

REGULAR MEETING
OF THE BOARD OF DIRECTORS
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY
18700 Ward Street, Board Room, Fountain Valley, California
July 16, 2014, 8:30 a.m.

AGENDA

PLEDGE OF ALLEGIANCE

ROLL CALL

PUBLIC COMMENTS/PARTICIPATION

At this time, members of the public will be given an opportunity to address the Board concerning items within the subject matter jurisdiction of the Board. Members of the public may also address the Board about a particular Agenda item at the time it is considered by the Board and before action is taken. If the item is on the Consent Calendar, please inform the Board Secretary before action is taken on the Consent Calendar and the item will be removed for separate consideration.

The Board requests, but does not require, that members of the public who want to address the Board complete a voluntary "Request to be Heard" form available from the Board Secretary prior to the meeting.

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 of those members present.)

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

Pursuant to Government Code section 54957.5, non-exempt public records that relate to open session agenda items and are distributed to a majority of the Board less than seventy-two (72) hours prior to the meeting will be available for public inspection in the lobby of the District's business office located at 18700 Ward Street, Fountain Valley, California 92708, during regular business hours. When practical, these public records will also be made available on the District's Internet Web site, accessible at <http://www.mwdoc.com>.

EMPLOYEE SERVICE AWARDS

NEXT RESOLUTION NO. 1987

CONSENT CALENDAR (Items 1 to5)

(All matters under the Consent Calendar will be approved by one motion unless a Board member requests separate action on a specific item)

1. MINUTES

- a. June 4 , 2014 Workshop Board Meeting
- b. June 18, 2014 Regular Board Meeting
- c. June 26, 2014 Special Board Meeting

Recommendation: Approve as presented.

2. COMMITTEE MEETING REPORTS

- a. Administration & Finance Committee: June 11, 2014
- b. Public Affairs & Legislation Committee: May 19, 2014
- c. Public Affairs & Legislation Committee: June 16, 2014
- d. Executive Committee Meeting: June 19, 2014

Recommendation: Receive and file as presented.

3. TREASURER'S REPORTS

- a. MWDOC Revenue/Cash Receipt Register as of June 30, 2014
- b. MWDOC Disbursement Registers (June/July)

Recommendation: Ratify and approve as presented.

- c. Summary of Cash and Investment and Portfolio Master Summary Report (Cash and Investment report) as of May 31, 2014
- d. PARS Monthly Statement (OPEB Trust)
- e. Water Use Efficiency Projects Cash Flow

Recommendation: Receive and file as presented.

4. FINANCIAL REPORT

- a. Combined Financial Statements and Budget Comparative For the Period Ending May 31, 2014

Recommendation: Receive and file as presented.

5. CALIFORNIA SPECIAL DISTRICTS ASSOCIATION (CSDA) 2014 BOARD OF DIRECTORS ELECTION – REGION 6, “SEAT C”

Recommendation: Cast the District’s ballot for incumbent, Elaine Sullivan (Leucadia Wastewater District), in the California Special Districts Association (CSDA) Board of Directors election for Region 6, “Seat C.”

– End Consent Calendar –

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ACTION CALENDAR**6-1 BUILDING/LEASE AGREEMENT BETWEEN MWDOC AND OCWD**

Recommendation: Authorize the General Manager and Board President to execute Amendment No. 4 to the Agreement and Lease between MWDOC and OCWD regarding Shared Administrative Office Facilities.

6-2 RESOLUTION AUTHORIZING EXECUTION OF THE STATE LANDS COMMISSION AMENDED GENERAL LEASE THAT EXTENDS THE TERM OF THE LEASE TO MAY 31, 2019 FOR THE DOHENY OCEAN DESALINATION PROJECT PILOT PLANT TEST FACILITIES

RES. NO. _____

Recommendation: Adopt the attached Resolution in accordance with the State Lands Commission request to authorize the General Manager to execute the amended lease to extend the term through May 31, 2019. The State Lands Commission on June 19, 2014 approved the extension.

6-3 OC-88 METERING/BILLING MISTAKE

Recommendation: The Planning & Operations Committee will review this item on July 14, 2014 and make a recommendation to the Board.

INFORMATION CALENDAR (All matters under the Information Calendar will be Received/Filed as presented following any discussion that may occur)

7. GENERAL MANAGER'S REPORT, JULY 2014 (ORAL AND WRITTEN)

Recommendation: Receive and file report(s) as presented.

8. MWDOC GENERAL INFORMATION ITEMS

- a. Board of Directors - Reports re: Conferences and Meetings and Requests for Future Agenda Topics

Recommendation: Receive and file as presented.

CLOSED SESSION ITEMS

9. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION

Pursuant to Paragraph (1) of subdivision (d) of Government Code Section 54956.9. One Case: *San Diego County Water Authority v. Metropolitan Water District of Southern California*; all persons interested in the validity of the rates adopted by the Metropolitan Water District of Southern California on April 13, 2010, et al., former Los Angeles Superior Court, Case No. BS 126888, transferred on October 21, 2010, to San Francisco Superior Court, Case No. CPF-10-510830.

10. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION

Pursuant to Paragraph (1) of subdivision (d) of Government Code 54956.9). One Case: *San Diego County Water Authority v. Metropolitan Water District of Southern California*; all persons interested in the validity of the rates adopted by the Metropolitan Water District of Southern California on April 10, 2012 to be Effective January 1, 2013 and January 1, 2014; and Does 1-10, et al. (Los Angeles Superior Court Case No. BS137830), transferred on August 23, 2012 to San Francisco Superior Court, Case No. CPF-12-512466.

11. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION

Pursuant to Paragraph (2) of subdivision (d) of Government Code Section 54956.9. One Case: *San Diego County Water Authority v. Metropolitan Water District of Southern California; all persons interested in the validity of the rates adopted by the Metropolitan Water of Southern California on April 8, 2014, et al.*, Los Angeles Superior Court, Case No. BC547139

12. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION

Significant exposure to litigation pursuant to paragraph (2) of subdivision (d) of Section 54956.9 regarding the MWDOC Settlement Agreement with its Member Agencies on Budget, Activities, Charges, and Other Issues, effective June 1, 2011.

ADJOURNMENT

Note: Accommodations for the Disabled. Any person may make a request for a disability-related modification or accommodation needed for that person to be able to participate in the public meeting by contacting Maribeth Goldsby, District Secretary, at (714) 963-3058, or writing to Municipal Water District of Orange County at P.O. Box 20895, Fountain Valley, CA 92728. Requests must specify the nature of the disability and the type of accommodation requested. A telephone number or other contact information should be included so that District staff may discuss appropriate arrangements. Persons requesting a disability-related accommodation should make the request with adequate time before the meeting for the District to provide the requested accommodation.

**MINUTES OF THE WORKSHOP BOARD MEETING
OF THE BOARD OF DIRECTORS OF
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY (MWDOC)
WITH THE MWDOC MET DIRECTORS**

June 4, 2014

At 8:30 a.m. President Dick called to order the Workshop Board Meeting of the Board of Directors of Municipal Water District of Orange County (MWDOC) at the District facilities located in Fountain Valley. Legal Counsel Behrens led the Pledge of Allegiance and Secretary Goldsby called the roll.

MWDOC DIRECTORS

Brett R. Barbre*
Wayne A. Clark
Larry Dick*
Susan Hinman (absent)
Wayne Osborne (absent)
Jeffery M. Thomas
Joan Finnegan

MWDOC STAFF

Robert Hunter, General Manager
Karl Seckel, Assistant General Manager (absent)
Russ Behrens, Legal Counsel
Maribeth Goldsby, Board Secretary
Harvey De La Torre, Principal Water Res. Planner
Joe Berg, Water Use Efficiency Prog. Mgr.
Warren Greco, Assoc. Water Resources Analyst
Darcy Burke, Director of Public Affairs
Richard Bell, Principal Engineer

*Also MWDOC MET Directors

OTHER MWDOC MET DIRECTORS

Linda Ackerman

OTHERS PRESENT

William Kahn
Bob Hill
Mike Dunbar
Ken Vecchiarelli
Brian Ragland
Peer Swan
Paul Weghorst
Paul Shoenberger
Ray Miller
Jim Leach
Bob Moore
Andy Brunhart
Gary Melton
John Thornton
Ed Means
Kevin Donoff
Liz Mendelson
Betsy Eglash

El Toro Water District
El Toro Water District
Emerald Bay Service District
Golden State Water Company
City of Huntington Beach
Irvine Ranch Water District
Irvine Ranch Water District
Mesa Water District
City of San Juan Capistrano
Santa Margarita Water District
South Coast Water District
South Coast Water District
Yorba Linda Water District
Psomas
Means Consulting
Metropolitan Water District of So. California
San Diego County Water Authority
Brady & Associates

ITEMS RECEIVED TOO LATE TO BE AGENDIZED

Determine need and take action to agendize item(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.

General Manager Hunter reported that Item 7(b) (MET agenda) and the presentation materials for Items 1 and 2 (reports re State Water Project Contract Renewal and California Water Exchanges and Transfer Activities) were distributed to the Board and made available to the public.

PUBLIC PARTICIPATION/PUBLIC COMMENTS

President Dick inquired as to whether any members of the public wished to comment on agenda items.

No public comments were received.

PRESENTATION/DISCUSSION/INFORMATION ITEMS

- **STATUS RE STATE WATER PROJECT CONTRACT RENEWAL**
- **OVERVIEW OF CALIFORNIA WATER EXCHANGES AND TRANSFER ACTIVITIES**

Mr. Kevin Donhoff, MET's Manager of Resources Implementation Section, provided an overview of current operations (and ongoing issues), as well as the State Water Project renewal status.

Mr. Donhoff began his presentation with information relative to water transfers/exchanges. His presentation included information on MET's hydrologic conditions for both 2013 (driest year on record) and 2014 (considerably below average conditions), Northern California runoff, as well as the drought's statewide impacts, including storage and the historic 5% Table A allocation. Mr. Donhoff also provided an overview of current Delta export operations, including the Coordinated Operating Agreement (COA), the costs of water via exchanges/transfers, the 2014 supply and demand balance (based on currently allocated supplies and demands), 2014 statewide water costs, 2014 MET water costs, and an overview of the pending Friant Authority lawsuit.

Mr. Donhoff then provided information on the status of MET's renewal of the State Water Project (SWP) contract, highlighting the need for a contract amendment to provide continued service beyond 2035, addressing financial compression, the desire by DWR for sufficient funds for cash flow, and the Contractors' desire for greater financial oversight. He provided an

overview of the contract renewal process, noting that the negotiations (including the CEQA process) should be complete by 2016.

A question/answer period followed the presentation, with specific emphasis on the carriage loss of water with transfers across the Delta (30%), the need for additional storage, the repair costs and financing for the Lake Perris wall, and operations and maintenance issues on the Delta.

The Board received and filed the report as presented.

MET BOARD ACTIVITIES

- a. Election of MET Chair
- b. MWDOC MET Director Appointment Process

President Dick reported that the MET Board unanimously elected Randy Record as MET Chairman and that Mr. Record would preside over the June MET Board meeting.

General Manager Hunter provided an overview of the MWDOC MET Director appointment process (pursuant to the terms of the MWDOC Settlement Agreement with its Member Agencies). He advised that the South County agencies (10) have a process for selecting a candidate which includes (1) each agency nominating a candidate and submitting the name to a subcommittee; and (2) the subcommittee notifying MWDOC of their candidate(s). Mr. Hunter anticipated that the process could take up to six weeks.

The Board received and filed the report.

UPDATE ON WATER SUPPLY CONDITIONS

Associate Water Resources Analyst, Warren Greco, reported that California is currently experiencing an extremely dry year that has resulted in MET's current Table A State Water Project allocation at 5% for 2014. Mr. Greco reviewed the Northern Sierra 8-Station Index, noting that rainfall is currently at 13% of normal. He reviewed the snow pack conditions, the statewide reservoir conditions, Lake Mead elevation, and MET's dry-year storage amounts.

The Board received and filed the report as presented.

MWD ITEMS CRITICAL TO ORANGE COUNTY

- a. MET's Water Supply Conditions
- b. MET's Finance and Rate Issues
- c. Colorado River Issues
- d. Bay Delta/State Water Project Issues
- e. MET's Ocean Desalination Policy and Potential Participation by MET in the Doheny Desalination Project
- f. Second Lower Cross Feeder Project
- g. Orange County Reliability Projects

The Board received and filed the report as presented.

OTHER INPUT OR QUESTIONS ON MET ISSUES FROM MEMBER AGENCIES

No new information was presented.

METROPOLITAN (MET) BOARD AND COMMITTEE AGENDA DISCUSSION ITEMS

- a. Summary regarding May MET Board Meeting
- b. Review Items of significance for the Upcoming MET Board and Committee Agendas

The Board received and filed the report as presented.

ADJOURNMENT

There being no further business to come before the Board, the meeting adjourned at 9:35 a.m.

Respectfully Submitted,

Maribeth Goldsby, Board Secretary

**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 29th. 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,

Maribeth Goldsby, Secretary

MINUTES OF THE SPECIAL MEETING
OF THE BOARD OF DIRECTORS
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY
June 26, 2014

At 6:00 p.m., President Dick called to order the Special Meeting of the Municipal Water District of Orange County Board of Directors Board Room at the District facilities, 18700 Ward Street, Fountain Valley, California. IRWD Director Peer Swan led the Pledge of Allegiance.

MWDOC DIRECTORS

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

STAFF PRESENT

Robert Hunter, General Manager
Karl Seckel, Assistant General Manager
Maribeth Goldsby, Board Secretary

ALSO PRESENT

Peer Swan
Doug Reinhart
Saundra Jacobs
Ray Miller
Larry McKenney
Laura Freese
Bert Hack
Tom Levy
Mary Jane Foley
Mike Safranski
Debbie Neev

Irvine Ranch Water District
Irvine Ranch Water District
Santa Margarita Water District
City of San Juan Capistrano
Moulton Niguel Water District
San Juan Capistrano Resident
City of Laguna Woods

MJF Consulting
Trabuco Canyon Water District
Laguna Beach County Water District

PUBLIC COMMENTS

No public comments were received.

DISCUSSION ITEMS

**WORKSHOP FOR THE CERTIFIED POTENTIAL CANDIDATES FOR
APPOINTMENT TO THE BOARD OF DIRECTORS OF METROPOLITAN WATER
DISTRICT OF SOUTHERN CALIFORNIA**

President Dick announced that the purpose of the meeting was to provide an overview of MWDOC/MET issues to the certified potential candidates, noting this was not an interview of the candidates. He reminded the candidates that the South County agencies (pursuant to the Settlement Agreement) would be following a process which included conducting interviews, which would ultimately result in a recommendation to the MWDOC Board. He advised that the MWDOC Board would not be asking questions at this meeting as the intent of the workshop is to provide the candidates the opportunity to ask questions regarding the open director position.

General Manager Hunter then provided information regarding the MWDOC/MET Director role and responsibilities, an overview of MET, the monthly meeting schedule (time demands), voting process at MET (via assessed valuations), MET Committee assignments, OC Caucus, the importance of each MET Director carrying the Southern California regional perspective and building coalitions.

Discussion ensued regarding the time commitments for the position, the political aspects of gaining coalitions, and the importance of the MET Committees (one person/one vote).

Responding to a question, Mr. Doug Reinhart outlined the South County process for recommending an appointment to the MWDOC Board.

ADJOURNMENT

At 6:41 p.m., President Dick adjourned the special meeting.

Respectfully submitted,

Maribeth Goldsby, Secretary

**MINUTES OF THE MEETING OF THE BOARD OF DIRECTORS OF THE
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY**

Jointly with the
ADMINISTRATION & FINANCE (A&F) COMMITTEE

June 11, 2014 – 8:30 a.m. to 9:00 a.m.

MWDOC Conference Room 101

Committee Members:

Director Jeff Thomas, Chair
Director Joan Finnegan
Director Wayne Osborne

Staff:

Robert Hunter, Karl Seckel, Cathy Harris,
Maribeth Goldsby, Hilary Chumpitazi,
Joe Berg

Also Present:

Director Wayne Clark
Director Brett Barbre
Linda Ackerman,
Metropolitan Water District Director

Director Thomas called the meeting to order at 8:30 a.m.

PUBLIC COMMENTS

No public comments were received.

ITEMS RECEIVED TOO LATE TO BE AGENDIZED

No items were presented.

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

No items were distributed.

PROPOSED BOARD CONSENT CALENDAR ITEMS-ACTION

TREASURER'S REPORT

- a. Revenue/Cash Receipt Report – May 2014
- b. Disbursement Approval Report for the month of June 2014
- c. Disbursement Ratification Report for the month of May 2014
- d. GM Approved Disbursement Report for the month of May 2014
- e. Water Use Efficiency Projects Cash Flow – May 31, 2014
- f. Consolidated Summary of Cash and Investment – April 2014
- g. OPEB Trust Fund monthly statement

Director Dick referenced a new vendor on the Disbursement Register, "GovConnection, Inc.," and inquired as to the background of this vendor and the value of the savings we receive by purchasing electronics from them. It was noted that staff would research the savings offered, and if significant, would notify both MET and our Member Agencies so that they can experience the same savings.

Discussion ensued regarding the Annual CalPACS dues (California Public Agency Compensation Survey), with Ms. Harris reporting that the effort is organized by Barry Newton and billed through the City of Tustin. Responding to a question by the Committee, Ms. Harris indicated she would research which agency would act as billing agent next year and report back.

Following questions by Director Thomas, Ms. Chumpitzi (1) advised that the Trustee activities were for the AMP; and (2) that staff was researching longer-term investments (in reference to OCIP and LAIF investments) and that this issue would be addressed later in the agenda.

In response to a question by Director Barbre regarding the PARS statement, Mr. Hunter advised that staff is currently having an actuarial evaluation completed regarding the potential of buy-out offers on the employee retiree medical benefit. It is anticipated the study or evaluation will be complete in August or September. Director Barbre requested staff also research the current PERS Unfunded Accrued Liability and report back to the Committee.

Upon MOTION by Director Osborne, seconded by Director Finnegan, and carried (3-0), the Committee recommended the Treasurer's reports for approval at the June 18, 2014 Board meeting. Directors Thomas, Osborne, and Finnegan voted in favor.

FINANCIAL REPORTS

- a. Combined Financial Statements and Budget Comparative for the period ending April 30, 2014

Upon MOTION by Director Osborne, seconded by Director Finnegan, and carried (3-0), the Committee recommended the Financial reports for approval at the June 18, 2014 Board meeting. Directors Thomas, Osborne, and Finnegan voted in favor.

ACTION ITEMS

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

Director Thomas advised that the proposal to appoint Hilary Chumpitzi as Treasurer, Robert Hunter as Deputy Treasurer, and Mary Snow and Jeff Stalvey as Alternate Deputy Treasurers was before the Committee for consideration.

Upon MOTION by Director Finnegan, seconded by Director Osborne, and carried (3-0), the Committee recommended the Appointment of District Treasurer, Deputy Treasurer, and Alternate Deputy Treasurers (as recommended by staff), for approval at the June 18, 2014 Board meeting. Directors Thomas, Osborne, and Finnegan voted in favor.

INFORMATION ITEMS**OVERVIEW OF INVESTMENTS (LAIF/OCIP)**

Accounting Manager, Hilary Chumpitzi, provided an overview of the District's investments pursuant to a request by the Committee. She advised that the Committee requested she evaluate whether it would be prudent to move a larger percentage of funds from LAIF to the OCIP. Ms. Chumpitzi noted that by doing so, any increased interest earnings would be nominal because the overall increase would be reduced by wire fees. She advised that staff would continue to watch the interest yield spread.

MONTHLY WATER USAGE DATA, TIER 2 PROJECTION & WATER SUPPLY INFORMATION

The information was received and filed; no comments were made.

DEPARTMENT ACTIVITIES REPORTS

- a. Administration
- b. Finance and Information Technology

The informational reports were received and filed.

OTHER ITEMS**REVIEW ISSUES REGARDING DISTRICT ORGANIZATION, PERSONNEL MATTERS, EMPLOYEE BENEFITS, FINANCE AND INSURANCE**

Director Dick announced that Director Barbre had been appointed as Chairman of MET's Finance Committee; the Board members present congratulated Mr. Barbre.

Assistant General Manager, Karl Seckel, advised that MET would be refunding money to MWDOC as a result of overbilling on OC-88 (approximately \$8 million). It was noted that a more detailed report would be presented to the Planning & Operations Committee in July.

Water Use Efficiency Programs Manager Joe Berg introduced Rachel Waite (a new intern in the WUE Department) to the Board.

ADJOURNMENT

There being no further business to be brought before the Committee, the meeting adjourned at 9:00 a.m.

**MINUTES OF THE MEETING OF THE
BOARD OF DIRECTORS OF THE
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY**

Jointly with the
PUBLIC AFFAIRS AND LEGISLATION COMMITTEE

May 19, 2014, 8:30 a.m. to 9:47 a.m.
MWDOC Conference Room 101

Committee:

Director Brett Barbre, Chair
Director Wayne Clark
Director Susan Hinman

Staff:

Robert Hunter, Karl Seckel, Joe Berg,
Katie Davanaugh, Harvey De La Torre,
Jessica Ouwerkerk

Ex Officio:

Director J. Finnegan

Also Present:

Director Wayne Osborne
Director Larry Dick
Director Joan Finnegan
MET Director Linda Ackerman
Dick Ackerman
John Lewis, Lewis Consulting
Matt Holder, Lewis Consulting
Heather Stratman, Townsend Public Affairs (TPA)
Christopher Townsend, TPA
Steve LaMar, Irvine Ranch Water District
John Withers, Irvine Ranch Water District
Richard Freschi, Serrano Water District

Director Barbre called the meeting to order at 8:34 a.m. John Lewis led the Pledge of Allegiance.

PUBLIC PARTICIPATION

No comments were received.

ITEMS RECEIVED TOO LATE TO BE AGENDIZED

No items were presented.

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

No items were presented.

Director Barbre reorganized the agenda.

ACTION ITEMS

**ELECTION OF ALTERNATE SPECIAL DISTRICT MEMBER OF THE LOCAL
AGENCY FORMATION COMMISSION (LAFCO)**

Director Barbre noted that each of the three LAFCO candidates running for the LAFCO election would be provided an opportunity to address the Board.

Mr. Withers' noted that he enjoys serving on the LAFCO Board and is looking forward to discussions in south Orange County on an upcoming governance study as well as a municipal services review. Mr. Withers' term was automatically reappointed as no other nominations were received for the regular special district member seat.

Director Hinman called attention to discussions at the recent ACWA/JPIA annual conference and the controversial subject on the formation of Joint Powers Authorities and noted that she may call on Mr. Withers to speak on this subject, which he welcomed.

Director Finnegan inquired on Mr. Withers' position on Orange County Council of Governments (OCCOG) and the value of that meeting. Mr. Withers responded that he is generally supportive of the organization and that LAFCO pays approximately \$5,000 annually in dues.

Director Ackerman inquired what the annual budget is with Mr. Withers responding that the LAFCO budget is close to \$1 million.

Mr. Fisler (Mesa Water) provided his candidate statement requesting MWDOC support. He noted his support for special districts and his participatory role at LAFCO over the past four years.

Mr. Freschi (Serrano Water board member) reviewed his business and governance experience as well as his involvement in the water community over the past many years.

Upon MOTION by Director Barbre, seconded by Director Clark, and carried (3-0), the item was referred to the May 21, 2014 Board meeting for approval, by the following vote:

AYES:	Directors Barbre, Clark, Hinman
NOES:	None
ABSENT:	None
ABSTAIN:	None

The Committee recommended the voting authority be delegated to the Board President (Director Dick) to cast the ballot for the LAFCO election and noted that the Board will further discuss the candidates at the May 21st board meeting.

DISCUSSION ITEMS

LEGISLATIVE ACTIVITIES

Federal Legislative Report (Barker)

Director Hinman requested that when a final decision is made on the WRDA bill, that the Board be apprised of the decision. Director Barbre responded that the report will be considered in the house tomorrow and the senate majority leader wants to get it out before the end of this week, before the Memorial Day recess. Director Barbre believes that it will

go through. He also noted that desalination is specifically included in the bill and that the 5039 account was preserved. Mr. Seckel reported that Mr. Barker has prepared an overview of key points in the bill and he will provide a copy to the Board.

General Manager Hunter commented that he is surprised that WIFIA is expected to pass due to the municipal tax free bond conflicts. There is concern within water agencies because of the WIFIA funding element and apprehension that some programs will have their budgets reduced. Staff will have to watch this closely.

State Legislative Report (Townsend)

Mrs. Stratman reported that the Governor's May Revise was released on the 13th and includes an additional \$142 million for drought-related expenditures which brings the total for drought relief close to \$800 million. Discussion was held on the seriousness of the drought, not only in California, but also Arizona and Nevada, and other states in the western region.

Discussion was held on getting an amendment for south Orange County to remain in the San Diego Integrated Regional Water Management region and working with member agencies in a collaborative effort in writing a letter to that effect. Mrs. Stratman indicated that should would assist in that effort.

The Committee and Townsend staff further reviewed the monthly activities report which included a water bond comparison matrix, and the history of the water bonds in California since 1960.

County Legislative Report (Lewis)

Mr. Holder reported on the problems within the Orange County Fire Authority and the anticipated management audit report that will be released in the next couple days. The OCFA has been under much scrutiny that includes poor performance by the Fire Chief, morale issues within the authority, a recent over-billing scandal.

Mr. Hunter will be meeting with Todd Spitzer on June 6th to explain water policy issues and MWDOC's agenda therein, as well as requesting assistance with AQMD issues.

Legal and Regulatory Report (Ackerman)

Mr. Ackerman reported that CEQA reform is dead for the remainder of this year.

MWDOC Legislative Matrix and Met Legislative Matrix

The reports were received and filed without comment.

ACTION ITEMS**CONSIDER APPROVAL OF PROPOSED AMENDMENTS TO CSDA BYLAWS
AND AUTHORIZE PRESIDENT OF THE BOARD TO CAST THE DISTRICT'S
BALLOT**

It was noted that most of the revisions/updates were made as housekeeping items only. It was also noted that redistricting had been conducted as illustrated on the region maps.

Upon MOTION by Director Barbre, seconded by Director Clark, and carried (3-0), the item was referred to the May 21, 2014 Board meeting for approval, by the following vote:

AYES:	Directors Barbre, Clark, Hinman
NOES:	None
ABSENT:	None
ABSTAIN:	None

The Committee recommended voting authority be delegated to the Board President (Director Dick) with the caveat that he discuss the redistricting with Bill Nelson.

INFORMATION ITEMS**SUPPORT LETTER TO RESTORE RECYCLING WATER FUNDING IN THE
WATER BOND**

The Committee discussed the district's ongoing support of recycled water, with Mr. Hunter noting that the letter is proposed to be presented as part of the negotiation process to restore \$1 billion in funding for recycled water in current and future water bonds.

The Committee expressed support in moving forward with presenting the letter to legislators in Sacramento, noting that this is a collaborative effort by many signers within the Orange County water community.

UPDATE ON MET'S AND MWDOC'S COMMUNICATIONS PLANS

Ms. Ouwerkerk noted that MWDOC and MET have embarked on two separate communications plans and have been meeting with MWDOC member agencies to develop messaging and strategies to meet short term goals within the Bay Delta Conservation Plan.

7th ANNUAL ORANGE COUNTY WATER SUMMIT (MAY 16, 2014)

No comments were received.

PUBLIC AFFAIRS ACTIVITIES REPORT

No comments were received.

WATER EDUCATION SCHOOL PROGRAM – MONTHLY PARTICIPATION DATA

Director Hinman inquired whether Discovery Science Center will reach its annual participation goals with Mrs. Ouwerkerk responding that she has been in contact with DSC and they have reported that they anticipate to be slightly under the goals.

The informational reports were received and filed.

OTHER ITEMS

REVIEW ISSUES RELATED TO LEGISLATION, OUTREACH, PUBLIC INFORMATION ISSUES, AND MET

ADJOURNMENT

There being no further business to be brought before the Committee, the meeting adjourned at 9:43 a.m.

**MINUTES OF THE MEETING OF THE
BOARD OF DIRECTORS OF THE
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY**
Jointly with the
PUBLIC AFFAIRS AND LEGISLATION COMMITTEE
June 16, 2014 8:30 a.m. to 9:45 a.m.
MWDOC Conference Room 101

Committee:

Director Brett Barbre, Chair
Director Wayne Clark
Director Susan Hinman

Staff:

Robert Hunter, Darcy Burke, Harvey De La Torre,
Jessica Ouwerkerk, Pat Meszaros

Ex Officio:

Director Joan Finnegan

Also Present:

Director Wayne Osborne
Director Larry Dick
MET Director Linda Ackerman
Dick Ackerman
John Lewis, Lewis Consulting
Matt Holder, Lewis Consulting
Heather Stratman, Townsend Public Affairs (TPA)
Christopher Townsend, TPA
Amanda Conklin, TPA

Director Barbre called the meeting to order at 8:30 a.m.

PUBLIC PARTICIPATION

No comments were received.

ITEMS RECEIVED TOO LATE TO BE AGENDIZED

No items were presented.

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

No items were presented.

DISCUSSION ITEMS

LEGISLATIVE ACTIVITIES

Federal Legislative Report (Barker)

Director Hinman reported that on Friday, June 13, she, Mr. Hunter, Mr. Seckel and Ms. Burke and representatives from South Coast and Laguna Beach County Water Districts met with Mr. Maurice Lyles from Senator Boxer's office and provided him a tour of the South

Orange Coastal Ocean Desalination Project. Mr. Hunter noted that Mr. Lyles had a great interest in the 2007 WRDA 5039 account (funding for California Environmental Infrastructure). Director Barbre announced that probably the biggest news coming out of DC is that Congressman Kevin McCarthy may be the next majority leader of the House which is good for California as he, coming from the Central Valley, will definitely be an ally with us on water issues coming from the Central Valley.

State Legislative Report (Townsend)

Director Hinman thanked Ms. Stratman for filling her in on what the State Board is doing. Ms. Stratman announced that the budget was passed last night. With regard to the water bond, Director Osborne inquired what bills are active to which Ms. Stratman responded that Rendon's (AB 1331) and Wolk's (SB 848) are the two major vehicles and that there is a June 26 deadline to get it to the Governor by September to get in on the ballot. Director Osborne inquired whether AB 848 included funds for storage to which Ms. Stratman responded that SB 848 includes \$2.5 billion for storage and AB 1331 also includes about \$3 billion for storage. Director Hinman inquired whether they included appropriations for desalination to which Ms. Stratman responded that Wolk's does not but Rendon's includes funding for desal. Director Barbre commented that everyone's waiting for the Governor to decide and that while he's been supportive of desal, his two priorities are a Bay Delta fix and high speed rail.

Director Ackerman inquired as to AB 2453 out of the valley which is proposing a seven-member water board to have Paso Robles Basin Water District control the groundwater. Ms. Stratman noted it was amended in late March and it's parked in the Senate. Per Mr. Townsend, they'll track it for Director Ackerman.

County Legislative Report (Lewis)

Mr. Lewis noted that it's a fun time to review election results with a very low turnout experienced in Orange County (24% overall) and unpredictable things happen with a low turnout, e.g., three out of five supervisors may be new. Director Barbre noted that it's interesting that Ms. Mimi Walters is much more in touch with local electeds in a way Mr. John Campbell never was. Director Hinman inquired about filing deadlines in August for local government to which Director Barbre responded that the deadline is Friday, August 8, and if an incumbent doesn't file, it's extended 5 days.

Discussion ensued regarding polling and Director Dick noted how difficult it is becoming for pollsters to get samples and inquired how we'd handle polling in the future. Mr. Lewis concurred that it will be a challenge and suggested using more quotas for your polling universe--making sure a certain percentage are cell phone respondents and also, gravitate a little more toward internet polling. Mr. Ackerman noted that more and more people are refusing to take the polls.

Legal and Regulatory Report (Ackerman)

Mr. Ackerman noted that stakeholders have until September to respond to what's wrong with CEQA and he suggested it's a good opportunity for MWDOC to take the lead in responding for Orange County. Director Dick noted that there's a WACO planning meeting

tomorrow morning and he could initiate this to get some interest going. Mr. Hunter noted his shock to hear about senior water rights holders. Mr. Ackerman reported that the current status is voluntary reporting and that no one has picked up on that and done anything more. Further, that farmers are benefiting most and, while it is unlikely that these rights will be successfully challenged, as conditions worsen, things may change.

MWDOC Legislative Matrix

Met Legislative Matrix

The Legislative matrices were received and filed.

UPDATE ON JULY 30 WATER POLICY FORUM & DINNER

Ms. Ouwerkerk reported that the next Water Policy Forum & Dinner is about six weeks away and we are currently registering guests and have about 50 registered so far with the hope that that number increases to 200. Further, SCE staff contacted MWDOC with interest in providing some type of sponsorship for the event and we'd like the Board's input on whether we should pursue this or hold the line. Director Barbre commented that it opens a hornet's nest because it becomes a gift to those elected officials who attend. Director Dick noted that he's anxious to save money in all areas but that his feeling for sponsorships is that if we accept a sponsorship, it's like giving that sponsor an endorsement. Director Osborne noted that as long as there's not a conflict of interest, he'd support it and further that he's heard that the major complaint of the water dinner is the price. His feeling is that whatever we can do to lower that price, we should utilize it. The proposal is for a sponsor for the reception beforehand. Director Hinman recommended checking with legal counsel as well.

ACTION ITEM

TRAVEL TO WASHINGTON DC IN 2014 TO COVER FEDERAL INITIATIVES

The Committee reviewed the travel to DC in 2014 to cover Federal initiatives and upon MOTION by Director Clark, seconded by Director Hinman, and carried (3-0), the item was referred to the June 18, 2014 Board meeting for approval, by the following vote:

AYES:	Directors Barbre, Clark, Hinman
NOES:	None
ABSENT:	None
ABSTAIN:	None

INFORMATION ITEMS

VALUE OF WATER COMMUNICATIONS PLAN – STATUS UPDATE

Ms. Burke reported that the Focus Groups were sobering because the distrust of local government and its water districts is widespread and significant. The public doesn't believe what we say; they think we made up the drought to raise rates. Following are some of their comments: "We're cutting back, what are you doing? Why aren't water districts assuring that there is a reliable supply of water?" We can't conserve what we don't have." Ms. Burke reported further that they didn't believe we did children's water education; they thought we made WEROC up. They believe water quality is poor just by the taste. There were a significant number of comments with regard to pin hole leaks. They trust their plumbers far more than they trust us. They do not read their bill inserts because it's propaganda. They do believe there's a drought for the farmers but they questioned why it took water districts 2 1/2 months from the time the president was in Fresno to mention it. It was this way throughout all of the focus groups with the exception of Monolingual Spanish and Asian.

Discussion ensued on pin hole leaks and Mr. Hunter remarked that they are hearing about pin hole leaks through social media. Ms. Burke noted that there is a website that's doing a survey on pin hole leaks. Director Ackerman inquired about the number of households in Orange County that have pin hole leaks to which Mr. Hunter responded that in MET's service area, there are thousands but that it is an issue that's nationwide. Mr. Townsend noted that plumbers will tell you unequivocally that it's the water. Director Dick noted that he saw an ad for copper repiping which stated "genuine United States made copper pipe" and that craftsmen who are not blaming the water, are blaming thin-walled Mexican pipe that was prevalent. Mr. Ackerman reported on an LA Times article he read over weekend which referred to three public perceptions in Southern California: There is not a drought; they'd like to enforce environmental laws because they don't think they're part of the problem; and they don't want to spend any money to change anything. Ms. Burke concluded that pin hole leaks are a symptom; the issue is we have no trust or credibility with our public and they have no idea who MWDOC is. Not one participant in the focus groups knew who the Municipal Water District of Orange County is or what we do. It's always been "the family of Orange County water agencies." We've never told them who MWDOC is, or what we do. Ms. Burke finalized by saying that a full report will be presented to the Board soon. And that when we talked about building trust and reliability as the underlying objective of Value of Water Communications Plan, we have a lot of work to do--we may not be as trustworthy as we thought we were.

Mr. Hunter reported that if MWDOC intends to be a leader on water issues, we need to lead and people need to trust our opinion. And if we are to be perceived as the expert and someone from the public or a decision maker can trust, we need to be out there and have a higher profile and recognition. We have to be very careful of how we're perceived by the public and that when we build that trust, we don't compromise it. We have to be absolutely honest and forthcoming and 100% correct in what we say. If we want to build support for the BDCP and if we want people to understand decisions on water, there has to be some level of trust. Mr. Hunter reported further that there was one member of the focus group involved in this skepticism about drought who used the analogy of the power company—how can there be a drought, how can there be a problem? When we have electrical problems, we have a brown-out, why don't we have an outage of water supply? Director Dick recalled that MET Chairman Foley joked that he always wanted to announce in the bill inserts (that no one reads) that we've got a shortage of water—what's best for you—to turn

your water off between 10 am and 4 pm or 4 pm to 10 pm and sit back and wait for responses.

INFORMATION ITEMS

7th ANNUAL ORANGE COUNTY WATER SUMMIT

PUBLIC AFFAIRS ACTIVITIES REPORT

WATER EDUCATION SCHOOL PROGRAM – MONTHLY PARTICIPATION DATA

UPDATE ON 2014 POSTER & SLOGAN CONTEST AND PHOTOGRAPHY & DIGITAL ARTS CONTEST

The informational reports were received and filed with no comments.

OTHER ITEMS

REVIEW ISSUES RELATED TO LEGISLATION, OUTREACH, PUBLIC INFORMATION ISSUES, AND MET

No items were presented.

ADJOURNMENT

There being no further business to be brought before the Committee, the meeting adjourned at 9:45m a.m.

MINUTES OF THE MEETING OF THE
BOARD OF DIRECTORS OF THE
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY
jointly with the
EXECUTIVE COMMITTEE
June 19, 2014, 8:30 a.m. to 9:56 a.m.
Conference Room 102

Committee:

Director Dick, President
Director Osborne, Vice President
Director Finnegan

Staff:

R. Hunter, M. Goldsby, H. De La Torre

Also Present:

Director Clark
Director Hinman
Director Barbre

At 8:30 a.m., President Dick called the meeting to order. In an effort to accommodate schedules, the meeting agenda was reorganized as follows:

PUBLIC PARTICIPATION

No public comments were received.

ITEMS RECEIVED TOO LATE TO BE AGENDIZED

No items were presented.

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

At the beginning of the meeting, Staff distributed the draft agendas for the July Committee meetings.

EXECUTIVE COMMITTEE PROPOSALS FOR FUTURE AGENDAS

The Committee reviewed and discussed the draft agendas for each of the Committee meetings and made revisions/additions as noted below. The Committee requested that a draft agenda be sent to each Committee Chair, prior to the Executive Committee meeting. It was also requested that staff email the District's master calendar to the Board.

a. Planning & Operations Committee

No new items were added to the agenda, however Committee discussed the upcoming MET refund of \$8.1 million, due to the OC-88 metering error. The Committee requested that a provision be added to MWDOC's Administrative Code that no interest will be paid on these types of refunds, consistent with MET's policy.

b. Workshop Board Meeting

Committee discussed possible topics for the Workshop Board agenda, which included, desalination, the AMP, outline of the Community Outreach efforts and Focus Groups, the drought message campaign, and alternatives to the Bay Delta Conservation Plan (BDCP – Plan B). The Committee held considerable discussion on desalination, including MET's role, the cost, partnership opportunities, and ownership of the AMP.

The Committee recommended that MET staff present information on the Public Focus Group findings, as well as it's Drought Message Campaign, and that staff solicit either Dee Zinke or Tom Philps to do the presentation.

The Committee also recommended a Resolution honoring Aaron Grunfeld (retiring MET Director) be added to the agenda.

c. Administration & Finance Committee

The Committee recommended that the CSDA Board election item be moved from the Public Affairs & Legislation Committee to the Administration & Finance Committee, due to ballot deadlines.

The Committee also discussed consultant/vendor financial sponsorships for the Water Policy Dinner and the majority of the Board members present preferred that staff decline offers to sponsor the entire event, however consider offers for sponsorship for the reception only (immediately preceding the event). The Committee also recommended that such sponsorships are not to be solicited, but evaluated/accepted if offered to the District (to avoid any negative perceptions).

d. Public Affairs & Legislation (PAL) Committee

No new information was added.

e. MWDOC/OCWD Joint Planning Committee

Staff advised that the draft agenda was not yet available.

DISCUSSION REGARDING UPCOMING ACTIVITIES OF SIGNIFICANCE

No new information was presented.

MEMBER AGENCY RELATIONS

No new information was presented.

GENERAL MANAGER'S REPORTS

No new information was presented.

REVIEW AND DISCUSS DISTRICT AND BOARD ACTIVITIES

No information was presented.

ADJOURNMENT

There being no further business to be brought before the Committee, the meeting adjourned at 9:50 a.m.

Municipal Water District of Orange County
REVENUE / CASH RECEIPT REPORT
June 2014

WATER REVENUES

Date	From	Description	Amount
06/02/14	City of Seal Beach	April 2014 Water deliveries	10,049.93
06/02/14	City of La Palma	April 2014 Water deliveries	5,734.52
06/02/14	City of San Juan Capistrano	April 2014 Water deliveries	185,225.10
06/02/14	City of Garden Grove	April 2014 Water deliveries	66,142.49
06/03/14	City of Newport Beach	April 2014 Water deliveries	409,459.55
06/04/14	City of La Habra	April 2014 Water deliveries	15,806.87
06/05/14	City of Fountain Valley	April 2014 Water deliveries	24,424.75
06/05/14	Trabuco Canyon Water District	April 2014 Water deliveries	15,599.48
06/06/14	City of San Clemente	April 2014 Water deliveries	727,151.55
06/09/14	Santa Margarita Water District	April 2014 Water deliveries	2,257,894.32
06/10/14	El Toro Water District	April 2014 Water deliveries	716,563.45
06/11/14	Laguna Beach County Water District	April 2014 Water deliveries	304,605.50
06/11/14	Serrano Water District	April 2014 Water deliveries	998,287.20
06/11/14	City of Westminster	April 2014 Water deliveries	26,660.73
06/11/14	East Orange County Water District	April 2014 Water deliveries	451,922.63
06/12/14	City of Orange	April 2014 Water deliveries	245,284.37
06/13/14	Orange County Water District	April 2014 Water deliveries	5,242,383.68
06/13/14	Irvine Ranch Water District	April 2014 Water deliveries	3,454,951.34
06/13/14	Santiago Aqueduct Commission	April 2014 Water deliveries	134,379.25
06/13/14	Moulton Niguel Water District	April 2014 Water deliveries	2,153,401.71
06/13/14	Yorba Linda Water District	April 2014 Water deliveries	536,058.75
06/13/14	Golden State Water Company	April 2014 Water deliveries	417,066.32
06/13/14	Mesa Water	April 2014 Water deliveries	395,010.17
06/25/14	City of Huntington Beach	May 2014 Water deliveries	967,949.54
06/26/14	City of Garden Grove	May 2014 Water deliveries	187,361.99
06/27/14	City of Fountain Valley	May 2014 Water deliveries	22,191.62
06/27/14	City of San Clemente	May 2014 Water deliveries	962,340.25
06/27/14	City of Brea	May 2014 Water deliveries	338,889.78
06/30/14	City of Seal Beach	May 2014 Water deliveries	219,963.68
06/30/14	City of San Juan Capistrano	May 2014 Water deliveries	466,472.31

TOTAL REVENUES \$ 21,959,232.83

Municipal Water District of Orange County
REVENUE / CASH RECEIPT REPORT
June 2014

MISCELLANEOUS REVENUES

Date	From	Description	Amount
06/30/14	Paypal	2/6/14 Water policy dinner registration	85.00
06/02/14	Department of General Services	5/16/14 OC Water Summit registration	120.00
06/04/14	Main Street Public Affairs	5/16/14 OC Water Summit registration	120.00
06/05/14	Trabuco Canyon Water District	5/16/14 OC Water Summit registration	120.00
06/06/14	City of Huntington Beach	5/16/14 OC Water Summit registration	140.00
06/27/14	Nickel Family LLC	5/16/14 OC Water Summit registration	120.00
06/30/14	Paypal	5/16/14 OC Water Summit registration	116.22
06/20/14	2 Checks	5/16/14 OC Water Summit registrations	260.00
06/20/14	Townsend Public Affairs	5/16/14 OC Water Summit sponsorship	1,600.00
06/09/14	HDR Engineering	7/20/14 Water policy dinner registration	75.00
06/20/14	Jackson, DeMarco, Tidus & Peckenpaugh	7/30/14 Water policy dinner registration	75.00
06/27/14	Orange County Business Council	7/30/14 Water policy dinner registration	75.00
06/30/14	Paypal	7/30/14 Water policy dinner registration	2,758.21
06/06/14	Serrano Water District	7/30/14 Water policy dinner registrations	450.00
06/12/14	Best, Best & Krieger	7/30/14 Water policy dinner registrations	225.00
06/27/14	City of Tustin	7/30/14 Water policy dinner registrations	225.00
06/30/14	Paypal	ISDOC registration	19.12
06/27/14	2 Checks	ISDOC registrations	40.00
06/27/14	Lorraine Roy	Jul-Sep 2014 Retiree medical premium	39.60
06/27/14	Phil Letrong	Jul-Sep 2014 Retiree medical premium	39.60
06/20/14	Susan Hunt	July 2014 COBRA medical premium	669.19
06/04/14	Beverly Crowe	June 2014 Retiree medical premium	7.16
06/02/14	City of San Juan Capistrano	89 COPS semi annual debt service	4,665.00
06/04/14	Maribeth Goldsby	Movie tickets	15.00
06/27/14	Christina Fuller	Movie tickets	45.00
06/04/14	Maribeth Goldsby	Copies reimbursement	10.00
06/11/14	Main Street Public Affairs	Spouse dinner reimbursement	63.60
06/06/14	Warren Greco	Tuition payback	636.72
06/10/14	Disney Worldwide	Refund for OC Water Summit deposit	2,718.08
06/27/14	Lois Lyon/ Keith Lyon	Reimbursement for cell phone usage	20.49
06/02/14	Eastern Municipal Water District	Reimbursement for 25% of cost for 2/26/14 DC Briefing luncheon	454.42
06/16/14	Western Municipal Water District	Reimbursement for 25% of cost for 2/26/14 DC Briefing luncheon	454.42
06/20/14	City of Garden Grove	Additional FY 13-14 Choice School program	829.92
06/11/14	2 Checks	April 2014 Smart Timer rebate program	1,617.00
06/13/14	3 Checks	April 2014 Smart Timer rebate program	600.00
06/16/14	Moulton Niguel Water District	April 2014 Smart Timer rebate program	225.00
06/17/14	Santa Margarita Water District	April 2014 Smart Timer rebate program	450.00
06/27/14	Yorba Linda Water District	April 2014 Smart Timer rebate program	75.00
06/06/14	City of Orange	April 2014 Turf Removal rebate program	1,365.41
06/10/14	City of Garden Grove	April 2014 Turf Removal rebate program	315.00
06/13/14	Irvine Ranch Water District	April 2014 Turf Removal rebate program	610.00
06/20/14	City of San Juan Capistrano	April 2014 Turf Removal rebate program	697.48
06/06/14	City of San Clemente	April 2014 Smart Timer & Turf Removal rebate program	1,619.94
06/09/14	Golden State Water Company	April 2014 Smart Timer & Turf Removal rebate program	1,410.00
06/13/14	El Toro Water District	Mar - Apr 2014 So Cal Watersmart rebate program	2,225.62
06/09/14	Golden State Water Company	April 2014 So Cal Watersmart rebate program	978.20
06/17/14	Santa Margarita Water District	April 2014 So Cal Watersmart rebate program	3,220.78
06/27/14	Irvine Ranch Water District	April 2014 Landscape Performance Certification program	750.00
06/16/14	County of Orange	Oct 12 - Mar 13 South OC Water Smart Landscape project	15,165.82

Municipal Water District of Orange County
REVENUE / CASH RECEIPT REPORT
June 2014

MISCELLANEOUS REVENUES

<u>Date</u>	<u>From</u>	<u>Description</u>	<u>Amount</u>
06/30/14	County of Orange	Apr-Jun 13 South OC Water Smart Landscape project	7,597.05
06/30/14	Department of Water Resources	Jan-Mar 2014 Industrial Process Water Use Reduction program	10,258.02
TOTAL MISCELLANEOUS REVENUES			<u>\$ 66,472.07</u>
TOTAL REVENUES			<u><u>\$ 22,025,704.90</u></u>



Robert J. Hunter, General Manager



Hilary Chummitazi, Treasurer

**Municipal Water District of Orange County
Disbursement Approval Report
For the month of July 2014**

<i>Invoice#</i>	<i>Vendor / Description</i>	<i>Amount to Pay</i>
Core Expenditures:		
	<i>ACCO Engineered Systems, Inc.</i>	
715848R	HVAC Replacement project retention	9,455.00
	*** Total ***	9,455.00
	<i>Richard Ackerman</i>	
1034	May 2014 Legal consulting on water policy issues	2,850.00
1037	June 2014 Legal consulting on water policy issues	2,175.00
	*** Total ***	5,025.00
	<i>ACWA Joint Powers</i>	
APR-JUN14	April-June 2014 Workers' Compensation insurance	5,165.00
	*** Total ***	5,165.00
	<i>Aleshire & Wynder LLP</i>	
28729	May 2014 Legal services	405.00
	*** Total ***	405.00
	<i>Best Best and Krieger LLP</i>	
55401-MAY14	May 2014 Legal services	29,687.16
	*** Total ***	29,687.16
	<i>Business Communications Solutions</i>	
66644	5/2/14-5/2/15 Annual support renewal for Cisco software	1,139.92
	*** Total ***	1,139.92
	<i>CalDesal</i>	
052914	FY 14-15 Annual membership renewal	5,000.00
	*** Total ***	5,000.00
	<i>California Urban Water Conservation Council</i>	
G1-2014-0168	FY 14-15 Annual membership renewal	7,810.00
	*** Total ***	7,810.00
	<i>CDW Government</i>	
MS14359	1 HP Computer	657.24
MV14301	4 HP Computers & Microsoft software for WEROC	3,499.83
	*** Total ***	4,157.07
	<i>CSU Fullerton ASC</i>	
AR163355	Map of OC Supervisorial Districts and MWDOC retail agencies	171.59
	*** Total ***	171.59

Municipal Water District of Orange County
Disbursement Approval Report
For the month of July 2014

<i>Invoice#</i>	<i>Vendor / Description</i>	<i>Amount to Pay</i>
	<i>Dissinger Associates</i>	
AP-MWD-MAY14	April 2014 Distribution processing fees	50.00
	*** Total ***	50.00
	<i>eCivis, Inc.</i>	
103541	FY 14-15 Grants Network membership renewal	3,879.00
	*** Total ***	3,879.00
	<i>ECS Imaging, Inc.</i>	
10114	7/23/14-7/22/15 Annual support renewal for Laserfiche software	3,557.00
	*** Total ***	3,557.00
	<i>EmbroidMe Huntington Beach</i>	
H16708	Custom t-shirts and tote bags for Poster/Slogan winners	573.44
	*** Total ***	573.44
	<i>Finley & Cook PLLC</i>	
SI0003102	5/17/14-5/30/14 Services for Navision software upgrade	2,336.25
SI0003188	6/9/14-6/13/14 Services for Navision software upgrade	1,006.25
	*** Total ***	3,342.50
	<i>FoodCraft Coffee & Refreshment</i>	
514061185	6/23/14 Coffee & tea supplies	278.72
	*** Total ***	278.72
	<i>Fraser Communications</i>	
15007	May 2014 Consulting for Water Communication Plan focus groups	30,235.00
15008	June 2014 Consulting for Water Communication Plan focus groups	50,423.00
	*** Total ***	80,658.00
	<i>Fry's Electronics</i>	
20273646	6/10/14 Computer supplies	21.58
20298114	6/26/14 Computer supplies	183.54
20298126	6/26/14 Computer supplies	53.96
20305023	6/30/14 Computer supplies	58.26
	*** Total ***	317.34
	<i>Genisys Corporation</i>	
048688	Computer components	320.00
	*** Total ***	320.00
	<i>Peter Green</i>	
051613	Refund duplicate PayPal payment for 5/16/14 OC Water Summit registration	120.00
	*** Total ***	120.00

Municipal Water District of Orange County
Disbursement Approval Report
For the month of July 2014

<i>Invoice#</i>	<i>Vendor / Description</i>	<i>Amount to Pay</i>
	<i>Immersive Media, Inc.</i>	
MWDOC2013-010	Services for Water Hero iPhone app development	7,500.00
	*** Total ***	7,500.00
	<i>Independent Special Districts of OC</i>	
062314	Reimburse ISDOC for 5/29/14 luncheon registration	20.00
052914-JUN14	June 2014 PayPal receipts for 5/29/14 ISDOC luncheon	19.12
	*** Total ***	39.12
	<i>James C. Barker, P.C.</i>	
105-0614	June 2014 Federal legislative advocacy services	7,000.00
	*** Total ***	7,000.00
	<i>Lewis Consulting Group, LLC</i>	
1342	June 2014 Professional services	3,687.50
	*** Total ***	3,687.50
	<i>Edward G. Means III</i>	
MWDOC-1020	June 2014 Support on MET issues & strategic guidance to Engineering department	4,500.00
	*** Total ***	4,500.00
	<i>Norco Delivery Services</i>	
610051	5/30/14 Delivery charges for Board & Committee packets	133.23
	*** Total ***	133.23
	<i>Office Solutions</i>	
I-00632267	1 Presentation cabinet	377.99
I-00632857	6/17/14 Office supplies	48.60
I-00634493	6/19/14 Office supplies	470.57
I-00635074	6/20/14 Office supplies	43.33
I-00635092	6/20/14 Office supplies	21.51
I-00636788	6/25/14 Office supplies	47.50
	*** Total ***	1,009.50
	<i>County of Orange</i>	
GA14150058	FY 14/15 LAFCO costs	23,141.26
	*** Total ***	23,141.26
	<i>Orange County Water District</i>	
13914	May 2014 50% share WACO expense	213.75
13939	May 2014 Postage, shared office & maintenance expenses	7,731.81
13999	5/6/14 Deposit for ACWA hotel room for R. Hunter paid by OCWD	232.04
	*** Total ***	8,177.60

**Municipal Water District of Orange County
Disbursement Approval Report
For the month of July 2014**

<i>Invoice#</i>	<i>Vendor / Description</i>	<i>Amount to Pay</i>
	<i>Patricia Kennedy Inc.</i>	
5584	July 2014 Plant maintenance	214.00
	*** Total ***	214.00
	<i>Petty Cash</i>	
063014	May 2014 Petty Cash reimbursement	120.72
	*** Total ***	120.72
	<i>City of San Clemente</i>	
051614-12	Refund for 5/16/14 OC Water Summit duplicate payment for A. Kanzler registration	140.00
	*** Total ***	140.00
	<i>Staples Advantage</i>	
8030323570	6/21/14 Office supplies	385.20
	*** Total ***	385.20
	<i>Stetson Engineers, Inc.</i>	
3280	May 2014 Technical services provided for Consumer Confidence Reports	27,374.57
	*** Total ***	27,374.57
	<i>Townsend Public Affairs, Inc.</i>	
10205	June 2014 State legislative advocacy services	7,500.00
	*** Total ***	7,500.00
	<i>Tustin Irvine Medical Group</i>	
743387	5/21/14 New hire pre-employment exam	160.00
743457	5/21/14 New hire pre-employment exam	160.00
	*** Total ***	320.00
	<i>Union Bank, N.A.</i>	
868630	March-May 2014 Custodial bank services	625.00
	*** Total ***	625.00
	<i>Pauline D. Wennerstrom</i>	
062614	July 2014 Retiree medical premium	150.00
	*** Total ***	150.00
	<i>Total Core Expenditures</i>	253,129.44

Municipal Water District of Orange County
Disbursement Approval Report
For the month of July 2014

<i>Invoice#</i>	<i>Vendor / Description</i>	<i>Amount to Pay</i>
Choice Expenditures:		
	Discovery Science Center	
053114MWDOC	May 2014 School program	34,295.74
063014MWDOC	June 2014 School program	7,391.32
	*** Total ***	41,687.06
	Orange County Register	
061314	Advertising for Water Use Efficiency programs	11,560.00
	*** Total ***	11,560.00
	Total Choice Expenditures	53,247.06
Other Funds Expenditures:		
	ACWA Joint Powers	
APR-JUN14	April-June 2014 Workers' Compensation insurance	241.00
	*** Total ***	241.00
	City of Anaheim	
RPOI-45	RPOI Distribution No. 45	50.41
	*** Total ***	50.41
	Orell C. Anderson	
0001117	Valuation services for Doheny Ocean Desal project location	6,300.00
	*** Total ***	6,300.00
	AquaFicient Consulting	
02-061	May 2014 Landscape Performance Certification program funded by IRWD & MET	1,500.00
	*** Total ***	1,500.00
	Best Best and Krieger LLP	
55401-MAY14	May 2014 Legal services	4,396.56
	*** Total ***	4,396.56
	ConserVision Consulting, LLC	
LPCP-219	May 2014 Consulting services for Landscape Performance Certification program	7,544.25
	*** Total ***	7,544.25
	East Orange Co Water District	
RPOI-45	RPOI Distribution No. 45	141.76
	*** Total ***	141.76

Municipal Water District of Orange County
Disbursement Approval Report
For the month of July 2014

<i>Invoice#</i>	<i>Vendor / Description</i>	<i>Amount to Pay</i>
	<i>El Toro Water District</i>	
RPOI-45	RPOI Distribution No. 45	216.10
	*** Total ***	216.10
	<i>Irvine Ranch Water District</i>	
RPOI-45	RPOI Distribution No. 45	1,958.29
IRWD-2	February-May 2014 Activity for Multi-Family Direct Installation program	16,250.00
	*** Total ***	18,208.29
	<i>Irving Burton Associates, Inc.</i>	
172310	In Case of Crisis software for WEROC	6,750.00
	*** Total ***	6,750.00
	<i>Mesa Water District</i>	
MESAWATER001	6/1/13-5/31/14 Activity for Water-Wise House Call program	1,327.50
MESAWATER002	6/1/13-5/31/14 Activity for Residential Rotating Nozzle Direct Installation program	792.00
	*** Total ***	2,119.50
	<i>Mission RCD</i>	
1658	May 2014 Field verifications for Water Use Efficiency rebate programs	6,485.80
	*** Total ***	6,485.80
	<i>Moulton Niguel Water District</i>	
RPOI-45	RPOI Distribution No. 45	634.49
	*** Total ***	634.49
	<i>City of Newport Beach</i>	
24433	5/1/14-5/22/14 Activity for Residential WBIC installation program	80.00
	*** Total ***	80.00
	<i>City of Orange</i>	
RPOI-45	RPOI Distribution No. 45	246.37
	*** Total ***	246.37
	<i>Petty Cash</i>	
063014	May 2014 Petty Cash reimbursement	23.19
	*** Total ***	23.19
	<i>Quick Plates</i>	
16796	Services to correct DMV registration on water trailer for IRWD	29.00
	*** Total ***	29.00
	<i>Santa Margarita Water District</i>	
RPOI-45	RPOI Distribution No. 45	1,295.52
	*** Total ***	1,295.52

Municipal Water District of Orange County
Disbursement Approval Report
For the month of July 2014

<i>Invoice#</i>	<i>Vendor / Description</i>	<i>Amount to Pay</i>
	<i>Trabuco Canyon Water District</i>	
RPOI-45	RPOI Distribution No. 45	78.97
	*** Total ***	78.97
	<i>Turf Removal Program</i>	
TR4-BREA-008	M. Downs	638.00
TR4-ET-002	T. Coroneos	1,512.00
TR4-ET-005	Golden Rain Foundation (Laguna Woods)	2,975.00
TR4-GSWC-010	S. Zigmond	270.00
TR4-GSWC-018	R. Gunderson	1,162.00
TR4-GSWC-024	S. Vaughn-Acton	1,670.00
TR4-GSWC-025	R. Thiele	649.00
TR4-GSWC-029	P. Marco	1,043.00
TR4-HB-017	The Seagate Community Association (Huntington Beach)	37,650.00
TR4-HB-022	J. Keller	652.00
TR4-HB-026	D. McNeely	460.00
TR4-HB-029	J. Simonson	968.00
TR4-HB-031	W. Montgomery	422.00
TR4-IRWD-030A	Canyon View (Portola Hills)	7,500.00
TR4-IRWD-048	C. Chang	564.00
TR4-IRWD-050	E. Cronin	2,088.00
TR4-IRWD-062	J. Prentice	1,348.00
TR4-IRWD-066	D. Snider	678.00
TR4-IRWD-085	H. Zhao	686.00
TR4-IRWD-090	R. Basler	546.00
TR4-MESA-002	M. Louis	1,875.00
TR4-MESA-012	J. Carlin	345.00
TR4-MESA-015	N. Doan	3,369.00
TR4-MESA-019	A. Kovach	676.00
TR4-MESA-022	T. Kearney	663.00
TR4-MN-019	S. Ogasa	560.00
TR4-MN-040	M. Corrigan	110.87
TR4-MN-052	D. or S. Clay	79.68
TR4-NWPT-003	J. Witte	526.00
TR4-NWPT-007	N. Giblin	251.00
TR4-O-008	J. MacCarter	606.00
TR4-O-009	NMX, LLC (Orange)	21,024.00
TR4-O-012	K. Schneider	622.00
TR4-O-017	S. Miller	1,105.00
TR4-O-019	L. Larson	638.00
TR4-O-026	S. San Nicolas	296.00
TR4-O-027	L. Villa	1,071.00
TR4-SC-007	D. Werner	1,500.00
TR4-SC-012	C. Van Klaveren	440.00
TR4-SC-014	H. Purdy	556.00
TR4-SC-016	B. Tanner	246.00
TR4-SC-026	P. McDaniel	672.00

Municipal Water District of Orange County
Disbursement Approval Report
For the month of July 2014

<i>Invoice#</i>	<i>Vendor / Description</i>	<i>Amount to Pay</i>
TR4-SC-030	E. Faucett	820.00
TR4-SJC-007	M. Kalinian	1,203.00
TR4-SM-005	A. Schiffman	2,800.80
TR4-SM-032	C. Silver	698.40
TR4-SM-037	A. Ihle	726.00
TR4-SM-040	T. Andrews	1,789.20
TR4-SM-045	D. Holmes	907.20
TR4-SM-049	J. Maiolo	826.80
TR4-SOCO-009	Monarch Bay Association (Dana Point)	1,470.00
TR4-SOCO-012	K. O'Kelly	1,286.00
TR5-SOCO-026	S. Shary	1,750.00
TR5-SOCO-027	E. Smith	572.00
TR4-TC-003	K. Saldanha	766.00
	*** Total ***	116,327.95
 <i>Yorba Linda Water District</i>		
RPOI-45	RPOI Distribution No. 45	43.09
	*** Total ***	43.09
 <i>Total Other Funds Expenditures</i>		<u>172,712.25</u>
 <i>Total Expenditures</i>		<u><u>479,088.75</u></u>

**Municipal Water District of Orange County
Disbursement Ratification Report
For the month of June 2014**

<i>Check #</i>	<i>Date</i>	<i>Vendor # Invoice/CM #</i>	<i>Name / Description</i>	<i>Net Amount</i>
Core Disbursements:				
125849	6/4/14	GRECOW 052314	Warren Greco April-May 2014 Business expense ***Total ***	168.00 168.00
125850	6/4/14	TIMEWA 5210-JUN14	Time Warner Cable June 2014 Telephone and internet expense ***Total ***	930.98 930.98
125851	6/4/14	VERIZO 9725793321	Verizon Wireless May 2014 4G Mobile broadband unlimited service ***Total ***	38.01 38.01
125853	6/16/14	ACKEEX/ACKECO 053114	Linda Ackerman May 2014 Business expense	47.04
125854		MAY2014	May 2014 MET Director's compensation ***Total ***	2,443.30 2,490.34
125858	6/16/14	BURKED 052114	Darcy M. Burke May 2014 Business expense ***Total ***	648.37 648.37
125859	6/16/14	C3OFFI INV26861	C3 Office Solutions LLC May 2014 Copier maintenance ***Total ***	318.41 318.41
125861	6/16/14	CLARKW 053114	Wayne Clark May 2014 Business expense ***Total ***	71.68 71.68
125863	6/16/14	DELAGE 41360543	De Lage Landen Public Finance June 2014 Copier lease ***Total ***	509.00 509.00
125864	6/16/14	DINHPA 053114	Patrick Dinh May 2014 Business expense ***Total ***	56.00 56.00
125866	6/16/14	IRONMO KKJ9921	Iron Mountain June 2014 Storage/retrieval of archived documents ***Total ***	454.38 454.38

**Municipal Water District of Orange County
Disbursement Ratification Report
For the month of June 2014**

<i>Check #</i>	<i>Date</i>	<i>Vendor # Invoice/CM #</i>	<i>Name / Description</i>	<i>Net Amount</i>
125867	6/16/14	JACOBI 052314	Lee Jacobi May 2014 Business expense ***Total ***	41.72 41.72
125876	6/16/14	FRANKS 052614	Sarah Franks May 2014 Business expense ***Total ***	135.04 135.04
125883	6/16/14	LAMVIV 052314	Vivian Lam May 2014 Business expense ***Total ***	85.12 85.12
ACH000955	6/16/14	BARBCO MAY2014	Brett Barbre May 2014 MET Director's compensation ***Total ***	2,443.30 2,443.30
ACH000956	6/16/14	BAUMHA 053014	Melissa Baum-Haley April-May 2014 Business expense ***Total ***	283.07 283.07
ACH000957	6/16/14	BERGJO 053114	Joseph Berg May 2014 Business expense ***Total ***	62.00 62.00
ACH000962	6/16/14	DICKCO/DICKE MAY2014	Larry Dick May 2014 MET Director's compensation	1,221.65
ACH000963		053114	May 2014 Business expense ***Total ***	185.36 1,407.01
ACH000971	6/16/14	HINMAN 053114	Susan Hinman May 2014 Business expense ***Total ***	834.68 834.68
ACH000986	6/16/14	HUNTER 050814	Robert J. Hunter April-May 2014 Business expense ***Total ***	207.10 207.10
ACH000990	6/16/14	THOMAS 053114	Jeffery Thomas May 2014 Business expense ***Total ***	124.37 124.37

**Municipal Water District of Orange County
Disbursement Ratification Report
For the month of June 2014**

<i>Check #</i>	<i>Date</i>	<i>Vendor # Invoice/CM #</i>	<i>Name / Description</i>	<i>Net Amount</i>
125886	6/24/14	STAPLC	Staples Credit Plan	
		13051	20 Storage bins for 5/16/14 OC Water Summit	194.40
		48716	Signature journal	17.27
		9231	1 Brother printer	161.99
			***Total ***	373.66
125887	6/24/14	TIMEWA	Time Warner Cable	
		3564-JUN14	June 2014 Telephone expense for 4 analog fax lines	127.29
			***Total ***	127.29
125888	6/24/14	USBANK	U.S. Bank	
		MAY14	4/24/14-5/22/14 Cal Card charges	7,971.15
			***Total ***	7,971.15
			(See attached sheet for details)	
125956	6/30/14	BELLRI	Richard Bell	
		053114	May 2014 Business expense	40.00
			***Total ***	40.00
125957	6/30/14	BURKED	Darcy M. Burke	
		609014	May-June 2014 Business expense	384.69
		061614	June 2014 Business expense	192.90
			***Total ***	577.59
125959	6/30/14	DINHPA	Patrick Dinh	
		062714	June 2014 Business expense	18.36
			***Total ***	18.36
125961	6/30/14	HEDGES	Steve Hedges	
		053114	May 2014 Business expense	17.64
			***Total ***	17.64
125968	6/30/14	RAMIRE	Sergio Ramirez	
		052214	May 2014 Business expense	78.79
		060614	June 2014 Business expense	36.53
			***Total ***	115.32
125969	6/30/14	SECKEL	Karl Seckel	
		061014	May 2014 Business expense	74.03
			***Total ***	74.03
ACH000996	6/30/14	FINNEG	Joan Finnegan	
		053114	May 2014 Business expense	97.26
			***Total ***	97.26

**Municipal Water District of Orange County
Disbursement Ratification Report
For the month of June 2014**

<i>Check #</i>	<i>Date</i>	<i>Vendor # Invoice/CM #</i>	<i>Name / Description</i>	<i>Net Amount</i>
<i>ACH000998</i>	<i>6/30/14</i>	<i>OUWERK 053114</i>	<i>Jessica H. Ouwerkerk May 2014 Business expense ***Total***</i>	<i>121.07 121.07</i>
<i>Total Core Disbursements</i>				<i>20,841.95</i>
 <i>Choice Disbursements:</i>				
<i>Total Choice Disbursements</i>				<i>0.00</i>
 <i>Other Funds Disbursements:</i>				
<i>125848</i>	<i>6/4/14</i>	<i>ATTEOC 4492-MAY14 8200-MAY14 0532-MAY14</i>	<i>AT&T May 2014 S. EOC telephone expense May 2014 N. EOC telephone expense May 2014 N. EOC dedicated phone line ***Total***</i>	<i>221.97 153.55 43.81 419.33</i>
<i>ACH000987</i>	<i>6/16/14</i>	<i>SANTAM APR2014</i>	<i>Santa Margarita Water District April 2014 SCP Operation surcharge ***Total***</i>	<i>26,957.23 26,957.23</i>
<i>125958</i>	<i>6/30/14</i>	<i>CATALI 0010176</i>	<i>Catalina Island Conservancy June 2014 WEROC radio repeater site lease ***Total***</i>	<i>1,484.32 1,484.32</i>
<i>125962</i>	<i>6/30/14</i>	<i>HUBBAR 053114</i>	<i>Kelly Hubbard May 2014 Business expense ***Total***</i>	<i>105.04 105.04</i>
<i>125965</i>	<i>6/30/14</i>	<i>TOMALO 060314</i>	<i>Louay Toma May 2014 Business expense ***Total***</i>	<i>136.08 136.08</i>
<i>ACH000999</i>	<i>6/30/14</i>	<i>SPRINT 320982721-118</i>	<i>Sprint June 2014 WEROC cell phone expense ***Total***</i>	<i>63.76 63.76</i>

**Municipal Water District of Orange County
Disbursement Ratification Report
For the month of June 2014**

<i>Check #</i>	<i>Date</i>	<i>Vendor # Invoice/CM #</i>	<i>Name / Description</i>	<i>Net Amount</i>
WIRE-140630	6/30/14	METWAT	Metropolitan Water District	
		8008	April 2014 Water deliveries	20,203,614.40
			***Total ***	20,203,614.40
			Total Other Funds Disbursements	<u>20,232,780.16</u>
			Total Disbursements	<u><u>20,253,622.11</u></u>

 (for)

Robert J. Hunter, General Manager



Hilary Chummitazi, Treasurer

Cal Card Statement Detail
Statement Date: May 22, 2014
Payment Date: June 24, 2014

Date	Description	Amount
<u>Karl's Card</u>		
04/22/14	UPS delivery charges for Board & Committee packets on Apr. 8 & 10, 2014	\$ 48.98
04/23/14	Public Agency Risk Managers Association membership renewal	100.00
04/23/14	Epiphany Media Group - Media and Spokesperson Training in Los Angeles, CA on Apr. 25, 2014 - Registration for J. Ouwerkerk	499.00
04/24/14	Office supplies from Costco	253.03
04/25/14	Prepaid Regal movie tickets for employee purchases	408.00
05/01/14	ACWA Spring conference in Monterey, CA from May 6-9, 2014 - Accommodations for Director Hinman	747.12
05/06/14	Water Use Efficiency Grade I workshop in Rancho Cucamonga, CA from Jun. 18-19, 2014 - Registration for E. Nam	375.00
05/06/14	UPS delivery charges for Board & Committee packets on Apr. 29, 2014	42.27
05/06/14	ACWA Spring conference in Monterey, CA from May 6-9, 2014 - Accommodations for R. Hunter	484.08
05/10/14	ACWA Spring conference in Monterey, CA from May 6-9, 2014 - Accommodations for K. Seckel	793.50 ^[1]
05/10/14	ACWA Spring conference in Monterey, CA from May 6-9, 2014 - Accommodations for H. De La Torre	663.15
05/13/14	FedEx delivery charges for Board & Committee packets on May 9, 2014	45.15
05/13/14	UPS delivery charges for Board & Committee packets on May 8, 2014	6.07
05/16/14	Legislative activities in Washington, DC from May 14-16, 2014 - Accommodations for Director Barbre	1,188.68 ^[2]
05/19/14	Wireless radio rental for use at 5/16/14 OC Water Summit	226.00
05/20/14	UPS delivery charges for Board & Committee packets on May 8, 2014	42.27
05/22/14	1 Nintendo 3DS, 3 Apple iPad Minis & 8 Staples gift cards for Poster/Slogan contest winners	1,854.22
Total		<u>\$ 7,776.52</u>

^[1] K. Seckel reimbursed MWDOC \$56.63


^[2] Director Barbre reimbursed MWDOC \$675.72

Cal Card Statement Detail
Statement Date: May 22, 2014
Payment Date: June 24, 2014

Date	Description	Amount
<u>Rob's Card</u>		
4/23/14-5/22/14	Meals for R. Hunter's meetings on various dates	\$ 194.63
Total		<u>\$ 194.63</u>

Municipal Water District of Orange County
GM Approved Disbursement Report ⁽¹⁾
For the month of June 2014

<i>Check #</i>	<i>Date</i>	<i>Vendor # Invoice/CM #</i>	<i>Name / Description</i>	<i>Net Amount</i>
Core Disbursements:				
125852	6/5/14	FINLEY SI0002558	Finley & Cook PLLC 6/5/14 - 6/4/15 Annual license for Jet Report software	957.60
			***Total ***	957.60
			Total Core Disbursements	<u>957.60</u>
Choice Disbursements:				
			Total Choice Disbursements	<u>0.00</u>
Other Funds Disbursements:				
			Total Other Funds Disbursements	<u>0.00</u>
			Total Disbursements	<u><u>957.60</u></u>


 Robert J. Hunter, General Manager


 Hilary Chumbitazi, Treasurer

(1) For disbursements that did not make the cut-off of previous month's Disbursement Approval report.
 Disbursements are approved by GM for payment and need A & F Committee ratification.



Municipal Water District of Orange County Consolidated Summary of Cash and Investment

May 31, 2014

Street Address:

18700 Ward Street
Fountain Valley, California 92708

Mailing Address:

P.O. Box 20895
Fountain Valley, CA 92728-0895

(714) 963-3058

Fax: (714) 964-9389

www.mwdoc.com

Larry D. Dick
President

Wayne S. Osborne
Vice President

Brett R. Barbre
Director

Wayne A. Clark
Director

Joan C. Finnegan
Director

Susan Hinman
Director

Jeffery M. Thomas
Director

Robert J. Hunter
General Manager

MEMBER AGENCIES

City of Brea
City of Buena Park
East Orange County Water District
El Toro Water District
Emerald Bay Service District
City of Fountain Valley
City of Garden Grove
Golden State Water Co.
City of Huntington Beach
Irvine Ranch Water District
Laguna Beach County Water District
City of La Habra
City of La Palma
Mesa Water District
Moulton Niguel Water District
City of Newport Beach
City of Orange
Orange County Water District
City of San Clemente
City of San Juan Capistrano
Santa Margarita Water District
City of Seal Beach
Serrano Water District
South Coast Water District
Trabuco Canyon Water District
City of Tustin
City of Westminster
Yorba Linda Water District

District investments and cash balances are held in various funds designated for certain purposes as follows:

Fund	Book Value	% of Portfolio
Designated Reserves		
General Operations	\$1,687,565	20.52%
Grant & Project Cash Flow	1,000,000	12.16%
Building Repair	239,491	2.91%
Total Designated Reserves	2,927,056	35.59%
General Fund	1,897,620	23.07%
Water Fund	2,758,636	33.54%
Conservation Fund	241,423	2.93%
Desalination Feasibility Study Fund	325,101	3.95%
WEROC Fund	72,476	0.88%
Water Trailers Grant	0	0.00%
Trustee Activities	3,453	0.04%
Total	\$8,225,765	100.00%

The funds are invested as follows:

Term of Investment	% of Portfolio	Book Value	Market Value
Cash	5.75%	\$473,035	\$473,035
Short-term investment			
• LAIF	39.94%	\$3,285,798	\$3,285,798
• OCIP	28.73%	2,363,083	2,363,083
Long-term investment			
• Misc. Securities	24.36%	2,003,849	2,067,085
• Certificates of Deposit	1.22%	100,000	99,877
Total	100.00%	\$8,225,765	\$8,288,878

The average number of days to maturity/call as of May 31, 2014 equaled 127 and the average yield to maturity is 1.069%. During the month, the District's average daily balance was \$15,717,308.83. Funds were invested in Federal Agency Issues, Certificates of Deposit, Negotiable CD's, Miscellaneous Securities, the Local Agency Investment Funds (LAIF) and the Orange County Investment Pool (OCIP) during the month of May 2014.

The \$63,113 difference between the book value and the market value on May 31, 2014 represents the exchange difference if all investments had been liquidated on that date. Since it is the District's practice to "buy and hold" investments until maturity, the market values are a point of reference, not an indication of actual loss or gain. There are no current plans or cash flow requirements identified in the near future that would require the sale of these securities prior to maturity.

Robert J. Hunter
General Manager

Hilary Chumpitazi
Treasurer



WATER: DO MORE WITH LESS

MUNICIPAL WATER DISTRICT OF ORANGE COUNTY

Portfolio Management - Portfolio Summary May 31, 2014

5/31/2014	Par Value	Market Value	Book Value	% of Portfolio	Days to Mat/Call	YTM @ Cost
Certificates of Deposit - Bank	100,000.00	99,877.00	100,000.00	1.29	968	1.050
Local Agency Investment Funds	3,285,797.52	3,285,797.52	3,285,797.52	42.40	1	0.228
Miscellaneous Securities - Coupon	2,000,000.00	2,067,085.00	2,003,849.25	25.81	441	3.346
Orange County Investment Pool	2,363,083.20	2,363,083.20	2,363,083.20	30.50	1	0.313
Total Investments	7,748,880.72	7,815,842.72	7,752,729.97	100.00%	127	1.069

Cash						
Passbook Checking	473,034.97	473,034.97	473,034.97		1	0.00
Total Cash and Investments	8,221,915.69	8,288,877.69	8,225,764.94		127	1.069

Total Earnings	Month Ending May	Fiscal Year to Date
Current Year	8,618.20	99,495.25
Average Daily Balance	15,717,308.83	
Effective Rate of Return	1.069%	

We certify that this report reflects the cash and investments of the Municipal Water District of Orange County and is in conformity with the Government Code requirements and the District Investment Policy and Guidelines in effect at the time of investment. The Investment Program herein shown provides sufficient cash flow liquidity to meet the next six month's estimated expenditure. The source for the market values are from Union Bank.



Robert J. Hunter, General Manager

7.2.14

Date



Hilary Chumplitazi, Treasurer

7/2/2014

Date

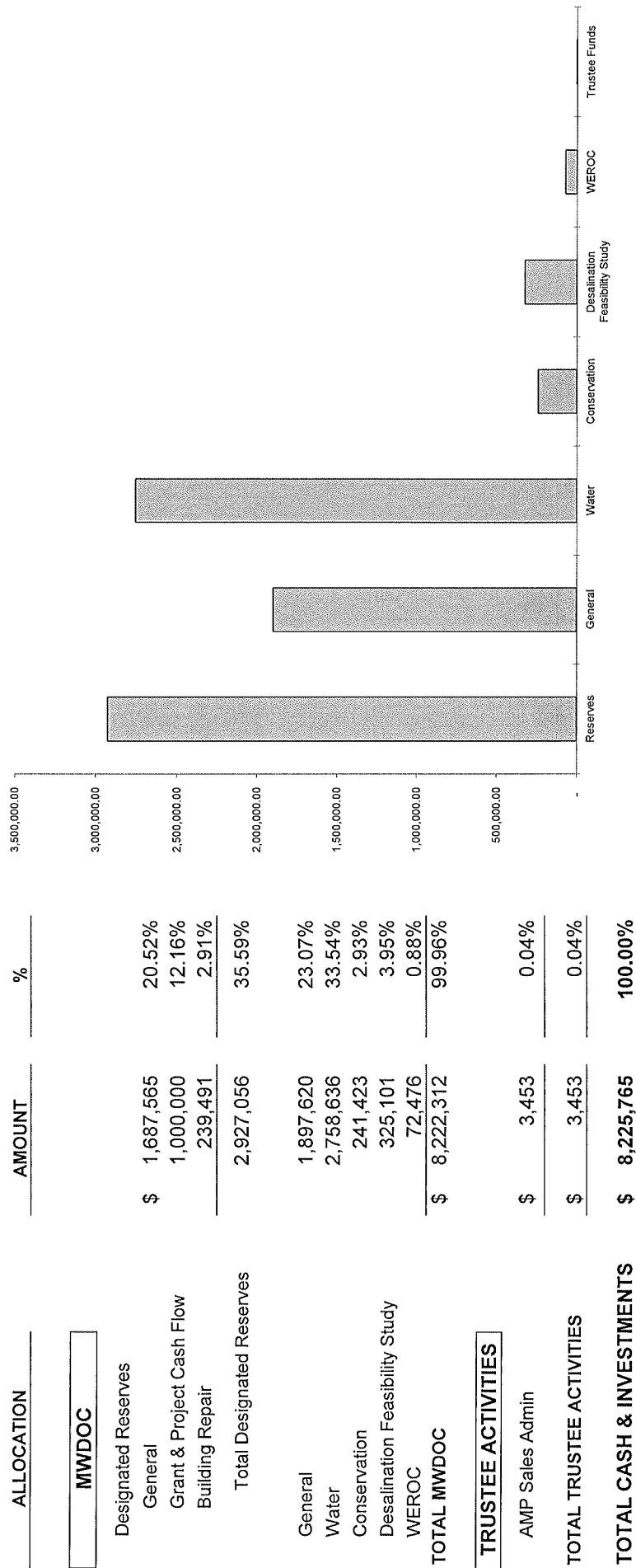
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY
Portfolio Management
Long-Term Portfolio Details - Investments
May 31, 2014

Issuer	CUSIP/Ticker	Settlement Date	Par Value	Market Value	Book Value	Coupon Rate	YTM @ Cost	Days To Call/Maturity	Maturity Date
Certificate of Deposit - Bank									
Goldman Sachs Bank	38143A4T9	1/23/2013	100,000.00	99,877.00	100,000.00	1.050	1.050	968	1/23/2017
Sub Total			100,000.00	99,877.00	100,000.00	1.050	1.050	968	
Miscellaneous Securities - Coupon									
Bank of America	06051GED7	10/14/2010	250,000.00	259,197.50	252,024.14	3.700	3.000	458	9/1/2015
JPMorgan Chase	46625HHR4	11/23/2010	250,000.00	257,362.50	251,742.83	3.400	2.700	389	6/24/2015
MetLife Global	59217GAD1	2/25/2011	500,000.00	519,550.00	500,877.88	3.125	3.007	590	1/1/2016
Morgan Stanley	61747YCT0	3/9/2011	500,000.00	520,005.00	499,617.42	3.450	3.508	520	11/2/2015
UBS Financial Services	90261XFY3	6/10/2010	500,000.00	510,970.00	499,586.98	3.875	4.020	229	1/15/2015
Sub Total			2,000,000.00	2,067,085.00	2,003,849.25	3.500	3.346	441	
Total Investments			2,100,000.00	2,166,962.00	2,103,849.25	3.383	3.237	466	
Total Earnings									
Current Year			5,873.65		63,247.89				

MUNICIPAL WATER DISTRICT OF ORANGE COUNTY
Portfolio Management
Short-Term Portfolio Details - Cash and Investments
May 31, 2014

Investments	CUSIP/Ticker	Settlement Date	Par Value	Market Value	Book Value	Coupon Rate	YTM @ Cost	Days To Call/Maturity	Maturity Date
Local Agency Investment Funds									
LAIF LGIP	LAIF	6/30/2010	3,285,797.52	3,285,797.52	3,285,797.52	0.228	0.228	1	N/A
Sub Total			3,285,797.52	3,285,797.52	3,285,797.52	0.228	0.228	1	
Orange County Investment Pool									
County of Orange LGIP	OCIP	6/29/2005	2,363,083.20	2,363,083.20	2,363,083.20	0.313	0.313	1	N/A
Sub Total			2,363,083.20	2,363,083.20	2,363,083.20	0.313	0.313	1	
Total Investments									
			5,648,880.72	5,648,880.72	5,648,880.72	0.264	0.264		
Passbook Checking									
Bank of America Cash	CASH0547	7/1/2011	472,534.97	472,534.97	472,534.97	0.000	0.000	1	N/A
Petty Cash Cash	CASH	7/1/2011	500.00	500.00	500.00	0.000	0.000	1	N/A
Total Cash			473,034.97	473,034.97	473,034.97	0.000	0.000	1	
Total Cash and Investments									
			6,121,915.69	6,121,915.69	6,121,915.69	0.264	0.264	1	
Total Earnings									
Current Year			2,744.55		36,247.36				

**Municipal Water District of Orange County
Cash and Investments at May 31, 2014**



MUNICIPAL WATER DIST OF ORANGE COUNTY
PARS GASB 45 Program**Monthly Account Report for the Period**
5/1/2014 to 5/31/2014Rob Hunter
General Manager
Municipal Water Dist of Orange County
18700 Ward Street
Fountain Valley, CA 92708**Account Summary**

Source	Beginning Balance as of 5/1/2014	Contributions	Earnings	Expenses	Distributions	Transfers	Ending Balance as of 5/31/2014
Employer Contribution	\$862,679.25	\$0.00	\$13,227.24	\$300.00	\$0.00	\$0.00	\$875,606.49
Totals	\$862,679.25	\$0.00	\$13,227.24	\$300.00	\$0.00	\$0.00	\$875,606.49

Investment Selection

Moderate HighMark PLUS

Investment Objective

The dual goals of the Moderate Strategy are growth of principal and income. It is expected that dividend and interest income will comprise a significant portion of total return, although growth through capital appreciation is equally important. The portfolio will be allocated between equity and fixed income investments.

Investment Return

1-Month	3-Months	1-Year	Annualized Return			Inception Date
			3-Years	5-Years	10-Years	
1.53%	1.03%	10.09%	N/A	N/A	N/A	10/26/2011

Information as provided by US Bank, Trustee for PARS; Not FDIC Insured; No Bank Guarantee; May Lose Value

Past Performance does not guarantee future results. Performance returns may not reflect the deduction of applicable fees, which could reduce returns. Information is deemed reliable but may be subject to change.

Investment Return: Annualized rate of return is the return on an investment over a period other than one year multiplied or divided to give a comparable one-year return.

Inception Date: Plans inception date

**Municipal Water District of Orange County
WATER USE EFFICIENCY PROJECTS
Cash Flow as of 6/30/14**

	Jul 2013	Aug 2013	Sep 2013	Oct 2013	Nov 2013	Dec 2013	Jan 2014	Feb 2014	Mar 2014	Apr 2014	May 2014	Jun 2014	TOTALS
Cash - Beginning Balance	\$ (204,195.07)	\$ (120,906.78)	\$ 153,254.44	\$ 203,884.71	\$ 194,437.45	\$ 86,512.97	\$ 298,487.84	\$ 269,698.65	\$ 215,800.74	\$ 285,912.59	\$ 242,810.58	\$ 241,423.54	
REVENUES:													
BUREC						129,236.42			30,253.50		168,063.20		\$ 327,553.12
City of Anaheim, Brea, Buena Park		75.00				75.00	561.00	1,335.00	75.00		75.00		\$ 2,196.00
City of Fountain Valley, Fullerton				84.96			9.96	5.48		75.00		75.00	\$ 319.40
City of Garden Grove, Huntington Beach	75.00	105.00	224.28	394.96		75.00		197.90	180.00	315.00	105.00		\$ 1,987.14
City of La Palma, La Habra, Newport Bch			9.96	150.00	150.00			9.96	75.00				\$ 394.92
City of Santa Ana, San Clemente	300.00	75.00	220.91		75.00			330.00	150.00	180.00	735.00	1,619.94	\$ 3,685.85
City of San Juan Capistrano	105.00	315.00		241.92				168.72	210.00	420.00	210.00	697.48	\$ 2,368.12
City of Tustin, Westminster	315.00	285.00	75.00	70.91	87.25	150.00		150.00	69.00		840.00		\$ 1,202.16
City of Orange, CUWCC	945.00	7,842.25	554.85	324.96	180.00			69.00	285.00	495.00			\$ 12,901.47
County of Orange							3,145.66						\$ 7,597.05
Department of Water Resources	6,502.95		91,318.70	11,804.40					74,156.40		14,464.80		\$ 226,816.75
East Orange County Water District													\$ -
El Toro Water District	7,198.83		2,743.20	2,796.39	4,569.99		500.00	1,311.00	2,061.00	2,044.00			\$ 25,525.03
Golden State Water Company	525.00		892.84	1,039.99	210.00	2,622.94	105.00	1,293.72	4,646.00	735.00	1,635.00	2,388.20	\$ 16,093.69
Irvine Ranch Water District	55,800.00		1,500.00	43,514.14	2,250.00	750.00	66,856.99	18,660.00	35,281.24	34,331.10	9,362.50	1,810.00	\$ 270,115.97
Laguna Beach County Water District			9.96			75.00		889.00			75.00	1,542.00	\$ 2,590.96
Mesa Water District	654.96		75.00			75.00			375.00	150.00		75.00	\$ 1,404.96
Metropolitan Water District	116,677.96	292,381.42	722.05	5,372.28	22,225.79	158,856.54		2,441.39				77,658.15	\$ 676,335.58
Moulton Niguel Water District, NRCS	234.96	75.00	491.97		361.55		375.00	594.00	150.00	225.00		225.00	\$ 2,732.48
MWD/OC				54,000.00				7,600.00					\$ 61,600.00
Santa Margarita Water District	300.00	534.96	1,106.21	6,402.99	246.99	3,333.94	1,258.00	3,610.00	5,140.88	2,540.28	644.00	3,670.78	\$ 28,789.03
Serrano Water District													\$ -
South Coast Water District		143.00						144.00					\$ 287.00
State Water Resources Control Board		127,400.00											\$ 127,400.00
Yorba Linda Water District		75.00		159.98			75.00	84.96		150.00		75.00	\$ 619.94
Miscellaneous Revenues													
Interest Revenue	1.20						121.52			167.10			\$ 289.82
Total Revenues	189,635.86	429,306.63	99,944.93	126,357.88	29,815.02	295,791.39	73,008.13	38,894.13	153,177.02	41,827.48	196,209.50	128,838.47	\$ 1,800,806.44
EXPENDITURES:													
Alliance for WUE, A&N Technical	11,070.00	3,295.00	2,170.00	1,143.50					1,500.00	1,500.00	1,500.00		\$ 17,678.50
Aquificient, ABG Mktg.	1,500.00	1,500.00	1,500.00	1,500.00	1,500.00	1,500.00	1,500.00	1,500.00					\$ 18,000.00
Bridgescreek landscape, Boeing							37,924.96						\$ 37,924.96
Conservation Consulting, LLC, Earthco	7,659.00	7,105.50	6,858.00	7,818.75	7,325.00	7,175.25	7,029.00	6,132.00	7,211.25	7,062.75	7,022.25	6,376.00	\$ 84,775.75
City of Buena Park, City of Newport Bch	54,622.00	31,700.00			95,532.00	16,632.00		15,002.00		6,630.00	6,592.00	16,380.00	\$ 243,090.00
City of San Clemente, San Juan Cap		105.00											\$ 105.00
City of Tustin, City of Westminster		210.00		439.50									\$ 649.50
EOCWD, El Toro WD, Fountain Valley													\$ -
Eco friendly landscape, EIS		8,850.00						7,200.00	6,450.00		1,200.00		\$ 23,700.00
Garden Grove, Hotel Prog part, IRWD					6,350.00					20,000.00	46,350.00		\$ 72,700.00
Laguna Beach CWD										11,520.00	15,828.00	4,875.00	\$ 32,223.00
MET, MESA, MINWD				8,060.72			24,066.44		17,935.77	4,022.24	1,404.60		\$ 55,489.77
Mission RCD, Oakley, Paradise Designs	10,398.07	8,684.21	7,246.00	22,135.63		21,301.33		8,883.94	22,015.61		14,655.99	11,174.83	\$ 126,495.61
SMWD, SCWD, Survey Gizmo				3,115.02			675.00		270.62				\$ 4,060.64
Spray to Drip program													\$ 875.00
Turf Removal, URS Corp	16,118.50	90,345.70	21,493.77	84,789.00	23,521.50	29,412.00	23,781.92	54,074.10	19,952.50	11,834.50	103,043.70	94,829.63	\$ 573,196.82
University of California, Irvine										20,310.00			\$ 20,310.00
Wade Landscaping, Waterwise Consult	4,980.00	3,350.00	2,050.00	1,700.00	3,510.00		6,820.00		1,250.00	2,050.00		3,760.00	\$ 29,470.00
Yorba Linda Water District													\$ -
Miscellaneous Expenses													
Interest Expense													
Salary & Benefit				41.86									\$ 41.86
Total Expenditures	106,347.57	155,145.41	49,314.66	135,805.14	137,739.50	83,816.52	101,797.32	92,792.04	83,065.17	84,929.49	197,596.54	139,770.46	\$ 1,368,119.82
Cash - Ending Balance	\$ (120,906.78)	\$ 153,254.44	\$ 203,884.71	\$ 194,437.45	\$ 86,512.97	\$ 298,487.84	\$ 269,698.65	\$ 215,800.74	\$ 285,912.59	\$ 242,810.58	\$ 241,423.54	\$ 228,491.55	

MUNICIPAL WATER DISTRICT OF ORANGE COUNTY
COMBINED FINANCIAL STATEMENTS
AND
BUDGET COMPARATIVE
JULY 1, 2013 THRU MAY 31, 2014

**Municipal Water District of Orange County
Combined Balance Sheet
As of May 31, 2014**

<u>ASSETS</u>	Amount
Cash in Bank	473,034.97
Investments	7,752,729.97
Accounts Receivable	37,443,297.12
Accounts Receivable - Other	300,992.60
Accrued Interest Receivable	26,258.84
Prepays/Deposits	423,665.98
Leasehold Improvements	2,796,412.08
Furniture, Fixtures & Equipment	536,387.64
Less: Accum Depreciation	(2,382,620.71)
TOTAL ASSETS	<u><u>\$47,370,158.49</u></u>
 <u>LIABILITIES AND FUND BALANCES</u>	
Liabilities	
Accounts Payable	38,470,933.74
Accrued Salaries and Benefits Payable	255,689.24
Other Liabilities	765,481.96
Other post employment benefits (OPEB) liabilities	31,956.00
Unearned Revenue	1,171,788.63
Total Liabilities	<u><u>40,695,849.57</u></u>
 Fund Balances	
Restricted Fund Balances	
Water Fund - T2C	1,011,720.11
Water Fund - CC	90,399.31
Total Restricted Fund Balances	<u><u>1,102,119.42</u></u>
Unrestricted Fund Balances	
Designated Reserves	
General Operations	1,655,608.61
Grant & Project Cash Flow	1,000,000.00
Building Repair	239,491.00
Total Designated Reserves	<u><u>2,895,099.61</u></u>
GENERAL FUND	1,270,445.12
WEROC	49,543.25
Total Unrestricted Fund Balances	<u><u>4,215,087.98</u></u>
Excess Revenue over Expenditures	
Operating Fund	1,376,825.88
Other Funds	(19,724.36)
Total Fund Balance	<u><u>6,674,308.92</u></u>
 TOTAL LIABILITIES AND FUND BALANCES	<u><u>\$47,370,158.49</u></u>

Municipal Water District of Orange County
Revenues and Expenditures Budget Comparative Report
General Fund
From July 2013 thru May 2014

	Month to Date	Year to Date	Annual Budget	% Used	Encumbrance	Budget Remaining
<u>REVENUES</u>						
Retail Connection Charge	0.00	5,129,804.40	5,121,824.00	100.16%	0.00	(7,980.40)
Water Increment	<u>60,187.59</u>	<u>704,074.29</u>	<u>709,840.00</u>	<u>99.19%</u>	<u>0.00</u>	<u>5,765.71</u>
Water rate revenues	60,187.59	5,833,878.69	5,831,664.00	100.04%	0.00	(2,214.69)
Interest Revenue	<u>8,304.49</u>	<u>96,487.27</u>	<u>138,000.00</u>	<u>69.92%</u>	<u>0.00</u>	<u>41,512.73</u>
Subtotal	68,492.08	5,930,365.96	5,969,664.00	99.34%	0.00	39,298.04
Choice Programs	864.24	917,176.34	907,846.00	101.03%	0.00	(9,330.34)
Miscellaneous Income	218.89	2,535.85	3,000.00	84.53%	0.00	464.15
School Contracts	14,250.86	89,046.07	70,000.00	127.21%	0.00	(19,046.07)
Delinquent Payment Penalty	0.00	57.35	0.00		0.00	(57.35)
TOTAL REVENUES	<u>83,826.07</u>	<u>6,939,181.57</u>	<u>6,950,510.00</u>	<u>99.84%</u>	<u>0.00</u>	<u>11,328.43</u>

Municipal Water District of Orange County
Revenues and Expenditures Budget Comparative Report
General Fund
From July 2013 thru May 2014

	Month to Date	Year to Date	Annual Budget	% Used	Encumbrance	Budget Remaining
<u>EXPENSES</u>						
Salaries & Wages	229,982.96	2,556,592.96	2,848,711.00	89.75%	0.00	292,118.04
Salaries & Wages - Grant Recovery	0.00	(21,059.67)	(20,851.00)	101.00%	0.00	208.67
Directors' Compensation	14,659.80	162,993.07	200,357.00	81.35%	0.00	37,363.93
MWD Representation	6,108.25	72,508.66	114,490.00	63.33%	0.00	41,981.34
Employee Benefits	89,848.19	769,430.01	962,227.00	79.96%	0.00	192,796.99
OPEB Annual Contribution	0.00	0.00	111,112.00	0.00%	0.00	111,112.00
Employee Benefits - Grant Recovery	0.00	(6,273.74)	0.00	0.00%	0.00	6,273.74
Director's Benefits	7,631.86	78,802.54	87,592.00	89.97%	0.00	8,789.46
Health Ins \$'s for Retirees	(1,608.35)	41,098.89	44,463.00	92.43%	0.00	3,364.11
Training Expense	499.00	2,138.00	11,600.00	18.43%	2,232.00	7,230.00
Tuition Reimbursement	0.00	3,728.60	6,000.00	62.14%	0.00	2,271.40
Personnel Expenses	347,121.71	3,659,959.32	4,365,701.00	83.83%	2,232.00	697,272.45
Engineering Expense	4,671.59	57,171.59	170,000.00	33.63%	4,500.00	108,328.41
Legal Expense	30,092.16	315,442.52	304,500.00	103.59%	41,798.98	(52,741.50)
Audit Expense	0.00	17,900.00	23,000.00	77.83%	0.00	5,100.00
Professional Services	60,051.24	602,263.98	795,313.00	75.73%	179,157.77	13,891.25
Professional Fees	94,814.99	992,778.09	1,292,813.00	76.79%	225,456.75	74,578.16
Conference-Staff	450.00	8,305.00	12,520.00	66.33%	0.00	4,215.00
Conference-Directors	51.00	3,184.00	7,960.00	40.00%	0.00	4,776.00
Travel & Accom.-Staff	2,590.20	20,289.33	28,360.00	71.54%	0.00	8,070.67
Travel & Accom.-Directors	1,966.15	12,270.29	15,950.00	76.93%	0.00	3,679.71
Travel & Conference	5,057.35	44,048.62	64,790.00	67.99%	0.00	20,741.38
Membership/Sponsorship	100.00	80,229.93	88,087.00	91.08%	0.00	7,857.07
CDR Support	9,989.75	39,959.00	39,140.00	102.09%	0.00	(819.00)
Dues & Memberships	10,089.75	120,188.93	127,227.00	94.47%	0.00	7,038.07
Business Expense	279.46	5,621.63	7,000.00	80.31%	0.00	1,378.37
Maintenance Office	9,332.65	86,601.54	104,880.00	82.57%	6,353.01	11,925.45
Building Repair & Maintenance	3,251.07	10,295.79	0.00	0.00%	3,371.01	(13,666.80)
Storage Rental & Equipment Lease	963.38	12,631.15	14,309.00	88.27%	1,676.85	1.00
Office Supplies	1,534.63	22,847.59	24,000.00	95.20%	507.73	644.68
Postage/Mail Delivery	615.68	9,214.40	15,100.00	61.02%	1,881.85	4,003.75
Subscriptions & Books	382.77	876.39	2,400.00	36.52%	0.00	1,523.61
Reproduction Expense	31.25	9,878.89	68,587.00	14.40%	9,828.45	48,879.66
Maintenance-Computers	1,564.48	3,999.92	7,500.00	53.33%	588.86	2,911.22
Software Purchase	1,315.28	3,085.22	9,500.00	32.48%	601.18	5,813.60
Software Support	15,949.68	37,291.69	54,400.00	68.55%	3,003.85	14,104.46
Automotive Expense	1,576.55	13,573.01	14,300.00	94.92%	0.00	726.99
Toll Road Charges	135.40	1,324.70	1,290.00	102.69%	0.00	(34.70)
Insurance Expense	7,108.93	94,240.02	96,000.00	98.17%	0.00	1,759.98
Utilities - Telephone	1,251.92	13,207.09	16,900.00	78.15%	0.00	3,692.91
Bank Fees	933.48	9,796.77	10,560.00	92.77%	0.00	763.23
Miscellaneous Expense	5,000.93	45,492.13	85,750.00	53.05%	2,844.74	37,413.13
MWDOC's Contrb. To WEROC	9,068.00	99,752.00	108,820.00	91.67%	0.00	9,068.00
Depreciation Expense	2,941.96	32,361.86	0.00	0.00%	0.00	(32,361.86)
Other Expenses	63,237.50	512,091.79	641,296.00	79.85%	30,657.53	98,546.68
Building Repair & Maintenance	0.00	216,837.00	315,000.00	68.84%	4,450.00	93,713.00
Capital Acquisition	665.06	16,451.94	23,500.00	70.01%	6,475.00	573.06
TOTAL EXPENSES	520,986.36	5,562,355.69	6,830,327.00	81.44%	269,271.28	998,700.03
NET INCOME (LOSS)	(437,160.29)	1,376,825.88	120,183.00			

Municipal Water District of Orange County
Revenues and Expenditures Budget Comparative Report
Water Fund
From July 2013 thru May 2014

	Month to Date	Year to Date	Annual Budget	% Used	Budget Remaining
<u>WATER REVENUES</u>					
Water Sales	16,717,149.70	163,047,288.30	145,306,842.00	112.21%	(17,740,446.30)
Readiness to Serve Charge	1,162,223.88	11,125,371.48	10,293,552.00	108.08%	(831,819.48)
Capacity Charge CCF	304,941.67	3,091,108.37	3,132,800.00	98.67%	41,691.63
SCP Surcharge	33,625.54	302,622.42	354,112.00	85.46%	51,489.58
Interest	241.00	2,629.37	4,630.00	56.79%	2,000.63
TOTAL WATER REVENUES	18,218,181.79	177,569,019.94	159,091,936.00	111.61%	(18,477,083.94)
<u>WATER PURCHASES</u>					
Water Sales	16,717,149.70	163,047,288.30	145,306,842.00	112.21%	(17,740,446.30)
Readiness to Serve Charge	1,162,223.88	11,125,371.48	10,293,552.00	108.08%	(831,819.48)
Capacity Charge CCF	304,941.67	3,091,108.37	3,132,800.00	98.67%	41,691.63
EXCESS OF REVENUE OVER EXPENDITURES	241.00	2,629.37	4,630.00		

Municipal Water District of Orange County
WUE Revenues and Expenditures (Actuals vs Budget)
From July 2013 thru May 2014

	Year to Date Actual	Annual Budget	% Used
Landscape Performance Certification			
Revenues	131,821.93	107,000.00	123.20%
Expenses	102,941.75	107,000.00	96.21%
Excess of Revenues over Expenditures	28,880.18	0.00	
SmarTimer Program			
Revenues	91,780.72	125,200.00	73.31%
Expenses	101,467.57	125,200.00	81.04%
Excess of Revenues over Expenditures	(9,686.85)	0.00	
Industrial Water Use Reduction			
Revenues	82,879.44	113,478.00	73.04%
Expenses	82,154.03	113,478.00	72.40%
Excess of Revenues over Expenditures	725.41	0.00	
Rotating Nozzles Rebate			
Revenues	153,798.82	0.00	0.00%
Expenses	151,749.17	0.00	0.00%
Excess of Revenues over Expenditures	2,049.65	0.00	
Hotel Water Use Reduction Program			
Revenues	63,032.53	189,484.00	33.27%
Expenses	92,271.32	189,484.00	48.70%
Excess of Revenues over Expenditures	(29,238.79)	0.00	
ULFT Rebate Program			
Revenues	54,659.27	40,000.00	136.65%
Expenses	64,228.21	40,000.00	160.57%
Excess of Revenues over Expenditures	(9,568.94)	0.00	
HECW Rebate Program			
Revenues	231,616.91	380,000.00	60.95%
Expenses	260,551.28	380,000.00	68.57%
Excess of Revenues over Expenditures	(28,934.37)	0.00	
CII Rebate Program			
Revenues	62,876.00	0.00	0.00%
Expenses	64,086.48	0.00	0.00%
Excess of Revenues over Expenditures	(1,210.48)	0.00	
Large Landscape Survey			
Revenues	50,640.57	21,600.00	234.45%
Expenses	70,102.92	21,600.00	324.55%
Excess of Revenues over Expenditures	(19,462.35)	0.00	
Indoor-Outdoor Survey			
Revenues	3,385.53	12,150.00	27.86%
Expenses	0.00	12,150.00	0.00%
Excess of Revenues over Expenditures	3,385.53	0.00	
Turf Removal Program			
Revenues	440,110.42	105,000.00	419.15%
Expenses	439,498.37	105,000.00	418.57%
Excess of Revenues over Expenditures	612.05	0.00	

Municipal Water District of Orange County
WUE & Other Funds Revenues and Expenditures (Actuals vs Budget)
From July 2013 thru May 2014

	Year to Date Actual	Annual Budget	% Used
WUE Master Plan			
Revenues	3,313.50	0.00	0.00%
Expenses	3,332.49	0.00	0.00%
Excess of Revenues over Expenditures	(18.99)	0.00	
WEROC			
Revenues	214,667.91	213,577.00	100.51%
Expenses	189,656.35	213,577.00	88.80%
Excess of Revenues over Expenditures	25,011.56	0.00	
WEROC Water Trailers			
Revenues	464,150.00	0.00	0.00%
Expenses	464,150.00	0.00	0.00%
Excess of Revenues over Expenditures	0.00	0.00	
WUE Projects			
Revenues	1,369,915.64	1,093,912.00	125.23%
Expenses	1,432,383.59	1,093,912.00	130.94%
Excess of Revenues over Expenditures	(62,467.95)	0.00	
RPOI Distributions			
Revenues	4,452,486.66	1,619,665.00	274.90%
Expenses	4,452,486.66	1,619,665.00	274.90%
Excess of Revenues over Expenditures	0.00	0.00	
Ocean Desalination			
Revenues	63,133.85	115,459.00	54.68%
Expenses	63,133.85	115,459.00	54.68%
Excess of Revenues over Expenditures	0.00	0.00	



CONSENT CALENDAR ITEM

July 16, 2014

TO: Board of Directors

FROM: **Administration & Finance Committee**
(Directors Thomas, Osborne, Finnegan)

Robert Hunter, General Manager

SUBJECT: CALIFORNIA SPECIAL DISTRICTS ASSOCIATION (CSDA) 2014 BOARD OF DIRECTORS ELECTION – REGION 6, “SEAT C”

STAFF RECOMMENDATION

Staff recommends that the Board of Directors cast the District’s ballot for incumbent, Elaine Sullivan (Leucadia Wastewater District), in the California Special Districts Association (CSDA) Board of Directors election for Region 6 “Seat C.”

COMMITTEE RECOMMENDATION

Committee concurred with staff recommendation.

SUMMARY

There are five candidates seeking election to fill one seat on the California Special Districts Association (CSDA) Board of Directors representing Region 6 (Imperial, Orange, Riverside, and San Diego Counties), “Seat C,” for a four-year term. Incumbent CSDA board member Elaine Sullivan (Leucadia Wastewater District) is seeking reelection this year. Additionally, Arlene Shafer (Costa Mesa Sanitary District), Judy Cori-Lorono (Bighorn-Desert View Water Agency), Sheryl Landrum (Resource Conservation District of Greater San Diego), and Dan Kirby (San Gabriel Valley Mosquito & Vector Control District) are seeking election to the board. Attached is background information on each candidate.

Staff recommends that the Board of Directors cast the Districts’ ballot for the incumbent, Elaine Sullivan. Staff will complete and submit the ballot to CSDA upon formal action by the Board.

Budgeted (Y/N): N/A	Budgeted amount:	Core __	Choice __
Action item amount:		Line item:	
Fiscal Impact (explain if unbudgeted):			



**California Special
Districts Association**
Districts Stronger Together

RECEIVED

JUN 09 2014

MWD OF OC

CALIFORNIA SPECIAL DISTRICTS ASSOCIATION

2014 BOARD ELECTIONS

MAIL BALLOT INFORMATION

Dear Member:

A mail ballot has been enclosed for your district's use in voting to elect a representative to the CSDA Board of Directors in your Region for Seat C. Each of CSDA's six (6) regional divisions has three seats on the Board. Each of the candidates is either a board member or management-level employee of a member district located in your geographic region. Each Regular Member (district) in good standing shall be entitled to vote for one (1) director to represent its region.

We have enclosed the candidate information for each candidate who submitted one. Please vote for **only one** candidate to represent your region in Seat C and be sure to sign, date and fill in your member district information (*in some regions, there may only be one candidate*). If any part of the ballot is not complete, the ballot will not be valid and will not be counted.

Please utilize the enclosed return envelope to return the completed ballot. Ballots must be received at the CSDA office at 1112 I Street, Suite 200, Sacramento, CA 95814 by **5:00pm on Friday, August 1, 2014**.

If you do not use the enclosed envelope, please mail in your ballot to:

**California Special Districts Association
Attn: 2014 Board Elections
1112 I Street, Suite 200
Sacramento, CA 95814**

Please contact Charlotte Lowe toll-free at 877.924.CSDA or charlottel@cdda.net with any questions.



CSDA Region 6 Candidate Statement

Elaine Sullivan

**Leucadia Wastewater District (LWD) Board Member
Carlsbad, CA 92009**

I am seeking CSDA member's votes to re-elect me to represent Region 6 because I have a passion for special districts and I believe that I can use that passion to continue serving CSDA members. I have been on the CSDA Board of Directors since 2013 and serve on their Membership and Education Committees.

I believe that I bring a unique and proven set of skills from my 26 years of experience as past President, and a member of various committees with the LWD Board of Directors and the Encina Wastewater Authority's (EWA) Board. I have held these positions, with over 98% attendance.

During my tenure, both agencies have been recognized for numerous recognitions and awards, such as:

- LWD is a Special District Leadership Foundation (SDLF) District of Distinction (since 2008),
- LWD received SDLF District Transparency Certificate of Excellence,
- LWD received California Water Environment Association's (CWEA) 2012 Small Collection System of the Year Award,
- LWD received the California Society of Municipal Finance Officers 2013 Outstanding Financial Reporting Award (since 2010),
- EWA Outstanding Compliance with EPA regulations,
- EWA received CWEA's 2013 Treatment Plant of the Year Award.

LWD is currently debt-free and maintains one of the lowest rates in San Diego County.

Other public service experience includes:

- Serving 12 years as a member of the California Water Reuse Finance Authority Board,
- Serving 16 years with CSDA San Diego Chapter's Scholarship Committee and;
- Serving the Carlsbad Chamber of Commerce Ambassador Committee,

I have enjoyed committing my time and energy to CSDA's various continuing goals and engaging in new projects being launched. I would appreciate the opportunity to continue to contribute and serve the Special District Region 6; therefore, I ask for your ongoing support and vote.

ELECT ARLENE SCHAFER

CALIFORNIA SPECIAL DISTRICTS ASSOCIATION

REGION 6, SEAT C

Arlene Schafer—Director Costa Mesa Sanitary District



PREVIOUS CSDA EXPERIENCE

- ◆ Board President (2009)
- ◆ Board Vice President
- ◆ Board Secretary
- ◆ Finance Corporation
- ◆ Task Force Committee
- ◆ Legislation Committee
- ◆ Fiscal Committee
- ◆ Membership Committee
- ◆ Recruitment & Planning Committee

I would be honored to serve as your representative on the California Special Districts Association (CSDA) Board of Directors Region 6, Seat C. I believe my 24 years of experience as a local government leader that includes 15 years serving on CSDA in a variety of different capacities makes me the best candidate. In recent years, special districts have been scrutinized by the State legislature, grand juries and the press, which is why I believe it's important for CSDA to continue serving as an advocate for special districts by informing the legislature and the public the important and essential services we provide to our communities. Furthermore, I believe it's important for special districts to demonstrate good governance that will help earn the public's trust. If elected, I will work with the Board and staff to ensure cost efficient programs, education and training seminars are still available to you.

Currently, I am serving on the Board of Directors for the Costa Mesa Sanitary District (CMSD) where I have been a Board member for 16 years. CMSD provides solid waste and wastewater collection services to over 116,000 residents residing in the City of Costa Mesa and portions of Newport Beach and the unincorporated Orange County. I am proud to be part of an organization that has been a District of Distinction since 2009, earned the Transparency Certificate of Excellence and most recently, CMSD received Gold Recognition in Special District Governance.

If elected, I will continue to promote CSDA benefits to special districts and I will work collaboratively with CSDA Board of Directors on finding partnership opportunities for different services to help avoid membership dues from increasing. I believe my experience, knowledge and commitment to special districts will enable me to represent you well. Please vote for Arlene Schafer by **August 1, 2014**.

April 17, 2014

Candidate Statement


When I was first elected in 2007, I realized I knew nothing about being an elected official.

California Special Districts offered the Governance Academy. I graduated your classes and feel the opportunity allowed me to be a better citizen as well as a better Director for my water agency and my community. I have since taken your numerous online classes to keep up to date.

It would be my Honor to be the Candidate for our region and be able to contribute to the CSDA and therefore my constituents.

Thank you for this opportunity.

Sincerely,



Judy Corl-Lorono

President of Board of Directors

Bighorn Desert View Water Agency



Resource Conservation District of Greater San Diego County
11769 Waterhill Rd., Lakeside, CA 92040
Phone: (619) 562-0096 Fax: (619) 562-4799
Website: www.rcdsandiego.org

ELECT SHERYL LANDRUM CALIFORNIA SPECIAL DISTRICTS ASSOCIATION REGION 6, SEAT C



**Sheryl Landrum
District Manager**

CSDA member since 2009
CARCD member since 2009
RCD Employee since 2009
Small business owner 2004-2009
Controller/Accountant/Office Manager 1986-2012

My name is Sheryl Landrum and I am the District Manager of the Resource Conservation District of Greater San Diego and an Executive Director of the Fire Safe Council of San Diego County. It would be a privilege to serve as your representative on the CSDA Board of Directors for Region 6 and I promise to work hard to fulfill the CSDA's vision and goals.

As the District Manager of the RCD, our programs provide San Diego communities with educational and technical assistance in conservation/resource management. The RCD also manages the programs and funds of the Fire Safe Council of SD County which strives to keep San Diego fire safe.

For the past eighteen months, I have been working with the California Association of Resource Conservation Districts to develop a strong vision, standards of excellence, and messaging for RCDs to deliver to our communities and our legislators. I would like to aid the CSDA in its quest for respected acknowledgment as well.

This May I gave testimony before the Assembly and Senate Budget Committees for the release of 10 million dollars in State Responsibility Area fees. I also met with numerous other legislators to promote funding for Special District work as well. I am honored to advocate for Special Districts and to ask for funding for our much needed programs and services.

I am hard working and dedicated to excellence. My RCD's management of USFS grant funds is held as the standard of excellence by the USFS grant clearing house and my work with the SD County Fire Authority led them to ask for a long term MOU between our two agencies. I will bring the same level of excellence to the Board of the CSDA and respectfully ask for your vote.

Thank you for your consideration.

Sincerely,

A handwritten signature in black ink that reads "Sheryl Landrum".

Sheryl Landrum, District Manager and Executive Director

Dan Kirby

President, San Gabriel Valley Mosquito and Vector Control District

Dan Kirby is a life-long Southern Californian and was appointed to the Monrovia City Council in March of 2003. After serving for two years, he was elected outright by a margin of three to one in 2005. He was appointed to the San Gabriel Valley Mosquito and Vector Control District (SGVMVCD) in 2004 and now serves as its Board President. During his time in public office, Dan has built solid relationships with lawmakers locally and in Sacramento.



In addition to serving as President of the board, Dan serves as the Chair of the Personnel and Legislative Committees at the District. He participates regularly at the MVCAC Legislative days in Sacramento and represents SGVMVCD at state conferences.

Dan often refers to himself a life-long learner and demonstrates that with his passion is youth and education. He has worked with children at Kare Youth League in Southern California for over 35 years and has taught in the classroom at Rio Hondo Preparatory School in Arcadia since 1985.

As a youth counselor, Dan has travelled with students on educational tours, visiting no less than 48 states, six Canadian Provinces, and Baja California, Mexico.

Dan also has business experience. In 1985 Dan opened a graphic design, commercial printing and sign company, which he still manages today.



Item No. 6-1

ACTION ITEM

July 16, 2014

TO: Board of Directors

FROM: **Planning & Operations Committee**
(Directors Osborne, Barbre, Hinman)

Robert Hunter
General Manager

SUBJECT: BUILDING/LEASE AGREEMENT BETWEEN MWDOC AND OCWD

STAFF RECOMMENDATION

Staff recommends the Board of Directors: Authorize the General Manager and Board President to execute Amendment No. 4 to the Agreement and Lease between MWDOC and OCWD regarding Shared Administrative Office Facilities.

COMMITTEE RECOMMENDATION

The Planning & Operations Committee will review this item on July 14, 2014 and make a recommendation to the Board.

SUMMARY

The Ad Hoc Building Committee has been meeting with the OCWD Ad Hoc Committee and together the Committee's are recommending an Amendment to the existing Agreement and Lease. The OCWD Board has already approved the attached amendment.

Budgeted (Y/N):	Budgeted amount:	Core __	Choice __
Action item amount:	Line item:		
Fiscal Impact (explain if unbudgeted):			

**AMENDMENT NO. 4 TO AGREEMENT AND LEASE
BETWEEN ORANGE COUNTY WATER DISTRICT AND
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY
RE SHARED ADMINISTRATIVE OFFICE FACILITIES**

This AMENDMENT NO. 4 TO AGREEMENT AND LEASE BETWEEN ORANGE COUNTY WATER DISTRICT AND MUNICIPAL WATER DISTRICT OF ORANGE COUNTY RE SHARED ADMINISTRATIVE FACILITIES (hereinafter, the “Fourth Amendment”) is entered into as of _____, 2014, by and between the ORANGE COUNTY WATER DISTRICT (“OCWD”) and the MUNICIPAL WATER DISTRICT OF ORANGE COUNTY (“MWDOC”).

RECITALS

- A. OCWD and MWDOC entered in to the written “Agreement and Lease Between Orange County Water District and Municipal Water District of Orange County re Shared Administrative Office Facilities,” dated as of April 15, 1987 (the “Original Lease”), to govern their joint design, construction and use of a shared administrative office facility at OCWD property referred to in the Original Lease as the “OCWD Premises.”
- B. The Original Lease was amended by Amendment No. 1 and an Addendum, both effective as of May 4, 1988; by Amendment No. 2, effective as of July 3, 1992; and by the “Third Amendment to Agreement and Lease,” entered into as of November 4, 1992 (the Original Lease, as amended by the above-described instruments, is hereby referred to as the “Lease Agreement”).
- C. The Lease Agreement characterizes certain areas and facilities used by both OCWD and MWDOC as “Common Facilities” and “Common Areas,” with their operation and maintenance costs to be shared by OCWD and MWDOC based upon each agency’s proportion of exclusively used space within the Office Facilities.
- D. The Lease Agreement designates the main north-south corridor from the southern entrance of the Office Facilities to the northern end of the Board Room lobby, comprising approximately 1829 square feet (the “Main North-South Corridor”) as part of the Common Areas. By reason of proposed OCWD improvements to the Main North-South Corridor, OCWD and MWDOC agree that the Main North-South Corridor should be treated as part of the OCWD Offices, and not as part of the Common Areas.

NOW, THEREFORE, in consideration of the above Recitals and the mutual promises, conditions and covenants contained herein, the parties agree to amend and modify the Lease Agreement as follows:

- 1. Except as set forth herein, capitalized terms in this Fourth Amendment shall have the meanings ascribed to such terms in the Lease Agreement.

2. Notwithstanding any other provision in the Lease Agreement, and as of the effective date of this Fourth Amendment, the Main North-South Corridor shall be included within the OCWD Offices, and not the Common Areas; provided, however, that MWDOC and its officers, employees, agents, representatives and invitees shall have the uncontrolled and unrestricted right to use the Main North-South Corridor as an access way between the external areas of the OCWD Premises, on the one hand, and the Common Facilities, Common Areas and MWDOC Offices within the Office Facilities, on the other.

3. The last sentence of Section 5.2 of the Lease Agreement is hereby amended as follows: "All costs incurred in the annual operation, maintenance and repair of the Common and Office Facilities shall be apportioned on the following basis: 66.4% to OCWD and 33.6% to MWDOC."

4. Exhibit 1 to the Lease Agreement shall be deemed to be modified as follows:

4.1 To delete the reference to "SCWC" and allocate the 1486 square feet of SCWC space to MWDOC office space; and

4.2 To delete the reference to 1829 square feet of "Main Corridor" and allocate that 1829 square feet to OCWD office space.

5. Exhibit 2 to the Lease Agreement shall be deemed to be modified in accordance with this Fourth Amendment, to reflect that the "OCWD Share of Costs" shall be 66.4%, and that the "MWDOC Share Costs" shall be 33.6%.

6. Except as set forth hereinabove, all of the terms, conditions and provisions of the Lease Agreement shall remain in full force and effect.

IN WITNESS WHEREOF, the parties have executed this Fourth Amendment as of the date first written above.

ORANGE COUNTY WATER DISTRICT

Shawn Dewane, President

Michael Markus, General Manager

APPROVED AS TO FORM:

Joel D. Kuperberg
Rutan & Tucker, LLP

**MUNICIPAL WATER DISTRICT OF
ORANGE COUNTY**

Larry Dick, President

Robert Hunter, General Manager

APPROVED AS TO FORM:

Russell G. Behrens
Best, Best & Krieger

**ACTION ITEM**

July 16, 2014

TO: Board of Directors**FROM:** **Planning & Operations Committee**
(Directors Osborne, Barbre, Hinman)**Robert Hunter, General Manager**

Staff Contact: Karl Seckel/Richard Bell

SUBJECT: **Resolution Authorizing Execution of the State Lands Commission Amended General Lease that Extends the Term of the Lease to May 31, 2019 for the Doheny Ocean Desalination Project Pilot Plant Test Facilities****STAFF RECOMMENDATION**

Staff recommends the Board of Directors adopt the attached Resolution in accordance with the State Lands Commission request to authorize the General Manager to execute the amended lease to extend the term through May 31, 2019. The State Lands Commission on June 19, 2014 approved the extension.

COMMITTEE RECOMMENDATION

The Committee will review this item on July 14, 2014 and make a recommendation to the Board.

DETAILED REPORT

Staff has been in the process of permitting the non-operational extension of the Phase 3 Extended Pumping and Pilot Plant Test facilities through May 31, 2019 in accordance with the Project Participants South Coast Water District and Laguna Beach County Water District direction. The State Lands Commission (SLC) lease terminated on May 31, 2014 and requires this extension which has been in process for the past few months. We submitted an application with the \$3,025 application fee in February. The SLC approved the lease extension at their

Budgeted (Y/N): No	Budgeted amount:	Core __	Choice YES
Action item amount: SLC estimated processing fee of \$3,025 was paid on application		Line item: Phase 3 Budget Contingency	
Fiscal Impact (explain if unbudgeted): Available in the remaining contingency fund			

June 19, 2014 meeting. We have received the lease documents and SLC staff now has asked for a Board Resolution authorizing the General Manager to enter into the lease extension. This same action was taken in 2012 for the prior lease extension but SLC staff requires a new resolution as the prior resolution was specific to the prior extension and is not considered sufficient for this extension. Once we submit the subject new resolution and the approved lease is received from SLC, we then submit it to the California Coastal Commission who will then process our permit application for the time extension. We are currently working with State Parks on a new lease for the pilot plant facilities, which is the last action to approve the extension.

The extended lease would allow us to keep the facilities on Doheny State Beach through May 31, 2019. This will provide several project benefits: (1) it would allow tours of the test facility by local, state and federal elected and governmental officials, (2) it would provide excellent opportunities for public outreach efforts, and (3) it would preserve the facility for future use if and when the project proceeds to the design phase.

RESOLUTION NO. ____

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE MUNICIPAL WATER DISTRICT OF ORANGE COUNTY AUTHORIZING THE GENERAL MANAGER TO EXECUTE STATE LANDS COMMISSION GENERAL LEASE EXTENSION FOR CERTAIN DOHENY OCEAN DESALINATION PROJECT TEST SLANT WELL FACILITIES

WHEREAS, the Municipal Water District of Orange County previously gave the General Manager general signatory authority to enter into Lease PRC 8651.9 with the State Lands Commission, and said Lease was subsequently executed on December 22, 2005, to allow construction, operation and maintenance of Test Slant Well Facilities located within the jurisdictional area of the State Lands Commission;

WHEREAS, with concurrence by the then South Orange Coastal Ocean Desalination Project Participants, the Municipal Water District of Orange County previously submitted an application to extend said Lease, and the Municipal Water District of Orange County and State Lands Commission subsequently amended said Lease on August 22, 2008, extending said Lease through May 31, 2012;

WHEREAS, with concurrence by the then South Orange Coastal Ocean Desalination Project Participants, the Municipal Water District of Orange County submitted an application to the State Lands Commission to further extend said Lease through May 31, 2014 and the State Lands Commission subsequently amended said Lease effective March 29, 2012;

WHEREAS, with concurrence by the South Coast Water District and Laguna Beach County Water District, for the Doheny Ocean Desalination Project, successor project to the South Orange Coastal Ocean Desalination Project, the Municipal Water District of Orange County submitted an application to the State Lands Commission to further extend said Lease through May 31, 2019, and

WHEREAS, the MWDOC Board of Directors previously adopted the Phase 3 Extended Pumping and Pilot Plant Test Project Mitigated Negative Declaration, Mitigation Monitoring and Reporting Plan by RESOLUTION NO. 1836 on June 18, 2008, and completed all subsequent filings with respect to the environmental effects of said project.

NOW, THEREFORE, THE BOARD OF DIRECTORS OF THE MUNICIPAL WATER DISTRICT OF ORANGE COUNTY DOES HEREBY RESOLVE AS FOLLOWS:

1. The Board of Directors has reviewed and has determined the need for extension of the term of said Lease for the Test Slant Well Facilities.
2. The Board of Directors finds that the amendment of the Lease has been evaluated and fully addressed in the Mitigated Negative Declaration and

Mitigation Monitoring and Reporting Plan for the project, which was not challenged and is therefore conclusively presumed to be in compliance with CEQA. (Pub. Res. Code §21167.2.) This Lease amendment does not change or modify the approved project and would not result in any new or more severe environmental effects. (Pub. Res. Code §21166; 14 C.C.R. §15162.)

3. Therefore, the Board of Directors hereby approves and authorizes the execution of said amended Lease and grants signatory authority to the General Manager to sign said Lease and any future Lease extensions and amendments to said Lease on behalf of the District.

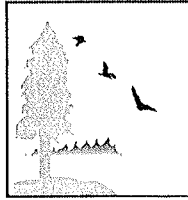
CALIFORNIA STATE LANDS COMMISSION

100 Howe Avenue, Suite 100-South
Sacramento, CA 95825-8202

RECEIVED

JUN 13 2014

MWD OF OC

*Established in 1938*

JENNIFER LUCCHESI, *Executive Officer*
(916) 574-1800 Fax (916) 574-1810
California Relay Service TDD Phone 1-800-735-2929
from Voice Phone 1-800-735-2922

Contact Phone: (916) 574-1900**Contact Fax: (916) 574-1835**

June 9, 2014

File Ref: PRC 8651.9

Richard Bell
Municipal Water District of Orange County
P.O. Box 20895
Fountain Valley, CA 92728

SUBJECT: General Lease – Public Agency Use, South Orange Coastal Ocean
Desalination Project, Dana Point, Orange County

Dear Mr. Bell:

Enclosed are two copies of the lease amendment. If you find the lease amendment to be in order, please arrange to have both copies duly signed, notarized, and returned to me as soon as possible. A fully executed copy will be returned to you upon California State Lands Commission (Commission) approval. This matter is scheduled for the consideration of the Commission on June 19, 2014.

If you have any questions regarding the amendment, please contact me immediately at (916) 574-2275.

Sincerely,

Drew Simpkin
Public Land Management Specialist

Enclosures

RECORDED AT THE REQUEST OF
AND WHEN RECORDED MAIL TO:
STATE OF CALIFORNIA
State Lands Commission
Attn: Title Unit
100 Howe Avenue, Suite 100-South
Sacramento, CA 95825-8202

STATE OF CALIFORNIA
OFFICIAL BUSINESS
Document entitled to free recordation
pursuant to Government Code Section 27383

County: Orange

SPACE ABOVE THIS LINE FOR RECORDER'S USE

STATE OF CALIFORNIA
STATE LANDS COMMISSION

THIRD AMENDMENT OF LEASE NO. PRC 8651.9

WHEREAS, the State of California, acting through the State Lands Commission, hereinafter called Lessor, and, the Municipal Water District of Orange County hereinafter called the Lessee, have heretofore entered into an agreement designated as Lease No. PRC 8651.9, authorized by the State Lands Commission on December 5, 2005, and executed December 8, 2005, whereby the Lessor granted to said Lessee a General Lease – Public Agency Use covering certain State Land situated in the Pacific Ocean, Orange County; and,

WHEREAS, on August 22, 2008, the Lessor amended the Lease to extend the lease term to May 31, 2012, land description, and authorize the installation of a buried discharge pipeline, outfall diffuser and temporary installation of a submersible pump; and,

WHEREAS, on March 29, 2013, the Lessor amended the Lease in order for the Lessee to extend the lease term to May 31, 2014; and,

WHEREAS, Section 4, Paragraph 15(e) provides that the Lease may be terminated and its terms, covenants and conditions amended, revised or supplemented only by mutual written agreement of the parties; and,

WHEREAS, the Lessee now desires to amend the **Term, Land Use or Purpose** and **Section 2, Special Provisions of the Lease (Third Amendment)**.

NOW THEREFORE, the parties hereto agree to amend Lease No. PRC 8651.9 as follows:

- 1) Section 1, Basic Provisions, Term: extend the term of the lease to May 31, 2019.
- 2) Section 1, Basic Provisions, Land Use or Purpose: authorize the continued maintenance of a test slant well, discharge pipeline, outfall diffuser, and submersible pump for public information and educational tours.
- 3) **Section 2, Special Provisions:** include the following:
 - a) Lessee shall obtain Lessor's authorization prior to operating the slant test well or removing any portion of the slant test well, discharge pipeline, outfall diffuser or submersible pump.
 - b) No later than 180 days prior to the expiration of the Lease, Lessee shall submit a plan for removal of the facilities or evidence that the facilities should be abandoned in place. Should Lessor's staff determine that the facilities should be abandoned in place, Lessee shall submit a Lease Application and Minimum Expense Deposit to enter into a long-term Abandonment Agreement for the long-term monitoring and maintenance of the facilities.

The effective date of this Third Amendment to the aforesaid Lease shall be June 19, 2014.

This Third Amendment, containing two (2) pages, is a portion of Lease No. PRC 8651.9, with a beginning date of December 5, 2005, consisting of four (4) sections.

All other terms and conditions of the Lease, as amended, shall remain in full force and effect.

This Third Amendment will become binding on the Lessor only when duly executed on behalf of the State Lands Commission of the State of California.

IN WITNESS WHEREOF, the parties hereto have executed this Third Amendment as of the date hereafter affixed.

LESSEE:
MUNICIPAL WATER DISTRICT
OF ORANGE COUNTY

LESSOR:
STATE OF CALIFORNIA
STATE LANDS COMMISSION

By: _____

By: _____

Title: _____

Title: _____

Date: _____

Execution of this document was authorized by
the State Lands Commission on _____.

NOTARY ACKNOWLEDGEMENT



ACTION ITEM

July 16, 2014

TO: Board of Directors

FROM: **Planning & Operations Committee**
(Directors Osborne, Barbre, Hinman)

Robert Hunter
General Manager

Staff Contact: Karl Seckel

SUBJECT: OC-88 Metering/Billing Mistake

STAFF RECOMMENDATION

Staff recommends the Board of Directors review the discussions to date, provide input and direct staff to seek input from the impacted MWDOC Member Agencies.

COMMITTEE RECOMMENDATION

Committee will review this item on July 14, 2014 and make a recommendation to the Board.

SUMMARY

MWDOC, MET, SMWD and the South County Pipeline water purchasers (SMWD, MNWD, Trabuco Canyon WD, City of San Juan Capistrano, City of San Clemente and South Coast Water District) have been investigating differences in meter reads between the OC-88 master meter at the South County Pump Station/AMP and the sum of the downstream meters. Over the years the differences have been greater than the 1% accuracy we would normally expect and were often beyond the acceptable 2% meter error accuracy typically found to be acceptable.

Beginning in November 2012, we sought the input and expertise of MET's operations and meter calibration team to assist in the efforts. The statistical anomaly identified was that the OC-88 MET meter was typically higher than the sum of the downstream meters. Normal meter discrepancies include variances that go in both directions. During this time, SMWD

Budgeted (Y/N):	Budgeted amount:	Core __	Choice __
Action item amount:		Line item:	
Fiscal Impact (explain if unbudgeted):			

completed extensive calibrations on the downstream meters, they checked for leaks and flow tests were conducted to check the accuracy of the MET meter. Finally, as allowed under the MET Administrative Code, MWDOC and SMWD requested that MET call in the manufacturer of the meter to complete a review and calibration of the meter at a cost of about \$15,000, which would be paid by the South County Pipeline agencies if the meter is within calibration and would be paid by MET if the meter is out of calibration.

MET called in Accusonic in November 2013. The meter and piping was dewatered, inspected and measurements were completed along with testing of the electronics (November and April). Their report was issued in April 2014 and the findings were that the input diameter for the meter was 65.256 inches compared to the field measured 64.075 inches. The original programming failed to take into consideration the mortar lining added to the pipe. The difference in wetted perimeter, flow area and the geometric positioning of the transducers, all resulted in the meter reading being 3.42% too high.

MET and MWDOC have held several discussions and have exchanged information relative to the incorrect meter reading/billing. The discussions have the goal of reaching an equitable reimbursement for our Member Agencies and have included the following:

- Potential billing adjustments could include:
 - Volumetric charges
 - RTS charges (which are based on the 10-year running average of MET sales)
 - Capacity charge (could impact the peaking and thus the capacity charge, likely by only a small amount)
 - Tier 2 charges (for 2007 and 2008)
 - Interest charges
- Legally involving the Vendor because they were responsible for the installation, calibration, testing and certification provided to MET at the time of start-up
 - Statute of limitations may apply (3 to 4 years depending on what provision); would be difficult to calculate “damages”
- MET Admin Code 4506 - Metering Error – provides that adjustments can go back 6 months prior to the point of discovery.
- MET Admin Code 4507 - Billing and Payment Mistakes – provides that adjustments can go back 3 years prior to the point of discovery; this section also provides that adjustments, credits or charges shall NOT bear interest.
- The vast majority of past reimbursements have been made under these code provisions for 6-month or 3-year periods (RTS and interest calculations did not apply)
- Prior Precedence – MET had one very similar circumstance in 2004; in that instance, the MET Board approved reimbursement for the entire period (RTS and interest calculations did not apply)
- MET has held that volumetric and Tier 2 charges are appropriate but is very firm that interest calculations, RTS adjustments and Capacity Charge adjustments should not apply. MET’s belief is that the intent of the language in their Administrative Code with

respect to interest is very clear. They have also indicated that in other billing/metering disputes, their typical practice is to NOT ask for RTS and Capacity Charge adjustments if the issue went against the member agency and they would like to stay consistent with that.

Attached is a Table outlining the details of the events, the timing and the associated costs, including rough estimates for the RTS and interest charges, which MET is not supporting. All figures are close estimates and are not final amounts at this time.

- MET would normally reimburse the 6-month (\$2.01 million) or 3-year (\$4.33 million) volumetric amounts Administrative Code without the RTS or interest amounts.
- MWDOC has negotiated the reimbursement payment for the entire 9-year period (\$8.14 million) without the RTS and interest amounts. This settlement is within the authority of MET's General Manager to recommend but does require MET Board approval.
- There is some degree of risk in a legal challenge for additional payments based on statute of limitation considerations.
- Based on the totality of facts, MWDOC and MET staff believe the \$8.14 million reimbursement rather than the \$2.01 million or \$4.33 million reimbursements are equitable to all parties.

MWDOC Impact

MWDOC has examined its charges to the South County Pipeline users over the same time period and has estimated that the same overbilling issue by MET has resulted in MWDOC overbilling of the six agencies by about \$73,000. It is recommended that MWDOC reimburse our agencies for this overbilling.

Conclusions/Recommendations

Much time and effort went into the forensic work to determine the nature of the metering discrepancy. Fortunately, it has been resolved and MWDOC & MET staff have identified a reasonable resolution. The following recommendations are made:

1. Review the issues with our Board and MET Directors and receive input
2. Direct staff to prepare a breakdown for the South County Pipeline agencies so they will have visibility as to what their refund amounts would be
3. Review the issues with the impacted agencies
4. Based upon the collective feedback, provide input to MET to allow them to take this item to their Board in August for resolution; if we disagree with the negotiated solution, it will likely take longer to resolve
5. Seek authorization from the MWDOC Board on our overbilling based on the high meter reads to refund approximately \$73,000 from the MWDOC Reserves

		DRAFT						
Scenario	Time Frame	Basis of Time Frame	Date	Duration in Months	Approximate Volumetric Error (Millions of \$dollars)	Approximate RTS Charge (Millions of \$dollars)	Approximate Interest Calculations (Millions of \$dollars)	Total
N/A	Meter Corrected the meter input as of May 2014	Meter diameter was corrected	05/01/14			(1)	(2)(3)	
N/A	"Discovery of Error"	MWDOC Requested Meeting with MET	11/01/12	18				
1	6-Months Prior to Discovery	MET Admin Code 4506 - Metering Error	05/01/12	24	\$2.01	\$0.08	\$0.04	\$2.12
2	3-Years Prior to Discovery (Also the Statute of Limitations)	MET Admin Code 4507 - Billing and Payment Mistakes	11/01/09	54	\$4.33	\$0.17	\$0.20	\$4.70
3	Back to Meter Installation at OC-88 by MET Vendor	MWDOC Calculated Total Reimbursement	05/01/05	108	\$8.14	\$0.34	\$0.74	\$9.23
4	Negotiated Reimbursement	Precedence with similar situation	05/01/05	108	\$8.14	\$0.00	\$0.00	\$8.14

(2) MET Admin Code Section 4507 does not allow interest payments either way (to or from MET) in the event of an error or mistake

(4) Numbers are still draft at this time 7-9-14 and do NOT include the MWDOC associated overbilling of rate increment estimated at \$73,000

GENERAL MANAGER'S REPORT OF STAFF ACTIVITIES JULY 2014

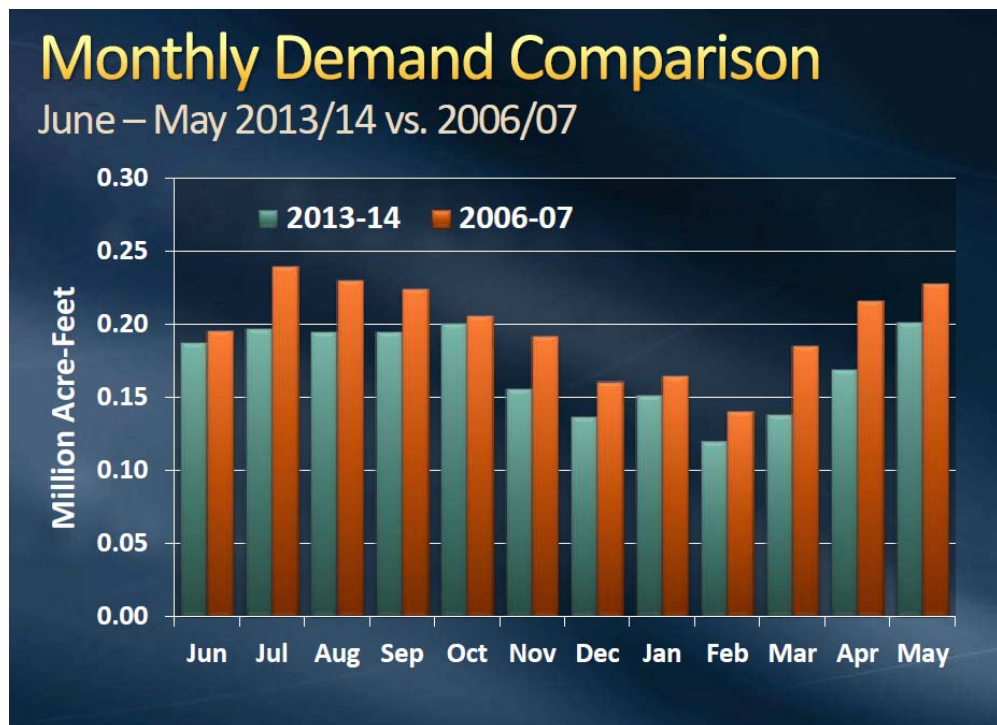
Managers' Meeting	<p>MWDOC held its Member Agency Managers' meeting in Fountain Valley on Thursday, June 19. In attendance were Howard Johnson (Brady); Andy Brunhart and Linda Homscheid (SCWD); Melissa Seifen (Anaheim); Shannon Reed and Beth Beeman (IRWD); Renee Fraser (Fraser Communications); Lisa Ohlund (EOCWD); Lenica Castner (Huntington Beach); Hector Ruiz (TCWD); Kelly Winsor (MNWD); Art Valenzuela (Tustin); Steve Conklin (YLWD); Joone Lopez (MNWD); Jim Leach (SMWD); Ross Lancaster and Jamil Panni (Ecova); Paul Shoenberger and Noelle Collins (Mesa); Matt Collings (MNWD); Mike Dunbar (EBSD); Bob Baehner, Jose Diaz and Taylor Abernathy (Orange); Dan Ferons (SMWD); Steffen Catron (Newport Beach); and Brian Ragland (Huntington Beach); Jeff Henderson (Fountain Valley); Ken Vecchiarelli (GSWC); Dave Rebensdorf (San Clemente); Paul Cook and Paul Weghorst (IRWD); John Kennedy (OCWD); and Karl Seckel; Harvey De La Torre; Darcy Burke; Jessica Ouwerkerk; Richard Bell; Keith Lyon; Lee Jacobi; Tiffany Baca; Melissa Baum Haley; Rachel Waite; and myself of staff.</p> <p>The agenda included the following:</p> <ol style="list-style-type: none"> 1. Fraser Communications presentation about the Focus Groups 2. Continuing Energy Improvement Opportunities (Ecova) 3. WEROC Survey of Agencies' Backup Generators and Fuel 4. Grand Jury Report 5. BDCP Update 6. MWDOC's MET Director Appointment 7. MET's new Chairman, Randy Record <p>The next meeting is scheduled for July 17.</p>
Senate Bob Huff's Water Forum	<p>At the Embassy Suites in Brea on June 6, I attended the Water Forum where President Larry Dick was Emcee. The agenda included presentations by Senator Huff; Rick Hansen, General Manager, Three Valleys MWD; Adan Ortega, Adan Ortega & Associates; and Ken Manning, Executive Director, San Gabriel Basin WQA.</p>
City of Orange	<p>Karl and I met with the City of Orange staff and the Mayor to provide a briefing on the Bay Delta Conservation Plan (BDCP). Subsequently, Director Larry Dick and Karl and I also attended the City's Council meeting where they provided a comment letter and adopted a resolution of support for the BDCP and alternative No. 4, the 9,000 cfs two tunnel alternative.</p>

MET ITEMS CRITICAL TO ORANGE COUNTY

MET's Water Supply Conditions

Metropolitan's water demands are steadily increasing this year. Staff is tracking 2.117 million acre-feet for 2014, this is in part due to 2013/14 being the 7th driest year on record (since 1878) at 6.1 inches of precipitation, and the 9th hottest year on record at an average temperature of 76.6 °F.

Although this year has been very hot and dry in southern California, the 2013-14 demands on MET compared to similar hydrologic conditions in 2006-07 show a much lower current water usage compared to 7 years earlier, likely the result of economic conditions and water use efficiency efforts.



Since last month's report, expected water supplies for MET remain unchanged for 2014. With a State Water Project "Table A" allocation at 5%, resulting in 103,000 AF and MWD's Colorado River basic apportionment along with supply program and exchanges resulting in 935,000 AF; MET's core supplies will total only 1.038 MAF. This will require MET to withdraw 1.079 MAF from its dry-year storage account to meet this year's estimated demand of 2.117 MAF.

MET's Water Supply Conditions (Continued)	<table border="1"> <thead> <tr> <th colspan="2" data-bbox="505 331 1101 390">Estimated 2014 Water Supply and Demand Balance</th></tr> <tr> <th data-bbox="505 331 1101 390">Water Balance</th><th data-bbox="1101 331 1425 390">Acre-Feet</th></tr> </thead> <tbody> <tr> <td data-bbox="505 390 1101 443">Total Supplies</td><td data-bbox="1101 390 1425 443">1,038,000</td></tr> <tr> <td data-bbox="505 443 1101 495">Estimated Demands</td><td data-bbox="1101 443 1425 495">2,117,000</td></tr> <tr> <td data-bbox="505 495 1101 548">Estimated Net Water Balance</td><td data-bbox="1101 495 1425 548">-1,079,000</td></tr> </tbody> </table> <p>Such a significant draw on storage this year has MET and member agency staffs preparing for implementation of MET's Water Supply Allocation Plan (WSAP) in mid- 2015, unless conditions improve. Therefore, in the coming month, MET staff plans to work with the member agencies on reviewing and modifying the WSAP. Based on these discussions, staff plans to present the WSAP to the Board for review and discussion in the fall.</p>	Estimated 2014 Water Supply and Demand Balance		Water Balance	Acre-Feet	Total Supplies	1,038,000	Estimated Demands	2,117,000	Estimated Net Water Balance	-1,079,000
Estimated 2014 Water Supply and Demand Balance											
Water Balance	Acre-Feet										
Total Supplies	1,038,000										
Estimated Demands	2,117,000										
Estimated Net Water Balance	-1,079,000										
MET's Finance and Rate Issues	<p>At last month's MET Finance and Insurance Committee, Chief Financial Officer, Gary Breaux, reported that MET's water deliveries through May were 320 TAF higher than budgeted and 213 TAF higher than the 5-year average. This resulted in water sales through May generating \$228.5 Million (M) higher than budgeted and \$190.6 M higher than last year.</p>										
Colorado River Issues	<p><u>Imperial Irrigation District (IID) on track to meet its Overrun Payback amount</u></p> <p>For the past two years, IID has used more water than was approved, and as a result was required to pay back 210 TAF to Lake Mead. Per the Inadvertent Overrun and Payback Policy, IID is required to implement extraordinary conservation measures to pay back the entire balance by the end of 2014, with a minimum payback of 62,000 AF in 2013. Last year, IID paid back a total of 93,057 AF, which was significantly over the minimum requirement. Based on these gains, IID is on track to meet the remaining 117,391 AF in 2014.</p> <p><u>Nevada and Arizona leave unused water in Lake Mead</u></p> <p>It has been reported that in 2013, Southern Nevada Water Authority (SNWA) left 1,137 AF and Central Arizona Project (CAP) left 20,674 AF of water in Lake Mead as a result of not using their full entitlement. Based on Lake Mead's current levels, Metropolitan joined SNWA and CAP to urge the U.S. Bureau of Reclamation not to reallocate any unused water to another state but instead leave the water in Lake Mead to improve storage levels.</p>										

Bay Delta/State Water Project Issues	<p><u>Bay Delta Conservation Plan</u></p> <p>California Department of Water Resource (DWR) Director, Mark Cowin, announced the establishment of a BDCP office to include a Delta Habitat Conservation and Conveyance Plan Design group, and Construction Enterprise team. The purpose, according to Director Cowin, is to ensure inter and intra-agency collaboration and coordination on BDCP activities.</p> <p>On May 30, the U.S. Department of the Interior and the California Natural Resources Agency released the "Draft Implementing Agreement for the Bay Delta Conservation Plan" for a 60-day public review and comment period. The purpose of the Implementing Agreement is to ensure that the provisions of the BDCP are successfully implemented in accordance with the take authorizations and applicable law; that the permits and the Incidental Take Statement are properly implemented; and there is a delineation of responsibilities among the entities responsible for the financing and/or implementation of the BDCP.</p> <p><u>Delta Stewardship Council</u></p> <p>The Delta Stewardship Council (Council) named Jessica Pearson as its new Executive Officer. She replaces Chris Knopp who resigned at the end of April. Ms. Pearson was the Council's legislative and policy advisor.</p> <p>The Council held two meetings at the end of May. At the first meeting, the Council reviewed reports by an independent review panel, the Independent Science Board, and the Council's consultant on their view of the BDCP and the Draft EIS/EIS. At the second meeting, the Council received updates on the Levee Investment Strategy and Interim Science Action Agenda.</p> <p><u>Delta Emergency Preparedness</u></p> <p>DWR is accepting comments on its interagency draft Delta Flood Emergency Management Plan. DWR has developed a scope to modify their Emergency Response efforts to better predict the time line to develop the emergency freshwater pathway and exports following a major natural disaster that could cause island failures. Studies were conducted to evaluate the stability of the levees along the freshwater pathway along Old and Middle Rivers in order to provide better technical basis for future levee stability analyses for the central and south Delta areas.</p>
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ENGINEERING & PLANNING

Baker Treatment Plant	MWDOC has been asked to help secure MET's concurrence on the quality of water being introduced into the South County Pipeline. Staff is awaiting a draft of an amendment from MET staff and legal counsel.
Poseidon Resources Ocean Desalination Project	<p>Karl participated in the kick-off meeting with OCWD's Financial Consultant, Clean Energy Capital. MWDOC is assisting in the efforts in developing information on MET's future water rates and in helping to evaluate the reliability benefits of the project. The work is scheduled to be completed in September.</p> <p>MWDOC, OCWD and Poseidon met to review and discuss continuing work related to the Huntington Beach Ocean Desalination Project including initiation of the Independent Scientific & Technical Advisory Panel (ISTAP) for the Coastal Commission, OCWD's consultant contract for a financial study of Poseidon's project, and potential distribution system issues.</p>
Service Connection OC-70	MWDOC and EOCWD have requested MET to proceed with installation of a transfer switch at service connection OC-70 to allow a trailer mounted generator to power the pumps at the service connection in the event of a power outage of the local power grid. MET has received the electrical equipment and will be proceeding with the installation.
MNWD Reliability Plan	Karl was invited by MNWD to participate with their consultant in reviewing work on their reliability plan. A draft of the plan is scheduled for July or August and will be helpful towards upcoming work on the Orange County Reliability Plan.
Orange County Reliability Study	Karl and Richard Bell have been working on the first draft of the Scope of Work for the Orange County Reliability Study 2015.
Air Quality Management District	To gather additional information on the emergency use of generators, Karl and Kelly Hubbard met with AQMD staff. A report will be provided to the PAL Committee following confirmation of the information collected.
Trout Unlimited	Karl and Richard met with George Sutherland from Trout Unlimited and Andy Brunhart from South Coast Water District to help bring Andy up to speed on the work involved with Trout Unlimited over the years. This information should be useful to South Coast Water District.

BDCP Documents	<p>Richard has been reviewing BDCP and other state planning documents including:</p> <ul style="list-style-type: none"> • Western Delta Intake Concept (discussed at the OC Summit) that uses Sherman Island as a forebay reservoir for a BDCP alternative by Robert Pyke. The alternative has a number of problems. • Recently released BDCP Science Program Report that concludes that “the science in this BDCP effort falls short of what the project requires.” • BDCP Implementation Agreement which includes the roles and responsibilities and the terms and conditions for the various aspects of the BDCP.
San Juan Basin Authority	<p>Richard attended the SJBA meeting where discussions were held on the EPA definition of the “Waters of the United States.” The SJBA is concerned about upcoming interpretations and how management of the basin might be impacted. SJBA has asked MWDOC to consider signing onto a letter to be submitted to the EPA. The meeting discussions also included the drawdown of the basin and the increase of the sampling program to look for indications of seawater intrusion by sampling for specific constituents. MWDOC has offered up its monitoring wells for the Doheny Project as potential sampling locations.</p>
SCWD	<p>Karl made a BDCP presentation to the South Coast WD Board.</p>
Groundwater Modeling and Management Plan	<p>Karl Seckel attended the kick-off meeting with SMWD and the SJBA Technical Advisory Committee with Todd Groundwater Consulting for the Peer Review of the groundwater modeling and the groundwater management plan. The work will take about 3 months to complete.</p>
Doheny Desal Pilot Plant	<p>Director Susan Hinman and Karl and Darcy met with Maurice Lyles from Senator Boxer's LA office at the Doheny Desal Pilot Plant site for a tour. Staff and directors from South Coast Water District and Laguna Beach County Water District participated.</p>
Energy Efficiency Opportunities	<p>Karl met with and talked to a number of firms involved with providing Energy Efficiency Opportunities for free to our member agencies. Based on discussions at our Managers' meetings, about five of our agencies expressed an interest in additional meetings. A number of our member agencies have already investigated and/or implemented energy efficiency projects through SCE or other vendors.</p>
OC-44 Water Billing	<p>Keith Lyon, Jeff Stalvey and Lee Jacobi met with Brian Ragland and Chris Davis from Huntington Beach and Phil Lauri, Andrew Hamilton and Kurt Lind from Mesa Water to discuss a process for MWDOC to bill for water deliveries through OC-44A/B to Mesa Water, Huntington Beach and OCWD. Currently, Mesa Water bills Huntington Beach for OC-44A/B deliveries. The new billing process will provide administrative efficiency benefits to Mesa Water and MWDOC and is planned to be implemented starting with July 2014 deliveries.</p>

OCWD Producers Meetings	<p>Agenda items included FY14/15 Water Purchases & Accumulated Overdraft; OCWD meetings with elected officials and other groups; GWRS Pipeline Inspection update; Seawater Intrusion Prevention policy; Long-term Facilities Plan update; On-line Streaming of OCWD Board meetings; Poseidon Resources update; and election of Producers Vice-Chair when Keith attended the June 9 OCWD Producers meeting. Brian Ragland from Huntington Beach was elected as Vice-Chair. OCWD is projecting that the June 30 Accumulated Overdraft will be about 342,000 AF and 390,000 AF if MET's CUP storage were extracted, which increases concerns about another dry winter and the possibility of OCWD needing to reduce the Basin Pumping Percentage (currently the BPP is 72%).</p>
<h2>EMERGENCY PREPAREDNESS</h2>	
General Activities	<p>Kelly Hubbard provided staffing support to the Orange County Water District (OCWA) Annual Golf Tournament. The tournament is an excellent opportunity to connect with member agencies and contractors for EOC volunteers.</p> <p>Protecting California's water infrastructure and water quality was the topic when Kelly provided a phone interview with Reporter, Chris Sedens of KNX Radio. The interview will be part of a series of topics and interviews on California's Water Supply and the drought. It will air in July sometime.</p> <p>Kelly attended the OCWA luncheon on the Freeway Complex Fire. The presentation's focus was on the legal outcomes of law suits filed against Yorba Linda Water District. The district was held liable for inverse condemnation of 12 homes and a settlement of approximately \$69 million was paid by insurance. The details of this decision are complex and have the potential to negatively impact water utilities for all future fires. LADWP is currently facing a similar lawsuit.</p>
Member Agency Coordination	<p>Louay Toma, WEROC Program Assistant, has been diligently working on making sure the WEROC member agencies participating in Alert OC are correctly set up for maps and users. Staff has been working with Blackboard Connect (software developer of Alert OC) for almost a year to develop greater functionality for the water/wastewater utilities. This process is mostly complete. In addition, two Alert OC trainings were hosted this month to refresh users on the system, as well as share lessons learned from MWDOC's use of the system for the La Habra earthquake.</p>

Coordination with the County of Orange	<p>At SMWD, Kelly attended the June Orange County Emergency Management Organization (OCOMO) meeting. The group continues to review the OC Operational Area Emergency Plan a chapter or two at each meeting. This process is to ensure participation and feedback from all OC agencies. Additionally, she met with Tony Gaetano (SMWD) and provided a presentation on the potable water trailers, their functionality, how they would be utilized as mutual aid, and a demonstration of SMWD's trailer.</p> <p>Kelly participated in the quarterly Ready OC & See Something Say Something (S4) Steering Committee Meeting. The committee meetings review the efforts of the Communications Consultant that the Anaheim/Santa Ana Urban Area Security Initiative (UASI) contracts for the Ready OC and S4 outreach campaigns. The group provides feedback and input on ongoing campaigns, as well as proposed campaigns. Next year's communication focus is to move both campaigns from an individual and family preparedness message, into a "Ready Together" message. The focus is to encourage community preparedness, participation and safety.</p> <p>As the representative from water utilities, Kelly attended the OC Drought Task Force. The task force recognizes that OC is not currently in a "response mode" for drought, but feels that a drought plan should be written now while the group can learn from those areas that are significantly impacted currently. This is a small group meeting that is mostly composed of county departments and is strictly for emergency planning purposes.</p>
Coordination with Outside Agencies	<p>Ongoing (last month's report as reference): Kelly was asked to join the California Office of Emergency Services Southern Region Drought Conference Calls as the Region 1 Mutual Aid Coordinator for the California Water and Wastewater Agency Response Network (CalWARN). This is a weekly conference call to provide an update to the Southern Region and the State Operations Center (SOC) on drought impacts, activities and needs.</p> <p>Kelly is the Operations Section Chief for the California Emergency Services Association (CESA) Annual Training and Conference. As the Operations Chief, she is responsible for all the educational content of the conference. In coordination with a team of volunteers, she has booked 3 pre-conference training sessions, 4 paid keynote speakers, and 25 breakout session speakers. Kelly will continue to oversee the volunteer team responsible for pulling together all the speaker materials and agreements for the conference program and will coordinate all the speakers for the September conference.</p>

Coordination with Outside Agencies (Continued)	<p>As the Region 1 Chair, Kelly participates in the monthly California Water/Wastewater Agency Response Network (Cal WARN) conference call. Cal WARN has been working on updating its website for many years now, and has finally implemented a new website. The Steering Committee is still working on cleaning up some functionality of the new website, but is very excited to push this new resource out to its member utilities. Additionally, the Steering Committee is working on a follow-up to its Fuel Planning session held this past Spring. The follow-up is likely to be a tabletop exercise utilizing the fuel plan at the Fall AWWA Conference in Reno, NV.</p> <p>Kelly hosted the June MET Exercise Design meeting at the WEROC North Emergency Operations Center (EOC) for a disaster exercise that will be coordinated between MET, the three MET cities, WEROC and its member agencies. The group was provided an overview of the WEROC EOC and how we utilize the facility and agreed on the exercise objectives with a focus on inter-agency communications, emergency public information, jurisdictional roles and responsibilities, and common operating picture. The exercise will more than likely be based on an El Nino event, which can be particularly damaging following drought conditions, and will likely be scheduled for early November. There will be monthly planning meetings with MET. Kelly will start a planning process with the WEROC member agencies once the exercise date is set.</p> <p>Kelly presented to the South Orange County Operations Managers meeting regarding WEROC, response coordination and future projects. The meeting provided a good opportunity for dialog on response coordination and protocols.</p>
WEROC Emergency Operations Center (EOC) Readiness	<p>Updated contact information is an ongoing dilemma for most emergency management programs. Many times, the emergency manager has the most current contact information for an agency's response partners, but has not yet printed new copies for the EOC or resource documents as it is time and resource intensive. This was the case following the La Habra Earthquake for the WEROC staff responding. Despite recent updates to the EOC resources, many contacts had recently changed. Louay and Kelly have spent several months researching products that may help resolve this issue. Five products, including add-on options for current systems being utilized by MWDOC, were researched and compared. Staff selected In Case of Crisis and was able to negotiate a 14 month contract that was funded with budget savings from FY 2013/2014. In Case of Crisis will allow for WEROC staff to maintain emergency contacts and emergency response plans from one location. Then each</p>

WEROC Emergency Operations Center (EOC) Readiness (Continued)	<p>MWDOC employee, WEROC volunteer and Member Agency representative can download a mobile application that allows for the appropriate plans and contacts to be automatically updated from WEROC. The information once updated lives on the phone and does not require an internet connection for access. It is an impressive platform that will be a huge resource to staff and member agencies. Once initiated, staff will provide a short demonstration and training for the Board.</p> <p>Ongoing: Louay Toma met with the County Emergency Management staff last month to continue to troubleshoot database problems with the county's reverse notification system, Alert OC. The database issues are minor, but do create potential hiccups in the delivery of messages to WEROC EOC staff. Louay has identified the issue in how the contacts were inputted and is continuing a significant effort to clean up the database to resolve this issue. WEROC has hundreds of contacts, so this will be an ongoing effort.</p> <p>Louay successfully participated in the scheduled OA Radio test this month. Louay and Kelly missed the scheduled MARS radio test due to a meeting conflict; however, they conducted a check-in at a later time to ensure the radio was in working order.</p>
<h2 style="text-align: center;">WATER USE EFFICIENCY</h2>	
California Sprinkler Adjustment Notification System	<p>On June 12, Joe Berg and Melissa Baum-Haley met with Carlos Ortega of Enterprise Information Systems, Kent Frame of the California Department of Water Resources, Kathy Ramos of Metropolitan, and Scott Summerfeld of East Bay Municipal Utility District to discuss the beta testing progress and next steps for the California Sprinkler Adjustment Notification System.</p>
JMP Statistics Mapping Training	<p>On June 17, Melissa participated in a JMP Statistics Mapping Overview Webinar. Methods learned will help in the implementation of in-house program evaluations.</p>
California Urban Water Conservation Council (CUWCC) Landscape Committee	<p>Melissa participated in multiple conference calls for the CUWCC Landscape Committee. The purpose of these conference calls was to discuss the tools and work plan for implementing the "landscape new norm," which is a holistic approach to landscape design and management to achieve water and resource savings.</p>

MET's Water Use Efficiency Meeting	<p>On June 19, Joe participated in Metropolitan's monthly Water Use Efficiency meeting. Approximately 45 member and sub-agency representatives participated. Agenda items included:</p> <ul style="list-style-type: none"> • Incentives for On-Site Recycled Conversions • Presentation: "In a Drought – Shut Your Tap" • SCE Water Leak Detection Pilot Program • Metropolitan Updates • Metropolitan Outreach Updates • Member Agency Roundtable <p>The next meeting is scheduled for July 17, 2014 at Metropolitan.</p>
United States Bureau of Reclamation Annual Grants Review	<p>On June 24, Joe, Melissa, Beth Fahl, and Sergio Ramirez met with Debra Whitney of Reclamation for MWDOC's annual water use efficiency grants review. Agenda topics included:</p> <ul style="list-style-type: none"> • Existing Bureau-Awarded Funding <ul style="list-style-type: none"> ○ Industrial Program (Agreement Nos. R08AP35242 and R09AP35267) ○ Hotel Program (Agreement No. R09AP35266) ○ Smart Timer Program (Agreement No. R11AP35297) ○ Water Efficient Site Certification Program (Agreement No. R12AP35354) ○ Spray-to-Drip Conversion Pilot Program (Agreement No. R12AP35344) ○ California Sprinkler Adjustment Subscription System (Agreement No. R12AP35341) ○ CII Performance-Based Water Use Efficiency Program (Agreement No. R13AP35362) • Newly-Awarded Bureau Funding <ul style="list-style-type: none"> ○ Water Conservation Field Services Program • Program Evaluations • Large Commercial Landscape Conversion Site Visit – Lake View Village
EPA WaterSense	<p>On June 24, Melissa met with Karen Fligger of the U.S. Environmental Protection Agency (EPA) WaterSense program and Cena Swisher of ERG, a consultant for the EPA WaterSense Program, to discuss a case study MWDOC is submitting to the EPA on the OC Garden Friendly and Smart Timer Rebate Programs.</p>
Moulton Niguel Water District Meeting	<p>On June 26, Joe and Beth met with Gregg Hooper, Matt Collings, and other Moulton Niguel Water District staff to complete a discussion on the rebate programs and the opportunities for enhancing the current incentive levels.</p>

MET's Project Advisory Committee	On June 25, Melissa and staff from Los Angeles Department of Water and Power, San Diego County Water Authority, Eastern Municipal Water District, and the City of San Clemente, participated in Metropolitan's Project Advisory Committee (PAC). The purpose of the PAC is to develop refinements to MET's water use efficiency programs. Refinements discussed included establishment of a drip irrigation rebate, re-establishment of pre-rinse spray valve rebates, and technical assistance for commercial and industrial customers.
Orange County Garden Friendly Steering Committee Meeting	On July 1, Melissa and Jessica Ouwerkerk represented MWDOC at the Orange County Garden Friendly Steering Committee. The focus of the meeting was to recap the three pilot events held this spring and to determine the direction the group should take for the coming year.
PUBLIC/GOVERNMENT AFFAIRS	
Member Agency Relations	<p>Renee Fraser presented the key findings of MWDOC's focus group sessions at the June 19 Member Agency Managers' meeting. Darcy and Jessica participated in the meeting.</p> <p>Darcy has been working with Albert Mendez of Metropolitan on President Larry Dick's upcoming Ag Trip.</p> <p>Dee Zinke and Renee Fraser presented the findings of Metropolitan's focus groups and provided an overview of their drought outreach campaign at the July 2 MWDOC Board Workshop with the MET Directors. Jessica attended the meeting.</p> <p>Darcy participated in Metropolitan's PIO Webinar regarding the creative materials developed for the drought outreach campaign.</p> <p>Jessica provided water use efficiency literature/marketing materials to Garden Grove and San Clemente.</p> <p>SMWD's current communication projects and issues in their service area were discussed when Darcy and Jessica met with Jim Leach of Santa Margarita Water District. One issue that came up was pinhole leaks.</p> <p>Darcy developed a presentation for Brian Jones of La Habra regarding the drought.</p>

Member Agency Relations (Continued)	<p>Brea's current outreach activities and how MWDOC can support those efforts was discussed when Jessica and Tiffany met with Chris Reimer, PIO for the City of Brea. A few items arose pertaining to the Value of Water Communication Plan and water use efficiency marketing; staff will follow up on these items.</p> <p>Jessica hosted a Public Affairs Workgroup workshop on Media and Spokesperson Training for the member agency public information officers. Staff of 12 MWDOC member agencies as well as Tiffany, Melissa, and Sarah participated in the training</p> <p>The future of the OC Water Hero Program was discussed when Darcy, Jessica and Tiffany met with OCWD staff. Both agencies agreed to move forward with development of a smart phone app to engage students in an ongoing basis. Subsequently, Jessica, Tiffany, and OCWD staff met with MWDOC's website developer, Immersiv Media, to discuss development of the app. Tiffany and Crystal Nichols of OCWD are taking the lead on overseeing development of the app.</p> <p>Tiffany gave an overview of the Water Hero app to the A&F Committee, July 9.</p>
Community Relations	<p>Tiffany, Jessica, Vivian, and Sarah implemented MWDOC's social media activities through Facebook, Twitter, and Pinterest during this period.</p> <p>Tiffany created the monthly collage/image used for the cover of eCurrents, Facebook, and the website homepage and she updated several MWDOC website pages with current information.</p> <p>Tiffany created a webpage for Senator Bob Huff's Water Forum, and posted presentations from the event and also updated the drought infographic with current information and posted to the Drought Response page on MWDOC's website.</p> <p>Tiffany and Melissa have updated the Water Supply Conditions Handout.</p> <p>Tiffany is working on a combined WEROC/Water Trailers briefing paper.</p> <p>Tiffany is working on a MET storage levels visual for Karl.</p>

Community Relations (Continued)	<p>The July 30 Water Policy Forum & Dinner featuring guest speaker, MET Chairman Randy Record, is just a few weeks away. Jessica developed and distributed multiple email invitations. Tiffany created and distributed customized invitations to legislative staffers and organizations that have purchased reserved tables at previous dinners. To date, approximately 200 guests have registered for the event, including 9 reserved tables. Darcy is developing resolutions for retiring MET Directors, Aaron Grunfeld and Jim Edwards. Both gentlemen will be recognized at the dinner. Tiffany is coordinating all guest and reserved table needs and requests. Tiffany, Sarah, and Vivian are working on print materials for the reception and main ballroom.</p> <p>Jessica and Sarah developed a survey to solicit feedback from parents whose students were recognized at the annual Awards Ceremony recognizing the winners of the 2014 Poster & Slogan Contest and Photography & Digital Arts Contest. The survey was intended to gauge the value of the Awards Ceremony as an add-on to the Contest. Results show that parents feel the Ceremony provides great value and is a beneficial addition to the Contest.</p> <p>Jessica and Sarah selected winning artwork from MWDOC's annual Poster Contest to be submitted to Metropolitan's annual Poster Contest. The winning entries will be featured in a travelling art exhibit next year. MWDOC will have an opportunity to host the exhibit in 2015.</p> <p>Jessica and Melissa Baum-Haley are working on the July issue of eCurrents, which will focus on Smart Irrigation Month. Articles will feature MWDOC's landscape water use efficiency programs and offerings.</p> <p>Jessica is coordinating the July 31 ISDOC Quarterly Luncheon featuring guest speaker, Neal Kelley, Orange County Registrar of Voters. Coordination activities include developing/distributing event invitations, assisting with registrations and invoices, speaker coordination, and other event logistics.</p> <p>Jessica participated in the ISDOC Executive Committee meeting on July 2. One item that came up is the upcoming ISDOC Officer elections. Over the course of the next few months, Jessica will work with the Executive Committee to announce the election, call for candidates, and conduct the vote.</p> <p>Jessica and Tiffany participated in an Alert OC training on June 24.</p>
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Community Relations (Continued)	<p>MWDOC was invited to write an article on water for OC Lawyer Magazine. Darcy took the lead on writing the article; Jessica assisted with editing and coordination with the magazine.</p> <p>Jessica made several updates to MWDOC's Open Government site, including posting the updated Ethics training certificates and the revised employee salary schedule.</p> <p>Sarah, Vivian, and Denise staffed a MWDOC booth at the Fountain Valley Summerfest event June 27 and 29. MWDOC shared the booth with OCWD and OCSD over the course of the three-day event. MWDOC staff interacted with 600 Summerfest guests. Popular topics included the drought, rebates (primarily Turf Removal), and water saving recommendations in and around the home for both children and adults.</p>
Education	<p>During the month of June, 2,876 students participated in the Traditional Assembly Program; no students participated in the Keypad Program or the Water Quality Program.</p> <p>During the 2013-14 school year, a grand total of 73,388 students participated in the Traditional Assembly Program; 4,912 students participated in the Keypad Program; 367 students participated in the Water Quality Program. Participation is expected to increase slightly in 2014-15.</p> <p>The Ricki Raindrop booklets are currently being printed for the 2014-15 school year. The booklets will be distributed to all participants in the K-4 assemblies. 5th grade students will receive a booklet produced by the OC Stormwater Program that focuses on watersheds and water quality. Over the course of the next year, MWDOC will look to create the Ricki Raindrop booklets in a digital format.</p> <p>Jessica met with Toby Gant of Discovery Science Center to discuss how the School Program instructors can help promote the Poster & Slogan Contest during the upcoming school year. DSC instructors will distribute Contest flyers to the teachers whose students participate in an assembly. The Contest will be considered a follow-up project to the Assembly Program.</p>
Media Relations	<p>In a recent episode of <i>SoCal Insider with Rick Reiff</i>, Director Brett Barbre was interviewed by Dave Nazar of PBS SoCal on the new chromium 6 maximum contaminant levels. The story was subsequently picked up by OC Weekly.</p>

Special Projects	<p>Darcy is reviewing the Orange County Grand Jury Report and drafting MWDOC's response.</p> <p>Jessica submitted an application for an award for MWDOC's Open Government site through ACC-OC's "Golden Hub of Innovation" awards program. The application was submitted under the Technology/eGovernment category. While MWDOC's application was not selected as a winner, the OC Taxpayers Association subsequently asked MWDOC if they can submit our project/application for a similar award they give out.</p> <p>Jessica met with the Public Affairs and Water Use Efficiency Interns to review and discuss their internship goals.</p> <p>The Summit survey and ideas for next year were discussed when Darcy met with Director Jeff Thomas.</p> <p>Darcy met with Eastern Municipal Water District staff about developing a Recycled Water Operator Certification Program.</p> <p>In Sacramento, Darcy attended and facilitated a strategic planning session for the California Nevada Section, American Water Works Association Certification Board and Executive Committee. The meeting focused on the development of new certification programs including Sampling, Recycled Water and Water Treatment Certificate Endorsements.</p> <p>Darcy has been meeting with staff regarding performance evaluations.</p> <p>Darcy worked with Harvey and Rob to outline an orientation plan for Heather Baez, the Government Affairs Manager.</p> <p>Darcy has developed a new presentation for new-hire orientation.</p>
Water-Use Efficiency Marketing	<p>Jessica is working with a graphic designer to develop bill inserts promoting the outdoor/landscape-related rebates and the Home Certification Program. Once the design is finalized, Jessica will secure print orders from the member agencies; some agencies will also distribute the bill insert electronically to their e-bill customers.</p> <p>Jessica is working with MWDOC's website developer to create a new Water Use Efficiency microsite that would serve as a user-friendly portal for all water use efficiency rebate programs and resources. The microsite design, layout, and navigation are currently being developed.</p>

Water-Use Efficiency Marketing (Continued)	<p>Jessica created a customized Spray-to-Drip advertisement for the City of Huntington Beach.</p> <p>Jessica conducted a trial effort using social media marketing. Over the course of four weeks, one “boosted” post was distributed each week via Facebook at a cost of \$75 per boosted post. The boosted posts promoted smart timers, rotating nozzles, turf removal, and the Home Certification Program. Each boosted post reached between 8,000 and 13,000 Orange County residents within MWDOC’s service area. The average cost per person reached was less than half a cent, making social media marketing one of the most cost effective channels. The boosted posts resulted in hundreds of likes, shares, and click-throughs. Over the course of the next month, staff will track changes to the number of rebate applications received.</p> <p>Jessica is developing a number of marketing efforts for Smart Irrigation Month (July). The July issue of eCurrents will focus on landscape water use efficiency. A series of three front page notes will go out to OC Register subscribers on July 12, 19, and 26. The ads will promote smart timers, turf removal, and the Home Certification Program. During the month of July, online OC Register readers will see digital advertisements at the top of the page. A targeted email marketing campaign is also planned for distribution to previous rebate program participants.</p> <p>The future of the pilot OC Garden Friendly Program was discussed when Jessica and Melissa met with staff of the Orange County Stormwater Program. All organizations involved in the pilot effort are interested in moving forward with the program. Several MWDOC member agencies are interested in having OC Garden Friendly events at home and garden centers in their service area.</p>
Legislative Affairs	<p>Darcy and Townsend Public Affairs continue to have their bi-weekly meetings.</p>

INFORMATION CALENDAR

**MWDOC GENERAL INFORMATION
ITEMS**

MWDOC BOARD OF DIRECTORS

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