

**MINUTES OF THE REGULAR MEETING
OF THE BOARD OF DIRECTORS
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY
September 21, 2016**

At 8:30 a.m., President Osborne called to order the Regular Meeting of the Municipal Water District of Orange County in the Board Room at the District facilities located in Fountain Valley. Director Barbre led the Pledge of Allegiance and Secretary Goldsby called the roll.

MWDOC DIRECTORS

Brett R. Barbre
Larry Dick
Joan Finnegan (absent)
Susan Hinman
Wayne Osborne
Sat Tamaribuchi
Jeffery M. Thomas

STAFF

Robert Hunter, General Manager
Karl Seckel, Assistant General Manager
Joe Byrne, Legal Counsel
Maribeth Goldsby, Board Secretary
Melissa Baum-Haley, Sr. Water Resources Analyst
Harvey De La Torre, Associate General Manager
Joe Berg, Dir. Of Water Use Efficiency
Jonathan Volzke, Public Affairs Manager
Laura Loewen, Public Affairs Assistant

ALSO PRESENT

Larry McKenney
Linda Ackerman
Mark Monin
William Kahn
Doug Reinhart
Ray Miller
Dennis Erdman
Rick Erkeneff
Andy Brunhart
Gary Melton
Richard Eglash
Chris Palmer

MWDOC MET Director
MWDOC MET Director
El Toro Water District
El Toro Water District
Irvine Ranch Water District
San Juan Capistrano
South Coast Water District
South Coast Water District
South Coast Water District
Yorba Linda Water District
Brady & Associates
California Special Districts Association

SPECIAL DISTRICT LEADERSHIP FOUNDATION PRESENTATION TO MWDOC BOARD OF DIRECTORS

Mr. Chris Palmer, on behalf of the California Special Districts Association and the Special District Leadership Foundation (SDLF), presented the MWDOC Board with the SDLF District Transparency Certificate of Excellence award.

PUBLIC PARTICIPATION/PUBLIC COMMENT

President Osborne announced members of the public wishing to comment on agenda items could do so after the item has been discussed by the Board and requested members of the public identify themselves when called on. Mr. Osborne asked whether there were any comments on other items which would be heard at this time.

No comments were received.

ITEMS RECEIVED TOO LATE TO BE AGENDIZED

Determine need and take action to agendize items(s), which arose subsequent to the posting of the Agenda. (ROLL CALL VOTE: Adoption of this recommendation requires a two-thirds vote of the Board members present or, if less than two-thirds of the Board members are present, a unanimous vote.)

No items were received.

ITEMS DISTRIBUTED TO THE BOARD LESS THAN 72 HOURS PRIOR TO MEETING

President Osborne inquired as to whether there were any items distributed to the Board less than 72 hours prior to the meeting.

No information was presented.

CONSENT CALENDAR

President Osborne stated all matters under the Consent Calendar would be approved by one MOTION unless a Director wished to consider an item separately.

Director Hinman asked that the August 8, 2016 Public Affairs & Legislation Committee meeting minutes be revised to reflect that she teleconferenced in to the meeting; the Board agreed.

Upon MOTION by Director Thomas, seconded by Director Barbre, and carried (6-0), the Board approved the Consent Calendar items as follows. A roll call vote was taken, and Directors Barbre, Dick, Hinman, Osborne, Tamaribuchi and Thomas all voted in favor. Director Finnegan was absent.

MINUTES

The following minutes were approved.

- August 3, 2016 Workshop Board Meeting
- August 6, 2016 Special Board Meeting
- August 17, 2016 Regular Board Meeting

COMMITTEE MEETING REPORTS

The following Committee Meeting reports were received and filed as presented.

- Planning & Operations Committee Meeting: August 1, 2016
- Administration & Finance Committee Meeting: August 10, 2016
- Public Affairs & Legislation Committee Meeting: August 8, 2016 (as revised)
- Executive Committee Meeting: August 18, 2016

TREASURER'S REPORTS

The following items were ratified and approved as presented.

MWDOC Revenue/Cash Receipt Register as of August 31, 2016
MWDOC Disbursement Registers (August/September)

The following items were received and filed as presented.

MWDOC Summary of Cash and Investment and Portfolio Master Summary Report (Cash and Investment report) as of July 31, 2016

PARS Monthly Statement (OPEB Trust)

Water Use Efficiency Projects Cash Flow

FINANCIAL REPORT

The following items were received and filed as presented.

Combined Financial Statements and Budget Comparative for the period ending June 30, 2016

WATER LOSS CONTROL TECHNICAL ASSISTANCE

The Board (1) authorized the General Manager to enter into agreements with McCall's Meters, Inc. and Westerly Meter Service Company for up to five years to provide meter accuracy testing services to interested member agencies, and (2) authorized the General Manager to enter into Choice-based-cost-sharing agreements with agencies wishing to access meter accuracy testing services.

APPROVE AMENDMENTS TO RECORDS RETENTION SCHEDULE

The Board approved the proposed changes to the District's Records Retention Schedule as presented.

2016 CONFLICT OF INTEREST CODE – BIENNIAL REVIEW

The Board approved the changes to the District's Conflict of Interest Code and authorized staff to submit the 2016 Biennial Review Code changes to the Orange County Clerk of the Board of Supervisors.

APPROVAL/RATIFICATION OF PARTICIPATION IN THE CENTER FOR DEMOGRAPHIC RESEARCH

The Board ratified participation in the Center for Demographic Research for fiscal years 2014/15 (\$39,961), 2015/16 (\$39,739.50), and approve participation for fiscal year 2016/17 (\$39,971.50). (These amounts were included in the budgets for each of the aforementioned fiscal years).

END CONSENT CALENDAR

ACTION CALENDAR

ISDOC ELECTIONS

President Osborne advised that the Public Affairs & Legislation Committee reviewed this item and recommended the President cast the District's ballot. He noted that several of the Directors have communicated with him, indicating their favored candidates.

Director Thomas thanked ETWD Director Mark Monin for attending and commended him on his efforts with respect to ISDOC.

Upon MOTION by Director Barbre, seconded by Director Dick, and carried (6-0), the Board authorized President Osborne to cast the District's ballot on the District's behalf. Directors Barbre, Dick, Hinman, Osborne, Tamaribuchi & Thomas voted in favor; Director Finnegan was absent.

INFORMATION CALENDAR

GENERAL MANAGER'S REPORT, SEPTEMBER 2016

General Manager Hunter advised that the General Manager's report was included in the Board packet.

Director Hinman highlighted the Baker Treatment Plant and asked that staff provide an update on the water quality and an overview of agency participation in this project at an upcoming meeting.

The Board received and filed the report as presented.

MWDOC GENERAL INFORMATION ITEMS

BOARD OF DIRECTORS

The Board members each reported on their attendance at the regular (and special) MWDOC Board and Committee meetings. In addition to these meetings, the following reports were made on conferences and meetings attended on behalf of the District.

Director Hinman advised that she attended all of MWDOC's Board and Committee meetings, as well as the San Juan Basin Authority meeting, the Women in Water breakfast, the ACCOC Water Committee meeting, and the WACO meeting.

Director Thomas highlighted his attendance at the MET meetings, the OC Taxpayers Association meeting, the WACO meeting, the Administration & Finance Committee meeting, the OC Water Summit planning meeting(s), a meeting with representatives from South Orange County, and two events featuring Congresswoman Mimi Walters.

Director Tamaribuchi noted his attendance at the Executive Committee and Public Affairs & Legislation Committee meetings, as well as a meeting with representatives from South Orange County (and a meeting with staff regarding the agenda for the South County meeting), the Delta

Environmental Leaders inspection trip, and a meeting with staff regarding the State Water Project pumping operations.

Director Barbre reported on attending the following meetings in his role as MET Director: MET Board and Committee meetings, a meeting with Ken Vecchiarelli (Golden State Water Company issues), MET Directors luncheon meeting, a meeting with Gary Breaux, Andy Kingman, and Scott Maloni regarding Local Resources Program, a meeting with Scott Maloni and Shawn Dewane regarding MET desalination activities, the MWDOC MET Director meeting, the MET Caucus, and a meeting with representatives from YLWD and the City of Yorba Linda regarding the Little Hoover Commission letter. He also reported on attending the following meetings in his role as MWDOC Director: Executive Committee, Planning & Operations Committee, Administration & Finance Committee, and Public Affairs & Legislation Committee meetings, as well as a joint meeting between MWDOC and OCWD, a meeting with Evan Chafee, the Workshop and Regular Board meetings, and the Yorba Linda Water District Board meeting.

Director Dick reported on his attendance at the Executive Committee, Planning & Operations Committee, Administration & Finance Committee, and Public Affairs & Legislation Committee meetings, as well as the Workshop and Regular Board meetings, the joint meeting between MWDOC and OCWD, the Caucus, the WACO and WACO Planning meetings, the OC Taxpayers Association meeting, the MET Board and Committee meetings, and the Urban Water Institute Planning Committee meetings.

Director Osborne stated that he attended the Workshop and Regular Board meetings, as well as the Executive Committee, Planning & Operations Committee, Administration & Finance Committee, and Public Affairs & Legislation Committee meetings. He also attended the Department of Water Resources hearing (September 1), the WACO meeting, the Ad Hoc Committee meeting regarding the Water Summit (8/29), the Fountain Valley Mayors Breakfast (September 5), and the Urban Water Institute conference (August 24-26).

CLOSED SESSION

At 8:55 a.m., Legal Counsel Byrne announced that pursuant to Government Code Section 54957, the Board would adjourn to closed session to conduct the General Manager's performance evaluation.

RECONVENE

At 10:04 a.m., the Board reconvened and President Osborne announced that no reportable action was taken in closed session.

ADJOURNMENT

There being no further business to come before the Board, President Osborne adjourned the meeting at 10:06 a.m.

Respectfully submitted,

Maribeth Goldsby, Secretary