

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

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

MWDOC DIRECTORS

Brett R. Barbre
Larry Dick
Joan Finnegan
Wayne Osborne
Sat Tamaribuchi
Jeffery M. Thomas
Megan Yoo Schneider (via teleconf.)
Joan Finnegan (absent)

STAFF

Robert Hunter, General Manager
Karl Seckel, Assistant General Manager
Joe Byrne, Legal Counsel
Pat Meszaros, Executive Assistant
Harvey De La Torre, Associate General Manager
Joe Berg, Director of Water Use Efficiency
Jonathan Volzke, Public Affairs Manager
Kevin Hostert, Water Resources Analyst
Andrew Kanzler, Water Use Efficiency Coordinator

ALSO PRESENT

Larry McKenney
William Kahn
Jim Leach
Dennis Erdman
Andy Brunhart
Gary Melton
Marc Marcantonio
Richard Eglash
Kelly Rowe

MWDOC MET Director
El Toro Water District
Santa Margarita Water District
South Coast Water District
South Coast Water District
Yorba Linda Water District
Yorba Linda Water District
Brady & Associates
Water Resources Consultant

TELECONFERENCE SITE

Director Yoo Schneider attended the meeting via telephone from Cabo San Lucas, Mexico. All agenda requirements pursuant to the Ralph M. Brown Act were complied with.

EMPLOYEE SERVICE AWARD

President Osborne presented an award to Joe Berg (Director of Water Use Efficiency) for 25 years of service to the District.

PUBLIC PARTICIPATION/PUBLIC COMMENT

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

No comments were received.

ITEMS RECEIVED TOO LATE TO BE AGENDIZED

No items were received.

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

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

No items were presented.

CONSENT CALENDAR

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

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

MINUTES

The following minutes were approved.

- October 5, 2016 Workshop Board Meeting (revised)
- November 2, 2016 Workshop Board Meeting
- November 16, 2016 Regular Board Meeting

COMMITTEE MEETING REPORTS

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

- Planning & Operations Committee Meeting: November 14, 2016
- Administration & Finance Committee Meeting: November 9, 2016
- Public Affairs & Legislation Committee Meeting: November 21, 2016
- Executive Committee Meeting: November 17, 2016

TREASURER'S REPORTS

The following items were ratified and approved as presented.

- MWDOC Revenue/Cash Receipt Register as of November 30, 2016
- MWDOC Disbursement Registers (November/December)

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 October 31, 2016

PARS Monthly Statement (OPEB Trust)

Water Use Efficiency Projects Cash Flow

FINANCIAL REPORT

The following item was received and filed as presented.

Combined Financial Statements and Budget Comparative for the period ending October 31, 2016

RATIFY RESOLUTION ACKNOWLEDGING DAWN CHIN ON THE OCCASION OF HER RETIREMENT FROM THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

The Board ratified the Resolution presented to Dawn Chin on the occasion of her retirement from the Metropolitan Water District of Southern California.

TRAVEL TO WASHINGTON, DC TO COVER FEDERAL INITIATIVES

The Board received and filed the report.

TRAVEL TO SACRAMENTO TO COVER STATE INITIATIVES

The Board received and filed the report.

AWARD CONTRACT FOR DESALINATION SLANT WELL DECOMMISSIONING PROJECT

The Board approved entering into the following agreements for removal of the desalination test well at Doheny Beach: (1) awarded Jensen Drilling Company "MWDOC Desalination Slant Well Decommissioning Project" construction contract in the amount of \$297,777.00, contingent upon receiving concurrence from the Doheny Participants in moving forward with the Project; (2) authorized a one-time donation to California State Parks as an in-lieu payment for the cost of site restoration in the amount of \$45,000; and (3) authorized the General Manager to enter into an agreement with Michael Baker International to lease the Mobile Test Facility. The work is being funded from the 2008 Doheny Desal Project funds, plus additional funds that will be requested from the Participants.

END CONSENT CALENDAR

ACTION CALENDAR

SELECTION OF A FIRM FOR COUNTY ADVOCACY SERVICES

Upon MOTION by Director Barbre, seconded by Director Thomas, and carried (6-0), the Board authorized the General Manager to enter into a professional services contract with Lewis Consulting Group to provide county advocacy services, by the following roll call vote:

AYES: Directors Barbre, Dick, Yoo Schneider, Tamaribuchi, Osborne & Thomas
NOES: None
ABSENT: Director Finnegan.
ABSTAIN: None

EXTENSION OF STATE LEGISLATIVE ADVOCACY CONTRACT WITH BEST, BEST & KRIEGER

Upon MOTION by Director Thomas, seconded by Director Barbre, and carried (6-0), the Board extended the state advocacy contract with Best, Best & Krieger, by the following roll call vote:

AYES: Directors Barbre, Dick, Yoo Schneider, Tamaribuchi, Osborne & Thomas
NOES: None
ABSENT: Director Finnegan.
ABSTAIN: None

EXTENSION OF FEDERAL LEGISLATIVE ADVOCACY CONTRACT WITH JAMES C. BARKER, P.C.

Upon MOTION by Director Barbre, seconded by Director Thomas, and carried (6-0), the Board extended the federal advocacy contract with James C. Barker, P.C. for 2017 by the following roll call vote:

AYES: Directors Barbre, Dick, Yoo Schneider, Tamaribuchi, Osborne & Thomas
NOES: None
ABSENT: Director Finnegan.
ABSTAIN: None

AUTHORIZATION TO CONTRACT FOR WEBSITE REDESIGN

Upon MOTION by Director Barbre, seconded by Director Thomas, and carried (6-0), the Board authorized entering into a contract with LA Design Studios to redesign the Municipal Water District of Orange County (MWDOC) website at a base cost of \$42,600 with a contingency of \$7,400 to allow for enhanced/special features (i.e. photography, animation, fillable forms) if such features are deemed necessary and appropriate. Said item was approved by the following roll call vote:

AYES: Directors Barbre, Dick, Yoo Schneider, Tamaribuchi, Osborne & Thomas
NOES: None
ABSENT: Director Finnegan.
ABSTAIN: None

MWDOC LEGISLATIVE POLICY PRINCIPLES ANNUAL UPDATE

The Board opted to defer this item to January.

INFORMATION CALENDAR**GENERAL MANAGER'S REPORT, DECEMBER 2016**

General Manager Hunter advised that the General Manager's report was included in the Board packet. He also announced that the Elected Officials' Forum is scheduled for 6:00 pm on January 5, 2017 and the Water Policy Dinner will be held at the Great Wolf Lodge in Garden Grove with Jeff Kightlinger as the featured speaker.

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 Dick reported that he attended a meeting with Randy Record, the Executive (November and December), Administration & Finance, Planning & Operations, and Public Affairs & Legislation (November and December) Committee meetings, the MWDOC Board and Board Workshop meetings, the ISDOC Executive Committee meeting, two Urban Water Institute planning meetings, the Orange County Business Council meeting, the Orange County Taxpayers Association meeting, the MWDOC MET Directors meeting, the MET Caucus, the MET Committee and Board meetings, a Poseidon meeting and the WACO meeting.

Director Thomas reported on attending the Board meeting, Planning & Operations, Administration & Finance, and Executive Committee meetings, OCBC event, Mayor's changeover in Tustin; Poseidon Resources on desalination issues, the WACO meeting, and the OC Water Summit planning meetings (11/28 and 12/12).

Director Barbre reported that he attended the following meetings in his capacity as MET Director: MET Committee Day; Al Mendez of MET (also with Tiffany Baca) regarding a February Infrastructure tour; MET/MWDOC Director Caucus; MET Caucus; MET/Palo Verde Joint Dinner at CRWUA conference.; Patrick Scanlon of Golden State Water Company; and the AB 1234 Ethics Training. For MWDOC, he attended the Buena Park City Council; traveled to San Francisco and testified before the Public Utilities Commission in support of the reliability project for SDG&E; P&O; Joint Board; PAL and Executive committee meetings; and the CRWUA Conference. In DC, met with Jessica Roxburgh, Office of Congressman Dana Rohrabacher; Chris Tudor, Office of Congressman Tom McClintock; Sam Oh and Alexander Lee, Office of Congresswoman Mimi Walters; Kiel Weaver & Bryson Wong, Subcommittee on Water, Power & Oceans; Chuck Podolak, Office of Senator Jeff Flake; Shaun Parkin, Senate Committee on Rules and Administration; Nicholas Wyatt, Senate Committee on Finance; John Watts, Office of

Senator Dianne Feinstein; Kyle Lombardi, Office of Majority Leader Congressman Kevin McCarthy; Ian Foley, Office of Congressman Ken Calvert; and Jim Barker and Brad Hiltcher on MWDOC/MET Coordination.

Director Tamaribuchi attended all scheduled MWDOC board and committee meetings in December, the WACO meeting, ACWA Fall Conference, OCBC Infrastructure meeting, pre-Environmental Leaders meeting, and the Environmental Leaders meeting on December 8. Director Tamaribuchi stated that slow progress is being made with the environmental leaders and that we all have a better understanding of the complexities of the Delta. He reiterated that we need to get on with the tunnel project, both from a water supply perspective and the Delta ecosystem.

Director Yoo Schneider reported that she attended the ACWA Fall Conference, board and committee meetings, WACO, and is scheduling meetings with some of our member agencies.

President Osborne reported that he attended the Workshop and Regular Board meetings, the Planning & Operations Committee, Administration & Finance, Public Affairs & Legislation, and Executive Committee meetings, the OC Water Summit Ad Hoc Committee meetings (11/28 and 12/12), the WACO meeting (12/9); and Ethics Training on 12-19.

CLOSED SESSION

At 9:06 a.m., Legal Counsel Byrne announced that the Board would adjourn to closed session pursuant to Government Code Section 54956.9(D)(4) (one case)

RECONVENE

The Board reconvened at 9:33 a.m., and Legal Counsel Byrne announced that, by unanimous vote (6-0), the Board voted to file an amicus brief in support of the Defendants in Williams et al., v. Moulton Nigel Water District et al. (G053002) by the flowing vote. Directors Barbre, Dick, Osborne, Tamaribuchi, Thomas, and Yoo Schneider all voted in favor. Director Finnegan was absent.

ADJOURNMENT

There being no further business to come before the Board, President Osborne adjourned the meeting at 9:34 a.m.

Respectfully submitted,

Maribeth Goldsby, Secretary