

**MINUTES OF THE REGULAR MEETING  
OF THE BOARD OF DIRECTORS  
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY  
June 18, 2014**

At 8:30 a.m. President Dick 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. Secretary Goldsby led the Pledge of Allegiance and called the roll.

**MWDOC DIRECTORS**

Brett R. Barbre  
Wayne A. Clark  
Larry Dick  
Joan C. Finnegan  
Susan Hinman  
Wayne Osborne  
Jeffery M. Thomas

**STAFF**

Robert Hunter, General Manager  
Karl Seckel, Assistant General Manager  
Russ Behrens, Legal Counsel  
Maribeth Goldsby, Board Secretary  
Darcy Burke, Director of Public Affairs  
Cathy Harris, Administrative Services Manager  
Kelly Hubbard, WEROC Programs Manager

**ALSO PRESENT**

William Kahn  
Bob Hill  
Ken Vecchiarelli  
Doug Reinhart  
Ray Miller  
Andrew Brunhart  
Chuck Gibson  
Jim Leach  
Gary Melton  
Betsy Eglash  
Michael Wellborn

El Toro Water District  
El Toro Water District  
Golden State Water Company  
Irvine Ranch Water District  
City of San Juan Capistrano  
South Coast Water District  
Santa Margarita Water District  
Santa Margarita Water District  
Yorba Linda Water District  
Brady & Associates  
Friends of Harbors, Beaches & Parks

**PUBLIC PARTICIPATION/PUBLIC COMMENT**

President Dick 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. Dick 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 presented.

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

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

No items were presented.

**EMPLOYEE SERVICE AWARD**

President Dick presented an award to Kelly Hubbard for ten years of service with the District.

**CONSENT CALENDAR**

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

Upon MOTION by Director Barbre, seconded by Director Finnegan, and carried (7-0), the Board approved the Consent Calendar items as follows. Directors Barbre, Clark, Dick, Finnegan, Hinman, Osborne, and Thomas voted in favor.

**MINUTES**

The following minutes were approved.

- May 7, 2014 Adjourned Workshop Board Meeting
- May 21, 2014 Regular Board Meeting

**COMMITTEE MEETING REPORTS**

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

- Planning & Operations Committee Meeting: May 5, 2014
- Planning & Operations Committee Meeting: June 2, 2014
- Administration & Finance Committee Meeting: May 14, 2014
- Executive Committee Meeting: May 22, 2014

**TREASURER'S REPORTS**

The following items were ratified and approved as presented.

- MWDOC Revenue/Cash Receipt Register as of May 31, 2014
- MWDOC Disbursement Registers (May/June)

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 April 30, 2014

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 April 30, 2014

Quarterly Budget Review

**RETAIL WATER AGENCY PASS-THROUGH FUNDING AGREEMENTS FOR WATER USE EFFICIENCY PROGRAMS**

The Board authorized the General Manager to sign pass-through funding agreements with member agencies to enhance incentives paid to their respective customers.

**TRAVEL TO WASHINGTON DC IN 2014 TO COVER FEDERAL INITIATIVES**

The Board received and filed the report.

**END CONSENT CALENDAR**

**ACTION CALENDAR**

**APPOINTMENT OF DISTRICT TREASURER, DEPUTY TREASURER, AND ALTERNATE DEPUTY TREASURER**

Upon MOTION by Director Barbre, seconded by Director Finnegan, and carried (7-0), the Board adopted RESOLUTION NO. 1985 appointing Hilary Chumpitazi as Treasurer, Robert Hunter as Deputy Treasurer, and Jeff Stalvey and Mary Snow as Alternate Deputy Treasurers, by the following roll call vote:

AYES: Directors Barbre, Clark, Dick, Finnegan, Hinman, Osborne & Thomas  
NOES: None  
ABSENT: None  
ABSTAIN: None

**INFORMATION CALENDAR**

**GENERAL MANAGER'S REPORT, JUNE 2014**

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

Mr. Hunter reported that the Orange County Grand Jury released a report entitled "Sustainable and Reliable Orange County Water Supply: Another Endangered Species?" and that a response was due September 2, 2014. The draft response will be presented to a Committee prior to submission to the Grand Jury.

Mr. Hunter also reported that the City of Huntington Beach (HB) voted to send a letter to MWDOC advising that HB will be removing themselves from the Poseidon Workgroup.

Responding to an inquiry by Director Osborne, Assistant General Manager Seckel provided an overview of a meeting held with representatives from EBD Bauer regarding skid mounted ocean desalination treatment units in Orange County. A brief discussion ensued regarding the units, whether they could be put into operation in Orange County, and whether they could be used for emergency purposes; with Mr. Seckel responding that they are not easily mobilized for use during an emergency.

The Board also discussed the District's response to the Bay Delta Conservation Plan, noting that the due date has been extended to July 29<sup>th</sup>. Mr. Seckel advised that the proposed Implementation Agreement will be presented to the Planning & Operations Committee in July. He noted that staff will remind the Member Agency Managers that MWDOC staff is available for presentations if needed.

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 reported on attending the MWDOC Executive Committee and Public Affairs & Legislation Committee, as well as the San Juan Capistrano Utilities Commission meeting, a tour of the Doheny Desalination Project, and the OC Water Summit. She noted that she would be attending the Orange County Water Association later in the day.

Director Thomas advised that he attended the MWDOC Administration & Finance Committee meeting, the Board meetings, and the Executive Committee meetings. He also reported on attending the MWDOC/OCWD Ad Hoc Building Committee meetings, the OC Water Summit and planning meetings, the ISDOC meeting, the Orange County Business Council meeting, and a MET meeting. Mr. Thomas commented on the focus group meetings, and encouraged Town Hall meetings to diffuse some of the community angst against the Government.

Director Clark advised that he attended the regularly scheduled MWDOC meetings.

Director Osborne reported on his attendance at most of the MWDOC Board and Committee meetings, the ISDOC luncheon, a recent legislative trip to Washington, DC, and the OC Water Summit.

Director Finnegan stated that she attended most of the MWDOC Board and Committee meetings, the Poster/Slogan Contest awards ceremony at the Discovery Science Center, the ISDOC luncheon, and the OC Water Summit.

Director Barbre reported on his attendance and participation at MET and MWDOC Board and Committee meetings, as well as the Yorba Linda Water District (YLWD) Board meeting, the quarterly meeting of YLWD, MWDOC, and OCWD, the Ad Hoc Building Committee meetings, the Ad Hoc Committee meetings regarding the Administrative Code, a tour of the Carlsbad Desalination Facility, the ISDOC luncheon, and the WACO meeting. Mr. Barbre also reported on an interview he had with David Nazar of PBS Southern California, as well as a luncheon with Jeff Kightlinger, a meeting with Ken Vecchiarilli, and a meeting with Aaron Grunfeld, Gary Breaux, and Tom DeBacker (MET) regarding the MET Finance Committee.

Director Dick reported on his attendance and participation at MWDOC and MET Board and Committee meetings, as well as the OC Caucus, the Ad Hoc Committee meeting regarding the Administrative Code, the MWDOC MET Directors pre-caucus meeting, Senator Huff's Water Forum, the Urban Water Institute luncheon honoring Ken Calvert, the ISDOC Planning meeting, and the WACO Planning meeting. Mr. Dick also reported on attending a meeting with Brian Thomas and Peter Buffa regarding special district financing

### **CLOSED SESSION ITEMS**

At 9:11 a.m., Legal Counsel Behrens announced that pursuant to Government Code Section 54956.9(2)(d), the Board would adjourn to closed session for a conference with legal counsel regarding the MWDOC Settlement Agreement with its Member Agencies on Budget, Activities, Charges, and Other Issues, effective June 1, 2011.

### **RECONVENE**

The Board reconvened at 10:12 and Legal Counsel Behrens announced that no reportable action was taken in closed session.

### **ADJOURNMENT**

There being no further business to come before the Board, President Dick adjourned the meeting at 10:12 a.m.

Respectfully submitted,

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Maribeth Goldsby, Secretary