

**LODI CITY COUNCIL  
SHIRTSLEEVE SESSION  
CARNEGIE FORUM, 305 WEST PINE STREET  
TUESDAY, JUNE 25, 2019**

A. Roll Call by City Clerk

An Informal Informational Meeting ("Shirtsleeve" Session) of the Lodi City Council was held Tuesday, June 25, 2019, commencing at 7:04 a.m.

Present: Council Member Nakanishi, Mayor Pro Tempore Kuehne, and Mayor Chandler  
Absent: Council Member Johnson, and Council Member Mounce  
Also Present: City Manager Schwabauer, City Attorney Magdich, and City Clerk Ferraiolo

B. Topic(s)

B-1 Receive Information Regarding White Slough Water Pollution Control Facility Update (PW)

Public Works Director Charlie Swimley provided a PowerPoint presentation regarding White Slough Water Pollution Control Facility (WSWPCF) update. Specific topics of discussion included WSWPCF location, WSWPCF property, treatment plant, project history, 2016 corrosion repair project, corroded concrete channel repair, replacement of 24-inch aeration pipe, repairs to Digester No. 3 cover, 2017 SCADA upgrade project, arc-flash study, SCADA system upgrade, recycled water pond storage project, recycled water permit for new storage pond, visual examples, and planned capital projects.

Mr. Swimley introduced Mark Kindelberger with Schneider Electric to explain the Energy Service Company (ESCO) procurement process, something the City of Lodi has not yet participated in but could benefit greatly from in the form of savings.

Mr. Kindelberger explained that his division with Schneider Electric operates as an ESCO, which provides energy solutions including designs and implementation of energy savings projects. The California Government Code allows municipalities to enter into contracts with such providers, and the projects pay for themselves with the savings. Both the design and construction of a project is contracted to a single entity, which makes the design to build delivery time faster because there is an intense collaboration between the City and the partners in the design phase. The project would be offered for a fixed bid with no change orders, and because it is a single entity, his company would be responsible for everything and the City would have a guarantee of utility savings that could be used to service any debt on the project. There are three phases: design; construction; and customer support, measurement, and verification. He stated that, between the design and construction phase, if the City determined it could not accomplish a viable project, it could cancel the project, and the City would only be accountable for any design to date fees incurred.

In response to Council Member Nakanishi, Mr. Kindelberger stated that, if the City borrows money for the project, the City would have a guaranteed utility savings that could pay for the debt. Mr. Swimley added that the City's plan is to pay for the project on a pay-as-you-go basis.

In response to Mayor Pro Tempore Kuehne, Mr. Swimley stated the savings would be roughly \$100,000 a year.

Council Member Nakanishi questioned if this savings would offset rate increases. Mr. Swimley stated that installation of the blower project will help the City control rates better and reduce the overall operations of the facility. Mr. Schwabauer added that it will help provide cash for the remaining improvements once the payback period is ended.

C. Comments by Public on Non-Agenda Items

None.

D. Adjournment

No action was taken by the City Council. The meeting was adjourned at 8:00 a.m.

ATTEST:

Jennifer M. Ferraiolo  
City Clerk