhold a portion of the amounts due Contractor as retention pending completion of the Work. At the request and expense of the Contractor, securities equivalent to amounts withheld as retention may be deposited with the District, or with a state or federally chartered bank as an escrow agent, who shall deliver the retention or retained securities to the Contractor upon satisfactory completion of the Work. This option provided to Contractor is currently provided for in California Public Contract Code Section 22300. Should that section cease to be effective, the Contractor will not have this option as to any progress payment paid or payable after the date the section ceases to be effective. Securities eligible for deposit under California Public Contract Code Section 22300 may only include those listed in Section 16430 of the Government Code or bank or savings and loan certificates of deposit. The Contractor shall be the beneficial owner of any security substituted for monies withheld and shall receive any interest earned on the deposited amounts.

SIXTH: The Contractor shall comply with Section 1777.5 of the Labor Code. Responsibility for compliance with this Section for all apprenticeable occupations shall be fixed with the Contractor.

SEVENTH: In consideration of the full and satisfactory performance of this Agreement, the District shall pay the Contractor, and the Contractor shall accept in full and final payment for the Work, the following prices for the different classes or units of work specified, namely:

Item 1 – For the Construction of Puente Hills Materials Recovery Facility Modifications to the Stormwater Capture System, complete as shown and specified in the Contract Documents, the lump sum of \$598,447.00.

Each party is signing this Agreement on the date stated opposite that party’s signature.

COUNTY SANITATION DISTRICT NO. 2 OF
LOS ANGELES COUNTY

DATED: _____ By: _____
Chairperson

ATTEST:

By: _____
Secretary to the Board

APPROVED AS TO FORM
NOSSAMAN LLP

BONDS AND INSURANCE APPROVED:

By: _____ By: _____
District Counsel Secretary to the Board

ARC VENTURES

DATED: _____ By: _____
Contractor

BOND FOR FAITHFUL PERFORMANCE

KNOW ALL MEN BY THESE PRESENTS:

That we, ARC VENTURES
(Corporation)
as Principal, and (Name)
(Address)
as Surety, jointly and severally, and on behalf of our heirs, executors, administrators, successors and assigns, shall pay to COUNTY SANITATION DISTRICT NO. 2 OF LOS ANGELES COUNTY (the “District”) the sum of FIVE HUNDRED NINETY-EIGHT THOUSAND FOUR HUNDRED FORTY-SEVEN DOLLARS AND NO CENTS - (\$598,447.00) -.

The consideration for this obligation is the District’s award of the attached contract to Principal for the construction of

**PUENTE HILLS MATERIALS RECOVERY FACILITY
MODIFICATION OF THE STORMWATER CAPTURE SYSTEM**

(“Work”). The Principal is required to give this bond upon execution of the contract.

If the Principal fully performs all of the Work in accordance with all of the requirements of the contract and in the manner and at the times specified in the contract, then the Principal’s and Surety’s obligation under this bond shall be null and void, otherwise it shall be and remain in full force and effect.

Changes or alterations in the Work made pursuant to the terms of the contract will not in any way release either the Principal or Surety, nor shall any extensions of time granted under the provisions of the contract, release either the Principal or Surety. Notice of any changes or alterations or extensions of the contract is hereby waived by the Surety.

If changes or alterations are made in the contract or the Work that alter the general character of the Work, or that increase the total amount to be paid to the Contractor by more than twenty-five percent (25%), the District or Principal shall first obtain the written consent of the Surety.

The Principal and Surety are signing this bond for faithful performance on _____.

ARC VENTURES
Principal

By: _____

Surety

By: _____

PAYMENT BOND

KNOW ALL MEN BY THESE PRESENTS:

That we, ARC VENTURES
(Corporation)
as Principal, and (Name)
(Address)

as Surety, jointly and severally, and on behalf of our heirs, executors, administrators, successors and assigns, shall pay to COUNTY SANITATION DISTRICT NO. 2 OF LOS ANGELES COUNTY (the “District”) the sum of FIVE HUNDRED NINETY-EIGHT THOUSAND FOUR HUNDRED FORTY-SEVEN DOLLARS AND NO CENTS - (\$598,447.00) -.

This bond is in accordance with Section 9554 of the Civil Code of the State of California and is not less than one hundred percent (100%) of the total amount payable by the terms of the contract.

The consideration for this obligation is the District’s award of the attached contract for the construction of

**PUENTE HILLS MATERIALS RECOVERY FACILITY
MODIFICATION OF THE STORMWATER CAPTURE SYSTEM**

(“Work”). The Principal is required to give this bond to the District to secure the claims referred to in Chapter 5 (commencing with Section 9550) of Title 3, Part 6 of Division 4 of the Civil Code of the State of California in connection with the Work.

If the Principal or its subcontractors fail to pay for any materials, provisions, provender, or other supplies, used in, upon, for, or about the performance of the Work, or for any Work or labor done, or for amounts due under the Unemployment Insurance Act with respect to such Work or labor, or for any amounts required to be deducted, withheld, and paid over to the Employment Development Department from the wages of employees of the Contractor and his subcontractors pursuant to Section 13020 of the Unemployment Insurance Code, the Surety shall pay the same in an amount not exceeding the sum of FIVE HUNDRED NINETY-EIGHT THOUSAND FOUR HUNDRED FORTY-SEVEN DOLLARS AND NO CENTS - (\$598,447.00) - and also, in case suit is brought upon this bond, shall pay, in addition to that amount, reasonable costs, expenses and fees, including reasonable attorney’s fees, incurred by the District in successfully enforcing such obligation to be awarded and fixed by the court and to be taxed as costs and to be included in the judgment rendered in any such suit.

Changes or alterations in the Work that may be made pursuant to the terms of the contract will not in any way release either the Principal or Surety, nor will any extensions of time granted under the provisions of the contract release either the Principal or Surety. Notice of any changes or alterations or extensions of the contract is hereby waived by the Surety.

This bond will inure to the benefit of any and all persons, companies, or corporations entitled to file claims under Title 3 (commencing with Section 9100) of Part 6 of Division 4 of the Civil Code so as to give a right of action to them or their assigns in any suit brought upon this bond.

The Principal and Surety are signing this payment bond on _____.

ARC VENTURES
Principal

By: _____

Surety

By: _____

TO: BOARD OF DIRECTORS OF COUNTY SANITATION
DISTRICT NO. 2 OF LOS ANGELES COUNTY

RE: AGENDA ITEM NO. R-1(a)

FOR BOARD MEETING JULY 22, 2026

BIDS were received at the District Office on June 23, 2026

FOR PUENTE HILLS MATERIALS RECOVERY FACILITY MODIFICATION OF THE STORMWATER
CAPTURE SYSTEM

No. of Bids Received: 2

<u>BIDDER</u>	<u>TOTAL BID</u>
ARC Ventures	<u>\$598,447.00</u>
Blois Construction, LLC.	<u>\$1,222,911.00</u>

RECOMMENDATION:

Award contract to ARC Ventures, low bidder, in the amount of approximately \$598,447.00.

Engineer's Estimate: \$700,000.



Robert C. Ferrante
Chief Engineer and
General Manager



Los Angeles County Sanitation Districts

Staff Report

1955 Workman Mill Road,
Whittier, CA 90601
562-908-4288
info@lacsds.org

File #: 26-266

Agenda Date: 7/22/2026

Agenda #: 2.

Title

Re: Contract with Horizons Construction Company International, Inc., in Amount of Approximately \$15,257,000, for Construction of *Los Coyotes Water Reclamation Plant Control Building Replacement* (Project)

- (a) Report on Bids and Award and Order Executed Contract
- (b) Order Staff to Review Insurance and Surety Bonds for Performance and Payment and, if Sufficient, Order to Execute Contract Evidencing Approval of Bonds and Insurance
- (c) Adopt Resolution Establishing its Intention to be Reimbursed for Expenditures Related to Project
- (d) Authorize Issuance of Purchase Order to Black Veatch in Amount of Approximately \$1,000,000 to Provide Engineering Services During Construction of Project

Summary

Summary: The Project will replace the existing control building, which is undersized and not in compliance with modern building codes, add laboratory facilities necessary to conduct permit compliance testing, and provide a designated and protected space for the treatment plant's distributed control system and business network infrastructure. The Project includes the construction of a new concrete masonry building, the decommissioning and demolition of the existing control building, and associated site improvements such as paving and landscaping. The bid summary/recommendation to award is attached. Staff has determined that the Project is exempt or otherwise not subject to the provisions of the California Environmental Quality Act (CEQA) pursuant to Title 14 of the California Environmental Quality Act ("CEQA Guidelines") Section 15302 and 15303. The proposed resolution, which is attached, declares the Districts' intent to seek reimbursement for certain expenditures if bonds are issued for the Project. The resolution action does not commit the District to issue bonds; it identifies the intended use of bond proceeds and expands the time- frame for when expenditures could be reimbursed. Black and Veatch is the Engineer of Record for this Project, and retaining their engineering services to ensure compliance with the contract documents during construction has been determined to be the most cost-effective option given its responsibility for the design documents and its competitive rates. This item is consistent with the Districts' Guiding Principles to protect financial and facility assets through prudent investment and maintenance programs; and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness).

Staff Recommendation

The bid of Horizons Construction Company International, Inc., was the lowest bid received and that Horizons Construction Company International, Inc., was the lowest, regular, responsible bidder for the work, and it is recommended to award a contract to Horizons Construction Company International, Inc., at the unit prices and lump sums stated in its bid amounting to approximately \$15,257,000. Furthermore, it is recommended to order staff to review the insurance and surety bonds for performance and payment and, if sufficient, order the Secretary to execute the contract with Horizons Construction Company International, Inc., for construction of the Project. Also it is recommended to adopt the Resolution. Lastly, it is recommended to authorize the issuance of a purchase order to Black Veatch in the amount of approximately \$1,000,000 to provide engineering services during construction of the project.

C O N T R A C T

BETWEEN

COUNTY SANITATION DISTRICT NO. 2 OF LOS ANGELES COUNTY

AND

HORIZONS CONSTRUCTION COMPANY INTERNATIONAL, INC.
(Corporation)

FOR

THE CONSTRUCTION OF
LOS COYOTES WATER RECLAMATION PLANT CONTROL BUILDING REPLACEMENT

Located in the City of Cerritos, California

AGREEMENT FOR PUBLIC WORKS CONSTRUCTION

This agreement for public works construction (“Agreement”) is dated _____ and is between COUNTY SANITATION DISTRICT NO. 2 OF LOS ANGELES COUNTY, a county sanitation district organized and existing under the County Sanitation District Act, California Health & Safety Code, Division 5, Part 3, Chapter 3, Sections 4700 et seq. (the “District”), and

HORIZONS CONSTRUCTION COMPANY INTERNATIONAL, INC.
(Corporation)

(the “Contractor”).

The District and the Contractor agree, as follows:

FIRST: The Contractor shall furnish all tools, equipment, labor, and material necessary to perform and complete, and to faithfully perform and complete, in good and workmanlike manner, the construction of

LOS COYOTES WATER RECLAMATION PLANT CONTROL BUILDING REPLACEMENT

(the “Work”), all in accordance with the Special Provisions, the Plans (Drawing No. JO-G-1337), and the Standard Specifications for Public Works Construction, 2024 Edition, complete with the District’s Amendments to the Standard Specifications, 2024 Edition, which are on file in the Office of the Chief Engineer of the District at 1955 Workman Mill Road, Whittier, California, 90601 (the “Contract Documents”). The Contract Documents and the proposal of the Contractor, which is also on file in the Office of the Chief Engineer, are incorporated by reference and made a part of this Agreement.

SECOND: The Contractor shall furnish all necessary tools, equipment, labor, and materials and shall perform and complete the Work as required or indicated by the Contract Documents under the direction and to the satisfaction of the District’s Chief Engineer.

THIRD: The Contractor shall diligently prosecute the Work to ensure the completion of the Work within **780** working days of the date in the Notice to Proceed to be issued by the District’s Chief Engineer as provided in the Contract Documents.

FOURTH: Pursuant to applicable provisions of the California Labor Code, the Contractor shall pay all workers employed on the Work by the Contractor, or by any subcontractor doing or contracting to do any part of the Work, not less than the general prevailing rate of per diem wages, and not less than the general prevailing rate of per diem wages for legal holiday and overtime work, for each craft or type of worker needed to perform the Work, as ascertained by the Director of the Department of Industrial Relations. In the event of non-compliance, the Contractor will be subject to the penalties provided in Labor Code Section 1775. No contractor or subcontractor may be listed on a bid proposal or awarded a contract or subcontract for this project unless it is registered with the Department of Industrial Relations and pays the required registration fee pursuant to Labor Code Section 1725.5. This project is subject to compliance monitoring and enforcement by the Department of Industrial Relations. The Contractor shall keep and certify an accurate payroll record in accordance with the provisions of Labor Code Section 1776. The Contractor shall make its payroll record available for inspection in accordance with California Labor Code Section 1776, and shall be subject to the penalties provided in that Section in the event of noncompliance. The District may withhold any penalties assessed against the Contractor from progress payments then due.

A copy of the listing of general prevailing wage rates may be obtained from the State of California Department of Industrial Relations, Director's Office of Policy, Research and Legislation, Prevailing Wage Unit, at (415) 703-4774 or by visiting their web site at "www.dir.ca.gov".

As provided in Labor Code Section 1810, eight hours constitutes a legal day's work.

FIFTH: The District is authorized to withhold a portion of the amounts due Contractor as retention pending completion of the Work. At the request and expense of the Contractor, securities equivalent to amounts withheld as retention may be deposited with the District, or with a state or federally chartered bank as an escrow agent, who shall deliver the retention or retained securities to the Contractor upon satisfactory completion of the Work. This option provided to Contractor is currently provided for in California Public Contract Code Section 22300. Should that section cease to be effective, the Contractor will not have this option as to any progress payment paid or payable after the date the section ceases to be effective. Securities eligible for deposit under California Public Contract Code Section 22300 may only include those listed in Section 16430 of the Government Code or bank or savings and loan certificates of deposit. The Contractor shall be the beneficial owner of any security substituted for monies withheld and shall receive any interest earned on the deposited amounts.

SIXTH: The Contractor shall comply with Section 1777.5 of the Labor Code. Responsibility for compliance with this Section for all apprenticeable occupations shall be fixed with the Contractor.

SEVENTH: In consideration of the full and satisfactory performance of this Agreement, the District shall pay the Contractor, and the Contractor shall accept in full and final payment for the Work, the following prices for the different classes or units of work specified, namely:

Item 1 – For the Construction of Los Coyotes Water Reclamation Plant Control Building Replacement, complete as shown and specified in the Contract Documents, but EXCLUDING the work described under Bid Items 2 through 7 below, the lump sum of \$14,235.00.

Item 2 – For furnishing labor, materials, and equipment for excavation of approximately 5,500 cubic yards of soil and bedrock material, including excavation, loading, transporting, placing, and compacting in the designated areas, including all dust and traffic control, complete as shown and specified in the Contract Documents, the unit price of \$120.00 per cubic yard.

FOR BID ITEMS 3 through 7 ONLY – *The District reserves the right to use all or none or any portion of the bid items without renegotiation of the bid price. The bid price shall include all direct and non-direct costs.*

Item 3 – For engineering, furnishing, installing, and removing, all sheeting, shoring, bracing, or equivalent method provided for protecting existing structures and worker protection for all trenches and excavations conforming to the applicable safety orders, as shown and specified in the Contract Documents, the lump sum of \$95,000.00.

Item 4 – For furnishing labor, material, and equipment to demolish and dispose of off-site approximately 100 tons of existing asphalt paving, and to construct approximately 100 tons of asphalt concrete paving, including delivery, placement, compaction, and seal coat, in accordance with the Contract Documents. This work is in addition to what is shown and specified in the Contract Documents and EXCLUDES crushed aggregate base covered in Item 5 below, the unit price of \$250.00 per ton.

Item 5 – For furnishing labor, material, and equipment for the removal and disposal off-site of approximately 100 tons of existing soil or aggregate material, and replacement with crushed aggregate base meeting the requirements specified in **Section 200-2.2** of the Standard Specifications as amended by the District, including preparing sub-base, delivery, placement, and compaction, in accordance with the Contract Documents. This work is in addition to what is shown and specified in the Contract Documents, the unit price of \$450.00 per ton.

Item 6– For furnishing labor, material, and equipment to conduct a geophysical investigation and visual verification of existing pipelines and utilities (substructures), including survey, traffic control, and all appurtenant work, in accordance with **Section 1B, Part 2.11** of the Special Provisions. This work is in addition to what is shown and specified in the Contract Documents.

- (a) For conducting a subsurface geophysical investigation using electronic utility locating instruments to locate the pipelines and utilities (substructures), for approximately ten (10) working days, the lump sum of \$90,000.00.
- (b) For furnishing labor, material, and equipment to pothole substructures, for approximately ten (10) working days, including backfill and compaction but EXCLUDING the work covered below in Item 7, the lump sum of \$70,000.00.

Item 7 - For furnishing all labor, materials, and equipment for the installation of approximately 200 cubic yards of imported Fill/Backfill material, including delivery, placement, compaction, grading, and all other work and materials incidental thereto, in accordance with **Section 2B** of the Special Provisions and the Contract Documents, as directed by the Engineer, the unit price of \$185.00 per cubic yard.

Each party is signing this Agreement on the date stated opposite that party’s signature.

COUNTY SANITATION DISTRICT NO. 2 OF
LOS ANGELES COUNTY

DATED: _____ By: _____
Chairperson

ATTEST:

By: _____
Secretary to the Board

APPROVED AS TO FORM
NOSSAMAN LLP

BONDS AND INSURANCE APPROVED:

By: _____ By: _____
District Counsel Secretary to the Board

HORIZONS CONSTRUCTION COMPANY
INTERNATIONAL, INC.

DATED: _____ By: _____
Contractor

BOND FOR FAITHFUL PERFORMANCE

KNOW ALL MEN BY THESE PRESENTS:

That we, HORIZONS CONSTRUCTION COMPANY INTERNATIONAL, INC.
(Corporation)

as Principal, and (Name)
(Address)

as Surety, jointly and severally, and on behalf of our heirs, executors, administrators, successors and assigns, shall pay to COUNTY SANITATION DISTRICT NO. 2 OF LOS ANGELES COUNTY (the “District”) the sum of FIFTEEN MILLION TWO HUNDRED FIFTY-SEVEN THOUSAND DOLLARS AND NO CENTS - (\$15,257,000.00).

The consideration for this obligation is the District’s award of the attached contract to Principal for the construction of

LOS COYOTES WATER RECLAMATION PLANT CONTROL BUILDING REPLACEMENT

(“Work”). The Principal is required to give this bond upon execution of the contract.

If the Principal fully performs all of the Work in accordance with all of the requirements of the contract and in the manner and at the times specified in the contract, then the Principal’s and Surety’s obligation under this bond shall be null and void, otherwise it shall be and remain in full force and effect.

Changes or alterations in the Work made pursuant to the terms of the contract will not in any way release either the Principal or Surety, nor shall any extensions of time granted under the provisions of the contract, release either the Principal or Surety. Notice of any changes or alterations or extensions of the contract is hereby waived by the Surety.

If changes or alterations are made in the contract or the Work that alter the general character of the Work, or that increase the total amount to be paid to the Contractor by more than twenty-five percent (25%), the District or Principal shall first obtain the written consent of the Surety.

The Principal and Surety are signing this bond for faithful performance on _____.

HORIZONS CONSTRUCTION COMPANY
INTERNATIONAL, INC.
Principal

By: _____

Surety

By: _____

PAYMENT BOND

KNOW ALL MEN BY THESE PRESENTS:

That we, HORIZONS CONSTRUCTION COMPANY INTERNATIONAL, INC.
(Corporation)
as Principal, and (Name)
(Address)

as Surety, jointly and severally, and on behalf of our heirs, executors, administrators, successors and assigns, shall pay to COUNTY SANITATION DISTRICT NO. 2 OF LOS ANGELES COUNTY (the “District”) the sum of FIFTEEN MILLION TWO HUNDRED FIFTY-SEVEN THOUSAND DOLLARS AND NO CENTS - (\$15,257,000.00).

This bond is in accordance with Section 9554 of the Civil Code of the State of California and is not less than one hundred percent (100%) of the total amount payable by the terms of the contract.

The consideration for this obligation is the District’s award of the attached contract for the construction of

LOS COYOTES WATER RECLAMATION PLANT CONTROL BUILDING REPLACEMENT

(“Work”). The Principal is required to give this bond to the District to secure the claims referred to in Chapter 5 (commencing with Section 9550) of Title 3, Part 6 of Division 4 of the Civil Code of the State of California in connection with the Work.

If the Principal or its subcontractors fail to pay for any materials, provisions, provender, or other supplies, used in, upon, for, or about the performance of the Work, or for any Work or labor done, or for amounts due under the Unemployment Insurance Act with respect to such Work or labor, or for any amounts required to be deducted, withheld, and paid over to the Employment Development Department from the wages of employees of the Contractor and his subcontractors pursuant to Section 13020 of the Unemployment Insurance Code, the Surety shall pay the same in an amount not exceeding the sum of FIFTEEN MILLION TWO HUNDRED FIFTY-SEVEN THOUSAND DOLLARS AND NO CENTS - (\$15,257,000.00) - and also, in case suit is brought upon this bond, shall pay, in addition to that amount, reasonable costs, expenses and fees, including reasonable attorney’s fees, incurred by the District in successfully enforcing such obligation to be awarded and fixed by the court and to be taxed as costs and to be included in the judgment rendered in any such suit.

Changes or alterations in the Work that may be made pursuant to the terms of the contract will not in any way release either the Principal or Surety, nor will any extensions of time granted under the provisions of the contract release either the Principal or Surety. Notice of any changes or alterations or extensions of the contract is hereby waived by the Surety.

This bond will inure to the benefit of any and all persons, companies, or corporations entitled to file claims under Title 3 (commencing with Section 9100) of Part 6 of Division 4 of the Civil Code so as to give a right of action to them or their assigns in any suit brought upon this bond.

The Principal and Surety are signing this payment bond on _____.

HORIZONS CONSTRUCTION COMPANY
INTERNATIONAL, INC.
Principal

By: _____

Surety

By: _____

TO: BOARD OF DIRECTORS OF COUNTY SANITATION
DISTRICT NO. 2 OF LOS ANGELES COUNTY

RE: AGENDA ITEM NO. R-2(a)

FOR BOARD MEETING July 22, 2026

BIDS were received at the District Office on April 21, 2026

FOR LOS COYOTES WATER RECLAMATION PLANT CONTROL BUILDING REPLACEMENT

No. of Bids Received: 2

<u>BIDDER</u>	<u>TOTAL BID</u>
Horizons Construction Company International, Inc.	<u>\$15,257,000.00</u>
Archico Design Build Inc. dba ADB Construction Group	\$16,318,500.00

RECOMMENDATION:

Award contract to Horizons Construction Company International, Inc., low bidder, in the amount of approximately \$15,257,000.00.

Engineer's Estimate: \$14,700,000.00



Robert C. Ferrante
Chief Engineer and
General Manager

**RESOLUTION OF THE BOARD OF DIRECTORS OF
COUNTY SANITATION DISTRICT NO. 02 OF THE COUNTY
OF LOS ANGELES ESTABLISHING ITS INTENTION TO BE
REIMBURSED FOR EXPENDITURES RELATED TO THE
LOS COYOTES WATER RECLAMATION PLANT
CONTROL BUILDING REPLACEMENT**

WHEREAS, the Los Angeles County Sanitation District No. 02 (the "District") desires to finance the costs of the planning, design and construction of the Los Coyotes Water Reclamation Plant Control Building Replacement (the "Project");

WHEREAS, the District intends to finance the Project with moneys (the "Project Funds") through the sale of obligations the interest upon which is excluded from gross income for federal income tax purposes (the "Obligations"); and

WHEREAS, prior to the issuance of the Obligations, the District desires to incur certain capital expenditures ("Expenditures") with respect to the Project from available monies of the District; and

WHEREAS, the District has determined that those moneys to be advanced on and after the date hereof to pay for the Expenditures are available only for a temporary period, and it is necessary to reimburse the District for the Expenditures from the proceeds of the Obligations.

**NOW, THEREFORE, BE IT RESOLVED, DETERMINED AND ORDERED
BY THE BOARD OF DIRECTORS OF COUNTY SANITATION DISTRICT NO. 02 OF
LOS ANGELES COUNTY AS FOLLOWS:**

Section 1. The District hereby states its intention and reasonably expects to reimburse Expenditures paid prior to the issuance of the Obligations from the Project Funds.

Section 2. The reasonably expected maximum principal amount of the Project Funds is \$18,308,400.

Section 3. This Resolution is being adopted no later than 60 days after the date on which the District will expend the moneys for the construction portion of the Project costs to be reimbursed with Project Funds.

Section 4. Each of the District expenditures will be a type properly chargeable to a capital account under general federal income tax principles.

Section 5. To the best of our knowledge, the District is not aware of the previous adoption of official intents by the District that have been made as a matter of course for the purpose of reimbursing expenditures and for which tax-exempt obligations have not been issued.

Section 6. This Resolution is adopted as an official intent of the District in order to comply with Treasury Regulation § 1.150-2 and any other regulations of the Internal Revenue Service relating to the qualification for reimbursement of Project costs.

Section 7. All the recitals in this Resolution are true and correct and the District so finds, determines and represents.

ADOPTED this 22nd day of July, 2026.

Chairperson of the Board of Directors

ATTEST:

Secretary to the Board of Directors

CERTIFICATION

I, Rechelle Z. Asperin, Secretary to the Board of Directors of County Sanitation District No. 02 of the County of Los Angeles, certify that the foregoing resolution was adopted by the Board of Directors at a regular meeting held on the 22nd day of July, 2026, by the following vote of the Directors:

AYES:

NOES:

ABSENT:

ABSTAIN:

IN WITNESS WHEREOF, I have hereunto set my hand this 22nd day of July, 2026.

Secretary to the Board of Directors

TO: BOARD OF DIRECTORS OF COUNTY SANITATION
DISTRICT NO. 2 OF LOS ANGELES COUNTY

RE: AGENDA ITEM NO. R-3

FOR BOARD MEETING: July 22, 2026

BIDS were received at the District's Tulare Lake Compost Facility on June 17, 2026.

FOR TULARE LAKE COMPOST – CUSTOM FARMING AND PROPERTY MAINTENANCE

No. of Bids Received: 2

<u>BIDDER</u>	<u>TOTAL BID</u>
Old River Farming Co., LLC	<u>\$8,391,187.00</u>
The Farm and Land Company, Inc.	\$10,744,561.00

RECOMMENDATION:

Award purchase order to Old River Farming Co., LLC, the lowest, responsive, and responsible bidder, in the amount of \$8,391,187 for *Tulare Lake Compost – Custom Farming and Property Maintenance* from October 1, 2026 through September 30, 2029.

Engineer's Estimate: \$10,000,000



Robert C. Ferrante
Chief Engineer and
General Manager



Los Angeles County Sanitation Districts

Staff Report

1955 Workman Mill Road,
Whittier, CA 90601
562-908-4288
info@lacsdsd.org

File #: 26-257

Agenda Date: 7/22/2026

Agenda #: 4.

Title

Re: Gas Chromatography-Mass Spectrometry (GC-MS) System at A.K. Warren Water Resource Facility Water Quality Laboratory

- (a) Terminate Purchase Order Issued to Lotus Consulting in Amount of \$208,550
- (b) Authorize Issuance of Purchase Order to Custom Solutions Group LLC (Custom Solutions) in Amount of Approximately \$261,271

Summary

Summary: In April 2024, subsequent to receipt of competitive bids, the Board approved issuance of a purchase order to the lowest bidder, Lotus Consulting, to provide and install a GC-MS system for the Districts' laboratory. The specifications required the delivery of a GC-MS system by October 2024. Despite multiple revised timelines, Lotus Consulting is unable to deliver a functional system that meets the contract specifications, so staff is recommending that the previously approved purchase order be terminated. As the GC-MS system is still needed for Districts' operations and the previous Request for Bids process only resulted in a single responsive bid, staff directly solicited a quote from another vendor, Custom Solutions, which had previously provided similar equipment to the Districts. Staff has reviewed the quote from Custom Solutions and found it to be cost-effective and appropriate for the proposed equipment. This item is consistent with the Districts' Guiding Principles of commitment to fiscal responsibilities and prudent financial stewardship; and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness).

Staff Recommendation

Staff recommends to terminate a purchase order issued to Lotus Consulting in the amount of \$208,550 to furnish, deliver and install a GC-MS system at the A.K. Warren Water Resource Facility Water Quality Laboratory. Furthermore, staff recommends to authorize the issuance of a purchase order to Custom Solutions in the amount of approximately \$261,271 to furnish, deliver and install a GC-MS system at the A.K. Warren Water Resource Facility Water Quality Laboratory.



Los Angeles County Sanitation Districts

Staff Report

1955 Workman Mill Road,
Whittier, CA 90601
562-908-4288
info@lacsds.org

File #: 26-249

Agenda Date: 7/22/2026

Agenda #: 5.

Title

Authorize Settlement of Industrial Wastewater Surcharge Obligation of Patriot Linen LLC, in Principal Sum of \$70,291.48, Plus Penalty and Interest, and Authorize Chief Engineer and General Manager and District Counsel to Take All Appropriate Steps to Secure Collection of All Past Due Amounts, Including Authority to Institute Litigation, Stipulate to Judgment, and Execute Settlement Agreement That Provides for Payment of Indebtedness on Periodic Basis

Summary

Summary: The company has failed to pay surcharge balances for Fiscal Year 2024-2025, and Quarters 1-3 of 2025-2026, and has been unresponsive to collection requests. This authorization includes any amounts otherwise due and additional amounts that become due prior to institution of litigation or settlement. This item is consistent with the Districts' Guiding Principles of commitment to fiscal responsibility and prudent financial stewardship.

Staff Recommendation

Staff recommends to authorize a settlement of industrial wastewater surcharge obligation of Patriot Linen LLC, in the principal sum of \$70,291.48, plus penalty and interest, and authorize the Chief Engineer and General Manager and District Counsel to take all appropriate steps to secure collection of all past due amounts, including authority to institute litigation, stipulate to judgment, and execute a settlement agreement that provides for payment of indebtedness on a periodic basis.



Los Angeles County Sanitation Districts

Staff Report

1955 Workman Mill Road,
Whittier, CA 90601
562-908-4288
info@lacsds.org

File #: 26-201

Agenda Date: 7/22/2026

Agenda #: 6.

Title

Re: Disposal and Transportation of Residual Waste from Puente Hills Materials Recovery Facility (PHMRF)

- (a) Confirm Issuance of Purchase Order to Burrtec Waste Industries, Inc., (Burrtec) in Amount of Approximately \$1,830,000 for Disposal of Residual Waste at Salton City Landfill
- (b) Approve and Order Executed *Amendment No. 1 to Agreement for the Transportation of Waste* with Custom Lumber Designs (CLD)
- (c) Approve and Order Executed *Amendment No. 1 to Agreement for the Transportation of Waste* with Ecology Auto Parts, Inc. (Ecology)

Summary

Summary: In 2024, following a competitive selection process, the Districts entered into agreements with USA Waste of California, Inc., (WM) for waste disposal at El Sobrante and Simi Valley Landfills and with CLD and Ecology for the transportation of waste. The disposal and transportation services commenced on July 1, 2025, for an initial duration of five years. Due to an ongoing contractual dispute with WM and their demand that the Districts immediately cease delivering residual waste generated by the leased recyclables sorting line at the PHMRF, staff evaluated disposal and transportation rates for all landfills within a 200-mile radius of the PHMRF that had available capacity. Based on this analysis, Salton City Landfill in Imperial County, which is operated by Burrtec, was identified as the most cost-effective, short-term disposal alternative for the residual waste. To ensure uninterrupted disposal capacity, a purchase order was issued to Burrtec for up to 60,000 tons of disposal capacity at a disposal rate of \$30.50 per ton. Staff recommends amending the transportation agreements with CLD and Ecology to include the additional landfill destination and associated transportation rates. The activities described herein do not constitute a “Project” under the California Environmental Quality Act (CEQA) pursuant to California Public Resources Code Section 21065 and Title 14 of the California Code of Regulations (“CEQA Guidelines”) Section 15378. This item is consistent with the Districts’ Guiding Principles of commitment to fiscal responsibility and prudent financial stewardship; and commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness).

Staff Recommendation

Staff recommends to confirm the issuance of a purchase order to Burrtec, in the amount of approximately \$1,830,000, for the disposal of residual waste at the Salton City Landfill. Furthermore, staff recommends to approve and order executed amendments to the agreements entered into with CLD and Ecology for the transportation of waste.

AMENDMENT NO. 1 TO AGREEMENT FOR THE TRANSPORTATION OF WASTE

This Amendment No. 1 to Agreement for the Transportation of Waste (“**First Amendment**”) is between County Sanitation District No. 2 of Los Angeles County (the "**District**"), DIR Registration No. 100010096 and Ecology Auto Parts, Inc. ("**Vendor**"), DIR Registration No. 1000583793. The District and the Vendor are referred to in this Agreement individually as a “**Party**” and collectively as the “**Parties.**”

On September 25, 2024, the Parties entered into an Agreement for the Transportation of Waste (“**Agreement**”) that will expire on June 30, 2030, DIR Project No. 20240548574.

The Parties now intend to amend the Agreement to add a new destination location.

All terms, conditions, and requirements of the Agreement remain unchanged unless explicitly identified here. The Agreement will be amended as follows:

1. Unless otherwise provided in this Amendment, the capitalized terms used in this First Amendment have the same meaning assigned to them in the Agreement.
2. This Amendment is effective June 8, 2026 (“**First Amendment Effective Date**”).
3. The Parties therefore amend the sections in the Agreement as follows:

A. The following destination landfill is added to Section 4.7:

I. Salton City Landfill
935 W. Highway 86
Salton City, CA

Hours of Operation: 02:00 - 14:00 Monday through Saturday

Approved routes and roads: Sonny Bono Memorial Freeway (Interstate 10) east to Highway 86 south to the site access road.

B. The following Cost per Load is added to Table 1 with the initial annual Rate Adjustment as defined in Section 9 to start on July 1, 2027. There shall be no Tare Weight Adjustment as defined in Section 7.2 applied to Salton City Landfill destination loads from First Amendment Effective Date through November 30, 2026.

<u>Origination</u>	<u>Material Type</u>	<u>Trailer Type</u>	<u>Destination</u>	<u>MPG</u>	<u>Round Trip Miles Per Load</u>	<u>Fuel Cost Component of the Price per Load</u>	<u>Non-Fuel Cost Component of the Price per Load</u>	<u>Gross Per Load Charge</u>
PHMRF	MSW	Tipper	Salton City Landfill	4.8	315	\$210.00	\$1,003.20	\$1,213.20

The Parties are signing this First Amendment as of the Execution Date.

**COUNTY SANITATION DISTRICT NO. 2
OF LOS ANGELES COUNTY**

By: _____
Chairperson, Board of Directors

Date: _____

ATTEST:

By: _____
Secretary to the Board

Date: _____

APPROVED AS TO FORM:
NOSSAMAN LLP

By: _____
District Counsel

Date: _____

Ecology Auto Parts, Inc.

By:  _____

Name: Aaron Siroonian

Title: COO

Date: 7/10/2020

AMENDMENT NO. 1 TO AGREEMENT FOR THE TRANSPORTATION OF WASTE

This Amendment No. 1 to Agreement for the Transportation of Waste (“**First Amendment**”) is between County Sanitation District No. 2 of Los Angeles County (the "**District**"), DIR Registration No. 100010096 and Custom Lumber Designs ("**Vendor**"), DIR Registration No. 1000867921. The District and the Vendor are referred to in this Agreement individually as a “**Party**” and collectively as the “**Parties.**”

On September 25, 2024, the Parties entered into an Agreement for the Transportation of Waste (“**Agreement**”) that will expire on June 30, 2030, DIR Project No. 20240549314.

The Parties now intend to amend the Agreement to add a new destination landfill.

All terms, conditions, and requirements of the Agreement remain unchanged unless explicitly identified here. The Agreement will be amended as follows:

1. Unless otherwise provided in this Amendment, the capitalized terms used in this First Amendment have the same meaning assigned to them in the Agreement.
2. This Amendment is effective June 16, 2026 (“**First Amendment Effective Date**”).
3. The Parties therefore amend the sections in the Agreement as follows:

A. The following destination landfill is added to Section 5:

F. Salton City Landfill
935 W. Highway 86
Salton City, CA

Hours of Operation: 02:00 - 14:00 Monday through Saturday

Approved routes and roads: Sonny Bono Memorial Freeway (Interstate 10) east to Highway 86 south to the site access road.

- B.** The following Cost per Load is added to Table 1 with the initial annual Rate Adjustment as defined in Section 9 to start on July 1, 2027. There shall be no Tare Weight Adjustment as defined in Section 7.2 applied to Salton City Landfill destination loads from First Amendment Effective Date through November 30, 2026.

<u>Origination</u>	<u>Material Type</u>	<u>Destination</u>	<u>MPG</u>	<u>Round Trip Miles Per Load</u>	<u>Fuel Cost Component of the Price per Load</u>	<u>Non-Fuel Cost Component of the Price per Load</u>	<u>Gross Per Load Charge</u>
PHMRF	MSW	Salton City Landfill	4.8	315	\$210.00	\$1,003.20	\$1,213.20

The Parties are signing this First Amendment as of the Execution Date.

**COUNTY SANITATION DISTRICT NO. 2
OF LOS ANGELES COUNTY**

By: _____
Chairperson, Board of Directors

Date: _____

ATTEST:

By: _____
Secretary to the Board

Date: _____

APPROVED AS TO FORM:
NOSSAMAN LLP

By: _____
District Counsel

Date: _____

Custom Lumber Designs

By: Miguel A. Callejas

Name: Miguel A. Callejas

Title: Partner

Date: 7/10/2026 | 9:58:14 AM PDT



Los Angeles County Sanitation Districts

Staff Report

1955 Workman Mill Road,
Whittier, CA 90601
562-908-4288
info@lacsdsd.org

File #: 26-297

Agenda Date: 7/22/2026

Agenda #: 7.

Title

Authorize Chief Engineer and General Manager to Execute *Water Banking and Exchange Agreement* (Agreement) with Tulare Lake Basin Water Storage District (TLBWSD) and Rosedale-Rio Bravo Water Storage District (RRBWSD) for Tulare Lake Compost Facility (TLC)

Summary

Summary: The TLC facility and agricultural properties have allocations for water and seasonal storage from the State Water Project (SWP) and the Kings and Tule Rivers. Water supplies are often variable, with oversupply in wet years and insufficient supply in drier years. The Board previously authorized the Chief Engineer and General Manager to execute agreements with TLBWSD and RRBWSD to bank excess TLC water in wet years to support farming activities in dry years. The Districts has fully utilized its water banking rights under the previous agreements with RRBWSD, so a new agreement is needed to bank additional water. Under the proposed Agreement, the Districts may deliver up to 10,000 acre-feet of excess SWP water to RRBWSD facilities, and RRBWSD will return one-half the amount stored, less operating losses, when requested by the Districts. The Districts would be responsible for the cost of conveyance, which is estimated to be \$1,400,000 over the ten-year term of the Agreement, depending on the amounts stored and recovered. TLBWSD and RRBWSD, in their capacities as lead agencies for purposes of water banking transactions such as this one, have determined that the Agreement is exempt or otherwise not subject to the provisions of the California Environmental Quality Act (CEQA) pursuant to Title 14 of the California Code of Regulations ("CEQA Guidelines") Sections 15301 and 15061(b)(3). This item is consistent with the Districts' Guiding Principle to plan for both short-term and long-term needs to minimize the need for significant rate increases.

Staff Recommendation

Staff recommends to authorize the Chief Engineer and General Manager to execute an Agreement with TLBWSD and RRBWSD for TLC.

**WATER BANKING AND EXCHANGE AGREEMENT
BETWEEN
ROSEDALE-RIO BRAVO WATER STORAGE DISTRICT
AND
TULARE LAKE BASIN WATER STORAGE DISTRICT
AND LOS ANGELES COUNTY SANITATION DISTRICTS**

This *Water Banking & Exchange Agreement* (“Agreement”) is made, entered into and effective as of July __, 2026, by and between Rosedale-Rio Bravo Water Storage District, referred to herein as “Rosedale,” Tulare Lake Basin Water Storage District referred to herein as the “TLBWSD”, and County Sanitation District No. 2 of Los Angeles County, referred to herein as the “LACSD”. Rosedale, TLBWSD and LACSD may be individually referred to herein as a “Party” and collectively as the “Parties.”

R E C I T A L S

- A. TLBWSD and Rosedale have existing rights and/or access to California Department of Water Resources’ (DWR) State Water Project (SWP) supplies, including Article 21 supplies, and LACSD has existing rights to certain SWP supplies as a landowner within TLBWSD;
- B. Currently, LACSD anticipates needing additional recharge capacity for its 2026-2027 SWP supplies to avoid possible loss of said water including possible spill of carry-over water from San Luis Reservoir. Rosedale anticipates having sufficient recharge capacity available in its own groundwater recharge and banking program to take LACSD’s SWP supplies;
- C. Rosedale and LACSD desire to enter into a 2:1 exchange program whereby for every 2 acre-feet of SWP water delivered to Rosedale in-district on LACSD’s behalf (“Recharge Water”), Rosedale shall bank and return 1 acre-foot of water (minus conveyance losses and losses pursuant to terms of the customary Memorandum of Understanding applicable to banking projects in the area) to TLBWSD on behalf of LACSD (“Return Water”) at the point of delivery designated hereunder;
- D. Rosedale and TLBWSD will enter into a point of delivery agreement with the Department of Water Resources (“DWR”) and the Kern County Water Agency (“KCWA”) to facilitate the delivery of water under this Agreement;
- E. Rosedale and TLBWSD have determined that the water exchange provided for in this Agreement is exempt from the California Environmental Quality Act (“CEQA”) pursuant to California Public Resources Code Sections 21083 and 21084(a) and the California

CEQA Guidelines, including but not limited to 14 Cal Code Regs Sections 15061(b)(3) and 15301.

Now, therefore, incorporating the foregoing recitals herein, the Parties do hereby agree as follows:

1. **Term:** The term of this Agreement shall be from January 1, 2027 through December 31, 2037. The delivery of Recharge Water to Rosedale shall be completed by December 31, 2027 (“Recharge Water Term”). Rosedale’s delivery of Return Water shall be completed by December 31, 2037 (“Termination Date”).

2. Delivery of Recharge Water to Rosedale

a. **Recharge amount:** During the Recharge Water Term, and subject to Rosedale’s determination as to available capacity within Rosedale’s water management programs, Rosedale shall make efforts to take delivery of up to 10,000 acre-feet of Recharge Water as requested by the LACSD. Upon delivery of Recharge Water to Rosedale, Rosedale shall recharge such water in its groundwater banking program and credit to LACSD an amount of water equal to 1 acre-foot of Return Water for every 2 acre-feet of Recharge Water delivered to the point of delivery pursuant to this Agreement; LACSD shall be responsible for all applicable losses pursuant to terms of the customary Memorandum of Understanding applicable to banking projects in the area, which for the program described in this Agreement are estimated to be 15% (with Return Water minus losses being referred to as the “Final Return Amount”). By way of example, if 1,000 acre-feet of Recharge Water is delivered to Rosedale, Rosedale shall be responsible for banking and returning 425 acre-feet of Return Water to LACSD. Notwithstanding any other provision of this Agreement, any delivery of Recharge Water to Rosedale or any recovery and return of Return Water by Rosedale hereunder shall not, in Rosedale’s sole discretion, impair or impact Rosedale’s current or future water management programs and commitments, or reduce the water supply benefits available to Rosedale from its current or future water management programs or commitments; all such programs and commitments may, in Rosedale’s sole discretion, take temporary precedence over any deliveries made hereunder. Rosedale will make best efforts to meet LACSD return water requests, provided that capacity is available. If Rosedale is unable to make Return Water delivery as requested, Rosedale must provide a 14-day notice (notice of non-delivery) to LACSD and TLBWSD prior to requested delivery. If requested deliveries cannot be made, within 7 days of notice of non-delivery, Rosedale must explain what commitments prevented them from making these returns as requested and provide a detailed plan and schedule for when the return water delivery request will be executed.

b. **Recharge Point of delivery:** The point of delivery for Recharge Water (“Recharge POD”) delivered to Rosedale shall be the Tupman Turnout of the California Aqueduct in Reach 12E. Rosedale shall subsequently convey the Recharge Water within the Cross

Valley Canal (“CVC”) to a designated Rosedale turnout off the CVC, likely to be the Rosedale Central Intake Turnout in Pool 3 of the CVC. LACSD is responsible for the Recharge Water (including all losses) until it reaches the Recharge POD.

c. **Scheduling:** Upon execution of this Agreement, LACSD shall promptly submit to Rosedale and TLBWSD an estimated schedule identifying the rates and quantities of Recharge Water it desires to have delivered during the Recharge Water Term. LACSD shall be responsible for submitting schedules (and updates as necessary) to Rosedale and TLBWSD for Recharge Water to be conveyed to Rosedale under this Agreement; Rosedale shall be responsible for submitting such schedules to the KCWA as required.

3. Delivery of Return Water

a. **Return Water amount:** Rosedale shall return an amount of Return Water in the future equal to the Final Return Amount, which shall be determined by the Parties on or before March 31, 2028. The total amount of Return Water recovered under this Agreement and the agreements entitled Water Banking and Exchange Agreements Between Rosedale-Rio Bravo Water Storage District, Tulare Lake Basin Water Storage District and Los Angeles County Sanitation District dated September 13, 2023 (the “2023 Agreement”) and December 2, 2024 (“2024 Agreement”), and July 25, 2025 (“2025 Agreement”) shall be limited to 2,500 acre-feet per year maximum on a calendar-year basis. In the event that Rosedale has the ability to return more than 2,500 acre-feet of Return Water in a calendar-year, Rosedale shall notify LACSD and TLBWSD in writing of its ability and agreement to meet a modified return amount if LACSD desires.

b. **Return Point of delivery:** The point of delivery for Return Water (“Return POD”) shall be the Tupman Turnout of the California Aqueduct in Reach 12E, or at any other point of delivery available to Rosedale or TLBWSD as may be agreed to by the Parties.

c. **Scheduling:** LACSD shall make a request for Return Water no later than April 1 of the year in which it desires that Rosedale return water. Within 30 days of receipt of a request for Return Water, Rosedale shall advise LACSD and TLBWSD whether Rosedale has sufficient capacity within its water management programs available to meet the request.

d. In the event Rosedale is unable to recover and deliver the Final Return Amount by the Termination Date, LACSD at its option and in its sole discretion may elect one of the following by written notice to Rosedale:

- i. Extend the term for delivery of Return Water an additional five (5) years; or
- ii. Require Rosedale to purchase the balance of Return Water not delivered by reimbursing LACSD its actual cost for each acre foot of undelivered Return

Water based on actual SWP rate paid for water delivered to the Recharge POD in 2027 (Delta water charge and OMP&R).

4. Costs:

a. LACSD Costs: LACSD shall be responsible for the following costs:

- 1) All costs to acquire Recharge Water, if any.
- 2) All transportation costs incurred for conveying Recharge Water to the Recharge POD, including actual energy costs associated with conveying the water within the CVC from the Recharge POD, actual power costs associated with Rosedale conveying the water to recharge facilities (if any), and any CVC excess wheeling costs. Estimated CVC power charge is \$6 per acre foot per CVC pumping plant, with an estimated three CVC pumping plants required to convey water to the Rosedale CVC turnout specified in Section 2.b. If additional CVC pumping plants are required, Rosedale shall confirm that LACSD desires to make such water deliveries and incur additional costs.
- 3) Any excess wheeling charges invoiced to Rosedale by the KCWA for conveyance of Recharge Water or Return Water in the CVC above that which is allocated to Rosedale. Such reimbursement shall be based upon actual charges, if incurred. Rosedale shall confirm that LACSD consents to incur such additional costs prior to making deliveries which result in excess wheeling charges.
- 4) Groundwater extraction well power costs, estimated to be approximately \$150 per acre-foot, for any quantity of water equivalent to the amount of Return Water delivered to the Return POD. Rosedale may, at its sole option, provide LACSD with surface water at the Return POD that it has acquired from other sources in exchange for a like amount of LACSD's stored water in the Basin; provided that such exchange water is available and can be provided at the flow rate and quantity of return water otherwise requested by LACSD. For each AF so exchanged, LACSD shall pay the estimated power costs that would have been incurred if such water had been recovered from the Basin. Rosedale must provide clear documentation and data justifying the estimated power cost for LACSD approval before invoicing.
- 5) All KCWA transaction fees and any costs associated with any other permits and/or approvals required to implement this Agreement.

b. Rosedale and TLBWSD Costs: The program described in this Agreement shall be at no cost to Rosedale or TLBWSD, excepting only the cost of administering this program (e.g., staff costs for recharge and accounting of water supplies, coordinating with DWR/Agency, etc.).

c. **Other Costs:** This Agreement identifies the total anticipated costs of the exchange. Absent express written consent, no party shall be required to pay any costs other than those identified herein.

5. Miscellaneous Provisions:

a. **Approvals:** The Parties recognize that the delivery of water under this Agreement is subject to the approval of various agencies and the Parties shall cooperate to secure any and all necessary approvals for implementation of this Agreement. Notwithstanding the foregoing, Rosedale and TLBWSD shall each be solely and absolutely responsible for any CEQA compliance, including, if applicable, attorneys fees and costs for any CEQA litigation that is required to effectuate their respective participation in the transactions contemplated by this Agreement.

b. **Further Performance:** The Parties shall cooperate with, and assist one another, in obtaining any approvals which are necessary to affect the exchange contemplated by this Agreement; in the event the Parties cannot timely obtain the necessary approvals, this Agreement shall become null and void and the Parties shall have no further obligations hereunder. In addition, each Party agrees to perform any further acts and to execute and deliver any documents which may be reasonably necessary to carry out the provisions of this Agreement.

c. **Indemnification:** Rosedale agrees to indemnify, defend and hold TLBWSD and LACSD free and harmless from all claims, demands, losses, costs, expenses, obligations, liabilities, damages, recoveries and deficiencies, including interest penalties, attorney's fees and costs, that TLBWSD or LACSD may incur in conjunction with approvals discussed in Section 5a above or as a result of Rosedale's delivery and recharge of Recharge Water past the Recharge POD.

LACSD agrees to indemnify, defend and hold Rosedale and TLBWSD free and harmless from all claims, demands, losses, costs, expenses, obligations, liabilities, damages, recoveries and deficiencies, including interest, penalties, attorney's fees (with counsel selected by Rosedale) and costs, that Rosedale or TLBWSD may incur as a result from the delivery of the Recharge water to the Recharge POD or the delivery or use of Return Water beyond the Return Water POD.

d. **Amendments:** This Agreement may be supplemented, amended or modified only if documented in writing and signed by all Parties.

e. **Consultation with Counsel:** The Parties hereto hereby represent and warrant to each other that each of them has had the full opportunity of consulting with counsel of their own choosing in connection with the preparation of this Agreement, that each of them has read and understood the provisions of this Agreement and is fully aware of the contents and legal effects thereof. Each and every provision of this Agreement has been independently, separately and freely negotiated by the Parties as if this Agreement were drafted by all the Parties. The Parties, therefore, waive any statutory or common law presumption which would serve to have this Agreement construed in favor of, or against, any Party.

f. **Integration:** This Agreement represents the entire understanding of the Parties as to those matters contained herein. No prior oral or written understanding shall be of any force or effect with respect to those matters covered hereunder.

g. **Due Authority:** Each person signing this Agreement represents that he/she has full power and authority to do so, and that his/her signature is legally sufficient to bind the Party for which he/she is signing.

h. **Effect on Prior Agreements:** Rosedale, LACSD and TLBWSD are parties to the 2023 Agreement, the 2024 Agreement and the 2025 Agreement. This Agreement is intended to supplement the obligations of the Parties under the 2023, 2024, and 2025 Agreements. Unless otherwise specifically stated herein, nothing in this Agreement shall be interpreted as superseding or replacing the obligations and commitments of the Parties as set forth in the 2023, 2024 or 2025 Agreements.

i. **Good Faith Discussions:** During the Recharge Term, the Parties agree to work in good faith to investigate the feasibility of a long-term banking and exchange program. Any such long-term banking program will not be effective unless or until the Parties negotiate and execute a new agreement.

In witness whereof, the parties hereto have caused this Agreement to be executed the day and year first above written.

Rosedale-Rio Bravo Water Storage District

By: _____
Trent Taylor, Water Resources Manager

Tulare Lake Basin Water Storage District

By: _____
Jacob Westra, General Manager

County Sanitation District No. 2 of Los Angeles County

By: _____
Robert C. Ferrante, Chief Engineer and General Manager

AMENDMENT NO. 1 TO AGREEMENT FOR THE TRANSPORTATION OF WASTE

This Amendment No. 1 to Agreement for the Transportation of Waste (“**First Amendment**”) is between County Sanitation District No. 2 of Los Angeles County (the "**District**"), DIR Registration No. 100010096 and Custom Lumber Designs ("**Vendor**"), DIR Registration No. 1000867921. The District and the Vendor are referred to in this Agreement individually as a “**Party**” and collectively as the “**Parties.**”

On September 25, 2024, the Parties entered into an Agreement for the Transportation of Waste (“**Agreement**”) that will expire on June 30, 2030, DIR Project No. 20240549314.

The Parties now intend to amend the Agreement to add a new destination landfill.

All terms, conditions, and requirements of the Agreement remain unchanged unless explicitly identified here. The Agreement will be amended as follows:

1. Unless otherwise provided in this Amendment, the capitalized terms used in this First Amendment have the same meaning assigned to them in the Agreement.
2. This Amendment is effective June 16, 2026 (“**First Amendment Effective Date**”).
3. The Parties therefore amend the sections in the Agreement as follows:

A. The following destination landfill is added to Section 5:

F. Salton City Landfill
935 W. Highway 86
Salton City, CA

Hours of Operation: 02:00 - 14:00 Monday through Saturday

Approved routes and roads: Sonny Bono Memorial Freeway (Interstate 10) east to Highway 86 south to the site access road.

- B.** The following Cost per Load is added to Table 1 with the initial annual Rate Adjustment as defined in Section 9 to start on July 1, 2027. There shall be no Tare Weight Adjustment as defined in Section 7.2 applied to Salton City Landfill destination loads from First Amendment Effective Date through November 30, 2026.

<u>Origination</u>	<u>Material Type</u>	<u>Destination</u>	<u>MPG</u>	<u>Round Trip Miles Per Load</u>	<u>Fuel Cost Component of the Price per Load</u>	<u>Non-Fuel Cost Component of the Price per Load</u>	<u>Gross Per Load Charge</u>
PHMRF	MSW	Salton City Landfill	4.8	315	\$210.00	\$1,003.20	\$1,213.20

The Parties are signing this First Amendment as of the Execution Date.

**COUNTY SANITATION DISTRICT NO. 2
OF LOS ANGELES COUNTY**

By: _____
Chairperson, Board of Directors

Date: _____

ATTEST:

By: _____
Secretary to the Board

Date: _____

APPROVED AS TO FORM:
NOSSAMAN LLP

By: _____
District Counsel

Date: _____

Custom Lumber Designs

By: Miguel A. Callejas

Name: Miguel A. Callejas

Title: Partner

Date: 7/10/2026 | 9:58:14 AM PDT

TO: BOARD OF DIRECTORS OF COUNTY SANITATION
DISTRICT NO. 2 OF LOS ANGELES COUNTY

RE: AGENDA ITEM NO. R-3

FOR BOARD MEETING: July 22, 2026

BIDS were received at the District's Tulare Lake Compost Facility on June 17, 2026.

FOR TULARE LAKE COMPOST – CUSTOM FARMING AND PROPERTY MAINTENANCE

No. of Bids Received: 2

<u>BIDDER</u>	<u>TOTAL BID</u>
Old River Farming Co., LLC	<u>\$8,391,187.00</u>
The Farm and Land Company, Inc.	\$10,744,561.00

RECOMMENDATION:

Award purchase order to Old River Farming Co., LLC, the lowest, responsive, and responsible bidder, in the amount of \$8,391,187 for *Tulare Lake Compost – Custom Farming and Property Maintenance* from October 1, 2026 through September 30, 2029.

Engineer's Estimate: \$10,000,000



Robert C. Ferrante
Chief Engineer and
General Manager

TO: BOARD OF DIRECTORS OF COUNTY SANITATION
DISTRICT NO. 2 OF LOS ANGELES COUNTY

RE: AGENDA ITEM NO. R-2(a)

FOR BOARD MEETING July 22, 2026

BIDS were received at the District Office on April 21, 2026

FOR LOS COYOTES WATER RECLAMATION PLANT CONTROL BUILDING REPLACEMENT

No. of Bids Received: 2

<u>BIDDER</u>	<u>TOTAL BID</u>
Horizons Construction Company International, Inc.	<u>\$15,257,000.00</u>
Archico Design Build Inc. dba ADB Construction Group	\$16,318,500.00

RECOMMENDATION:

Award contract to Horizons Construction Company International, Inc., low bidder, in the amount of approximately \$15,257,000.00.

Engineer's Estimate: \$14,700,000.00



Robert C. Ferrante
Chief Engineer and
General Manager

TO: BOARD OF DIRECTORS OF COUNTY SANITATION
DISTRICT NO. 2 OF LOS ANGELES COUNTY

RE: AGENDA ITEM NO. R-1(a)

FOR BOARD MEETING JULY 22, 2026

BIDS were received at the District Office on June 23, 2026

FOR PUENTE HILLS MATERIALS RECOVERY FACILITY MODIFICATION OF THE STORMWATER
CAPTURE SYSTEM

No. of Bids Received: 2

<u>BIDDER</u>	<u>TOTAL BID</u>
ARC Ventures	<u>\$598,447.00</u>
Blois Construction, LLC.	<u>\$1,222,911.00</u>

RECOMMENDATION:

Award contract to ARC Ventures, low bidder, in the amount of approximately \$598,447.00.

Engineer's Estimate: \$700,000.



Robert C. Ferrante
Chief Engineer and
General Manager