

**MINUTES OF THE REGULAR MEETING
OF THE BOARD OF DIRECTORS
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY
July 15, 2015**

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. Yorba Linda Water District Director Gary Melton led the Pledge of Allegiance and Secretary Goldsby called the roll.

MWDOC DIRECTORS

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

STAFF

Robert Hunter, General Manager
Karl Seckel, Assistant General Manager
Russ Behrens, Legal Counsel
Maribeth Goldsby, Board Secretary
Harvey De La Torre, Prin. Water Res. Planner
Joe Berg, Water Use Eff. Programs Mgr.
Heather Baez, Government Affairs Manager

ALSO PRESENT

Linda Ackerman
Larry McKenney
Mike Markus
Ray Miller
Dennis Erdman
Rick Erkeneff
Andy Brunhart
Gary Melton
Betsy Eglash

MWDOC MET Director
MWDOC MET Director
Orange County Water District
City of San Juan Capistrano
South Coast Water District
South Coast Water District
South Coast Water District
Yorba Linda Water District
Brady & Associates

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.

Mr. Ray Miller thanked Harvey De La Torre for a recent presentation he gave to the City of San Juan Capistrano, noting it was excellent.

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.

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.

Director Osborne pulled item 2(a) (Planning & Operations Committee meeting report), for further discussion.

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

MINUTES

The following minutes were approved.

June 3, 2015 Workshop Board Meeting
June 17, 2015 Regular Board Meeting

COMMITTEE MEETING REPORTS

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

Administration & Finance Committee Meeting: June 10, 2015
Public Affairs & Legislation Committee Meeting: June 15, 2015
Executive Committee Meeting: June 18, 2015

TREASURER'S REPORTS

The following items were ratified and approved as presented.

MWDOC Revenue/Cash Receipt Register as of June 30, 2015
MWDOC Disbursement Registers (June/July)

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 May 31, 2015

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 May 31, 2015

CALIFORNIA SPECIAL DISTRICTS ASSOCIATION (CSDA) 2015 BOARD OF DIRECTORS ELECTION – SOUTHERN NETWORK REGION, SEAT A

The Board authorized President Dick, or his designee, to cast the District's ballot for the CSDA Board of Directors Southern Network, Seat A.

CALIFORNIA SPRINKLER ADJUSTMENT NOTIFICATION SYSTEM IRRIGATION SCHEDULE CALCULATOR

The Board (1) authorized the General Manager to enter into a professional services agreement with EcoLandscape California for development of the Irrigation Schedule Calculator, and (2) authorized the expenditure of budgeted WUE Choice funds in the amount of \$32,000 as MWDOC's share of project costs.

SELECTION OF A CONSULTING TEAM TO ASSIST IN THE DEVELOPMENT OF MWDOC'S AND PARTICIPATING AGENCIES' 2015 URBAN WATER MANAGEMENT PLANS

The Board authorized the General Manager to enter into a professional services contract with Arcadis to assist in the development of MWDOC's and Participating Agencies' 2015 Urban Water Management Plans, and authorized the General Manager to enter into Agreements with various agencies for cost-sharing this effort, and authorized the expenditure of \$31,510 for preparation of MWDOC's UWMP. (Depending on the number of participating agencies, the contract amount can range up to \$1.15 million with all agencies participating and including 100% of the allowance for time and materials additions, but is expected to be no more than \$650,000 in total based on the allowances utilized in preparation of the 2010 UWMPs with all agencies participating.)

END CONSENT CALENDAR

ITEMS PULLED FROM THE CONSENT CALENDAR FOR FURTHER DISCUSSION

Planning & Operations Committee Meeting Report (June 1, 2015)

Director Osborne requested the report be revised to state that that Director Finnegan, not Director Hinman, sat on the Committee in Director Barbre's absence. Upon MOTION by Director Thomas, seconded by Director Barbre, and carried (6-0), the Board received and filed the June 1, 2015 Planning & Operations Committee Meeting Report, as revised.

Directors Barbre, Dick, Finnegan, Osborne, Tamaribuchi & Thomas voted in favor. Director Hinman was absent.

ACTION CALENDAR

PROPOSITION 84 DROUGHT RESPONSE AND US BUREAU OF RECLAMATION WATER SMART GRANT FUNDING AGREEMENTS

Upon MOTION by Director Thomas, seconded by Director Finnegan, and carried (5-1), the Board authorized the General Manager to sign (1) the US Bureau of Reclamation Agreement for implementation of the Comprehensive Landscape Water Use Efficiency Program, and (2) an Assignment Agreement between MWDOC and OCWD to access the Proposition 84 Integrated Regional Water Management 2014 Drought Grant for implementation of a Turf Removal Rebate Program targeting Public Agencies and Homeowner Associations. Directors Dick, Finnegan, Osborne, Tamaribuchi & Thomas voted in favor; Director Barbre opposed. Director Hinman was absent.

CONSIDER APPROVAL OF ISDOC BYLAWS

President Dick advised that the Public Affairs & Legislation Committee (PAL) discussed the liability issues associated with MWDOC acting as the designated official custodian of records and suggested staff confer with legal counsel about a possible agreement indemnifying MWDOC from any liability. General Manager Hunter reported that he spoke with Mike Sheafer (ISDOC President), and Legal Counsel Behrens who both believe a Hold Harmless Agreement would be prudent, and that Mr. Behrens is in the process of drafting the agreement.

Upon MOTION by Director Tamaribuchi, seconded by Director Finnegan, and carried (6-0), the Board authorized President Dick, or his designee to cast the vote on behalf of MWDOC approving the amended and restated Bylaws. Directors Barbre, Dick, Finnegan, Osborne, Tamaribuchi & Thomas voted in favor. Director Hinman was absent.

UPCOMING COST OF JOINT BUILDING UPGRADES WITH OCWD

President Dick advised that the proposal to approve the budget request for both the Joint Facilities, and work on the MWDOC building in the approximate amount of \$255,000 was before the Board for consideration. Mr. Dick reported that the cost outlined in the packet, will increase due to labor-wage conditions that OCWD is required to meet.

OCWD General Manager Mike Markus stated that although the overall price increase is unknown at this time, he did not foresee the increase being more than ten percent.

Following discussion, Director Barbre suggested this item be deferred until August; the Board generally concurred. This item will return in August.

INFORMATION CALENDAR**GENERAL MANAGER'S REPORT, JULY 2015**

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

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 Barbre reported on attending the MWDOC and MET regular meetings, as well as a meeting with Lucy Dunn (OCBC), the ad hoc meeting between MWDOC/OCWD/YLWD, the YLWD Board meeting, the Yorba Linda, Placentia, La Habra, and Brea City Council meetings, the MWDOC/OCWD Building Committee meeting, and two WACO meetings. Mr. Barbre also noted his attendance at the Discovery Science Center Grand Reopening, the ACCOC Infrastructure conference, a tour of Hetch Hetchy, the city of Yorba Linda's Housing Forum, the OC Taxpayers Association meeting, the GWRS Expansion Dedication, a meeting with Gary Breaux and June Skillman (MET) re budget issues, the ACCOC City Leaders Reception (at Disneyland), and the OC Taxpayers Association commercial shoot.

Director Finnegan reported that she attended the MWDOC Board and Committee meetings, as well as the WACO Planning Committee meeting and a meeting with Mr. Hunter and Director Dick with representatives from Mesa Water. She announced that the next ISDOC luncheon would be held on July 30, 2015.

Director Osborne advised that he attended the MWDOC Board and Committee meetings, as well as the WACO meeting.

Director Thomas reported on his attendance at the OC Taxpayer Association meeting, the GWRS Expansion Dedication, and an Orange Rotary meeting wherein he and staff made a presentation. He announced that the Weymouth Treatment Plant inspection trip was upcoming, and the Water Policy Dinner would be held on July 29.

Director Tamaribuchi reported that he attended the MWDOC Board and Committee meetings (with the exception of Workshop Board meeting), the Southern California Water Dialogue meeting, the GWRS Expansion Dedication, the OCBC Infrastructure Committee meeting, and the WACO meeting.

Director Dick reported on attending the MWDOC and MET regular meetings, a meeting with Debra Man, a meeting with Senator Huff, a tour of Marcel Electronics International regarding their implementation of water savings techniques, a tour of the Giuliani Pepper

facility, the MWDOC/OCWD Building Committee meeting, the ISDOC Planning Committee meeting, the Urban Water Institute conference planning meeting, the MET Caucus, the WACO meeting, Assemblywoman Chang's panel on water, and the Serrano Water District public hearing regarding rate increases.

ADJOURNMENT

There being no further business to come before the Board, President Dick adjourned the meeting at 8:50 a.m.

Respectfully submitted,

Maribeth Goldsby, Secretary