

**MINUTES OF THE REGULAR MEETING
OF THE BOARD OF DIRECTORS
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY
February 21, 2018**

At 8:30 a.m., President Barbre 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 Wayne Osborne led the Pledge of Allegiance and Secretary Goldsby called the roll.

MWDOC DIRECTORS

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

STAFF

Robert Hunter, General Manager
Karl Seckel, Assistant General Manager
Alisha Winterswyk, Legal Counsel
Maribeth Goldsby, Board Secretary
Harvey De La Torre, Associate General Manager
Melissa Baum-Haley, Sr. Water Resources Analyst
Damon Micalizzi, Director of Public Affairs
Joe Berg, Director of Water Use Efficiency
Heather Baez, Governmental Affairs Manager

ALSO PRESENT

Jose Vergara
Doug Reinhart
Brian Ragland
Michael Perea
Al Nederhood

El Toro Water District
Irvine Ranch Water District
City of Huntington Beach
Trabuco Canyon Water District
Yorba Linda Water District

TELECONFERENCE SITE

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

PUBLIC PARTICIPATION/PUBLIC COMMENT

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

No items were distributed.

EMPLOYEE SERVICE AWARDS

President Barbre provided a service award to Harvey De La Torre for ten-years of service to the District.

CONSENT CALENDAR

President Barbre stated all matters under the Consent Calendar would be approved by one MOTION unless a Director wished to consider an item separately. Mr. Barbre confirmed that because Director Yoo Schneider was teleconferencing into the meeting, all voting would be done via roll call.

President Barbre pulled Item No. 6 from the Consent Calendar (Grant Tracking and Acquisition Services) and recommended this item be referred back to the Administration & Finance Committee for further discussion.

Upon MOTION by Director Thomas, seconded by Director Finnegan, and carried (7-0), the Board referred Item No. 6 (Grant Tracking and Acquisition Services) back to the Administration and Finance Committee for further discussion, and approved the balance of Consent Calendar items as follows. Directors Barbre, Dick, Finnegan, Osborne, Yoo Schneider, Thomas, and Tamaribuchi all voted in favor.

MINUTES

The following minutes were approved.

- January 3, 2018 Workshop Board Meeting
- January 17, 2018 Regular Board Meeting

COMMITTEE MEETING REPORTS

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

- Planning & Operations Committee Meeting: January 2, 2018
- Administration & Finance Committee Meeting: January 10, 2018
- Public Affairs & Legislation Committee Meeting: January 15, 2018
- Executive Committee Meeting: January 18, 2018
- MWDOC/OCWD Joint Planning Committee Meeting: January 24, 2018

TREASURER'S REPORTS

The following items were ratified and approved as presented.

- MWDOC Revenue/Cash Receipt Register as of January 31, 2018
- MWDOC Disbursement Registers (January/February)

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 December 31, 2017

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 December 31, 2017

Quarterly Budget Report

2017-18 CONSUMER CONFIDENCE REPORTS

The Board approved entering into a contract with Stetson Engineers for preparation of the Consumer Confidence Reports (CCR) for 2017-18.

TECHNICAL ASSISTANCE FOR THE DEVELOPMENT OF A WATER LOSS CONTROL SHARED SERVICES BUSINESS PLAN

The Board authorized the General Manager to enter into a Professional Services Agreement with Water Systems Optimization, Inc. to develop a Water Loss Control Shared Services Business Plan.

ORANGE COUNTY RELIABILITY STUDY UPDATE BUDGET AUGMENTATION TO CDM SMITH

The Board approved a budget augmentation to CDM Smith in the amount of \$36,372 to complete the Water Reliability Study 2018 Update. The Board also included an additional contingency amount in the amount of \$8,000 for additional time, if required, for workshops, additional model runs, or meetings with agencies or groups of agencies beyond what was estimated.

TRAVEL TO WASHINGTON, DC TO COVER FEDERAL ADVOCACY INITIATIVES

The Board received and filed the report.

TRAVEL TO SACRAMENTO TO COVER STATE INITIATIVES

The Board received and filed the report.

END CONSENT CALENDAR

ACTION CALENDAR

PARS POST-EMPLOYMENT BENEFITS TRUST PROGRAM

Upon MOTION by Director Thomas, seconded by Director Osborne, and carried (7-0), the Board adopted RESOLUTION NO. 2063 authorizing participation in the PARS Post-Employment Benefits Trust Program to be administered by Public Agency Retirement Services (PARS) and U.S. Bank, appointing the General Manager as the District’s Plan Administrator, and authorizing the General Manager to execute the documents to implement the Program by the following roll call vote:

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

ADOPT LEGISLATIVE POSITIONS

- a. AB 1876 (Frazier) - Sacramento-San Joaquin Delta: Delta Stewardship Council
- b. AB 2050 (Caballero) - Small System Water Authority Act of 2018
- c. SB 998 (Dodd) - Water Shutoffs: Urban and Community Water Systems

Upon MOTION by Director Tamaribuchi, seconded by Director Thomas, and carried (7-0), the Board adopted an oppose position on AB 1876 (Frazier) and authorized joining the Metropolitan Water District of Southern California’s (MET) coalition letter in opposition; and adopted a support position on AB 2050 (Caballero), by the following roll call vote:

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

Upon MOTION by Director Tamaribuchi, seconded by Director Thomas, and carried (6-1), the Board adopted oppose unless amended position on SB 998 (Dodd) by the following roll call vote:

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

BOARD RESOLUTIONS HONORING CONGRESSMAN ED ROYCE AND CONGRESSMAN DARRELL ISSA

Upon MOTION by Director Dick, seconded by Director Finnegan, and carried (7-0), the Board adopted RESOLUTION NO. 2064 recognizing Congressman Ed Royce and RESOLUTION NO. 2065 recognizing Congressman Darrell Issa for their service and directed staff to prepare the RESOLUTIONS for presentation at the upcoming Washington, DC luncheon. Said

RESOLUTIONS were adopted by the following roll call vote:

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

ACWA DC CONFERENCE – FEBRUARY 27-MARCH 1, 2018

Upon MOTION by Director Dick, seconded by Director Finnegan, and carried (7-0), the Board approved an additional attendee (staff) to the ACWA DC Conference by the following roll call vote:

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

INFORMATION CALENDAR

GENERAL MANAGER'S REPORT, FEBRUARY 2018

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

General Manager Hunter highlighted the Elected Officials Forum to be held April 5, 2018 at 6:00 pm, and the Water Policy dinner scheduled for April 19, 2018. President Barbre asked that former MET Director Bob Wunderlich be honored for his service to MET at the Water Policy dinner.

The Board received and filed the report as presented.

MWDOC GENERAL INFORMATION ITEMS

a. 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 on attending the following meetings: MWDOC Planning & Operations, Administration & Finance, Public Affairs & Legislation, MWDOC/OCWD Joint Planning, and Executive Committee meetings, the Workshop and Special Board meetings, the WACO and WACO Planning Committee meetings, the Urban Water Institute planning meetings and conference, the ISDOC Executive Committee meeting, the Association of California Cities breakfast event, a meeting with Ken Khachigian and Scott Slater re Cadiz, the Garden Grove Chamber of Commerce Legislative Committee, the MET planning meeting/luncheon, the MET

Executive Committee meeting, and the second Monday/Tuesday MET Board and Committee meetings.

Director Osborne advised that he attended the Planning & Operations, Administration & Finance, Public Affairs & Legislation, MWDOC/OCWD Joint Planning, and Executive Committee meetings, as well as the Workshop, Regular, and Special Board meetings.

Director Finnegan noted her attendance at the Planning & Operations, Administration & Finance, Public Affairs & Legislation, MWDOC/OCWD Joint Planning, and Executive Committee meetings, as well as the Workshop, Regular and Special Board meetings, the WACO Planning Committee meeting, and the ISDOC Executive Committee meeting. Director Finnegan reported that she would be attending an Ethics Training on February 26, 2018.

Director Tamaribuchi stated that he attended all of the regularly scheduled MWDOC Board and Committee meetings except the Planning & Operations Committee (Administration & Finance, Public Affairs & Legislation, and Executive Committee meetings, as well as the Workshop, Special, and Regular Board meetings), a MET operations briefing with Director Yoo Schneider and Brent Yamasaki, the WACO meeting, two meetings regarding the Delta Restoration and WaterFix, the Urban Water Institute Conference, and a meeting with representatives from the City of Newport Beach and Karl Seckel.

Director Thomas advised that he attended the Planning & Operations, Administration & Finance, Public Affairs & Legislation, and MWDOC/OCWD Joint Planning Committee meetings, as well as the Workshop, Special and Regular Board meetings, the MET meetings, the OC Water Summit planning meetings (2), a Colorado River Aqueduct inspection trip, and the ISDOC luncheon. Director Thomas reported he would be attending an Ethics Training on February 26, 2018.

Director Barbre reported on attending the following meetings in his capacity as a MET Director: audit firm interviews, the MWDOC/MET Director strategy luncheon, the MET fourth Tuesday Committee day, the ISDOC luncheon, the Colorado River Aqueduct inspection trip, the WACO meeting, a meeting with Gary Breaux re finance issues, the MWDOC/MET Directors caucus, the MET Caucus (Inland Empire), the MET Board and Committee meetings, a meeting regarding the MET inspection trip follow-up meeting with CSUF professors, a meeting with Al Mendez regarding inspection trip planning, a meeting with La Habra Councilman Tim Shaw regarding water issues, and the Brea City Council meeting. In his capacity as MWDOC Director, Director Barbre reported on attending the following meetings: the Planning & Operations, Administration & Finance, Public Affairs & Legislation, MWDOC/OCWD Joint Planning, and Executive Committee meetings, the Workshop, Special, and Regular Board meetings, the joint meeting with MWDOC, OCWD, and YLWD, the OC Water Summit planning meetings, and a meeting with Senator John Moorlach.

Director Yoo Schneider stated she attended the following meetings: Planning & Operations, Administration & Finance, Executive, and MWDOC/OCWD Joint Planning Committee meetings, the Workshop and Special Board meetings, a meeting with representatives from OCWD, a meeting with MWDOC staff, the Santa Margarita Water District strategic planning meeting, the OC Water Summit planning meetings, a MET operations briefing with Director Tamaribuchi and Brent Yamasaki, a meeting with Trabuco Canyon Water District, the South Orange County Watershed Management Area Executive and Funding meetings, the Association of California Cities – Orange County California WaterFix presentation, the Urban Water Institute conference, the CWA P3F conference (as a speaker), the San Juan Basin Authority meeting, meetings with

MET Directors Linda Ackerman and Larry McKenney, and representatives from the Santa Margarita Water District.

B. REQUESTS FOR FUTURE AGENDA TOPICS

No new items were requested.

ADJOURNMENT

There being no further business to come before the Board, President Barbre adjourned the meeting at 8:47 a.m.

Respectfully submitted,

Maribeth Goldsby, Secretary