

**MINUTES OF THE FORMAL BOARD OF DIRECTORS' MEETING  
MARCH 22, 2018**

**ADMINISTRATIVE AND FINANCE COMMITTEE**

**CALL TO ORDER / ROLL CALL**

Chair Saxod called the Administrative and Finance Committee meeting to order at 9:05 a.m. Committee members present were Chair Saxod, Vice Chair Wilson\*, and Directors Ayala, Cherashore, Gallo, Guerin, Hedberg, Heinrichs\*, Murtland, and Watkins. Committee members absent were Vice Chair Arant and Directors Croucher, Hall, and Simpson. Also present were Directors Barnum, Bebee, Bienes, Boyle, Butkiewicz, Cate, Evans, Fong-Sakai, Hilliker, Hogan, Katz, Kennedy, Lewinger, Miller, Muir, Smith, Steiner, and Watkins. At that time, there was a quorum of the Board and the meeting was conducted as a meeting of the Board; however, only committee members participated in the vote.

Staff present was General Manager Stapleton, General Counsel Hattam, Deputy General Manager Kerl, Assistant General Managers Cushman and Denham, Director of Finance/Treasurer Harris, Director of Administrative Services Foster, Controller Woidzik, and Rate and Debt Manager Williams. Also present was Monique Spyke, Managing Director of PFM Asset Management, LLC.

\* Director Wilson arrived at 9:10 a.m.

**ADDITIONS TO AGENDA**

There were no additions to the agenda.

**PUBLIC COMMENT**

There were no members of the public who wished to speak.

**CHAIR'S REPORT**

Chair Saxod announced the new electric vehicle charging stations installed at the back of the building near the northeast vehicle exit gate were operational. She stated an email had been sent to all Board members on March 19, 2018 with instructions for signing up for SDG&E's vehicle charging program as well as instructions for using the chargers. Any questions should be directed to Mr. Foster.

**DIRECTORS' COMMENTS**

There were no Directors' comments.

**I. CONSENT CALENDAR**

1. Monthly Treasurer's Report on Investments and Cash Flow.  
Staff recommendation: Note and file the monthly Treasurer's report.
2. Ordinance amending Chapter 4.04 of the Administrative Code.  
Staff recommendation: Adopt Ordinance No. 2018-01, an ordinance of the

board of the San Diego County Water Authority amending Chapter 4.04 of the Administrative Code.

3. Resolution changing the April 2018 Board Meeting Dates.  
Staff recommendation: Adopt Resolution No. 2018-03, a resolution of the Board of Directors of the San Diego County Water Authority moving the scheduled regular April 26, 2018, Board meeting date to April 12, 2018, and moving the scheduled April 12, 2018, special Board meeting to April 26, 2018.
4. Designation for Emergency Assistance and Relief.  
Staff recommendation: Adopt Resolution No. 2018-04, a Resolution of the Board of Directors of the San Diego County Water Authority to designate officers and employees authorized to execute certain disaster relief or emergency assistance documents.

Director Ayala moved, Director Murtland seconded, and the motion to approve staffs' recommendations passed unanimously.

\* Director Heinrichs arrived at 9:50 a.m.

## II. ACTION/DISCUSSION/PRESENTATION

1. Funding Strategy Discussion for Water Authority Pension.  
(3-Part Presentation Series)

Part 2: Funding Options and Summary of Current Local Government Practices.

Ms. Harris introduced the item by providing an overview of the Water Authority's pension plan and introduced Ms. Spyke. Ms. Spyke provided information on reducing the unfunded liability rate, the growing contribution rate, an option of establishing a Section 115 Pension Prefunding Trust, and other policy considerations.

Mr. Woidzik closed the presentation by providing information on comparable pension plan funded levels and funding options, and local government practices.

Directors made comments and asked questions. Staff and Ms. Spyke provided answers.

2. Controller's Report on Monthly Financial Reports.

Mr. Woidzik provided a brief Controller's Report presentation on the following components of the report: water sales volumes and revenues, water purchases and treatment costs, budget status report summary information, budget status report – revenues detail, and budget status report expenses detail.

**III. INFORMATION**

The following information item was received and filed:

1. Board Calendar.

**IV. CLOSED SESSION**

There were no Closed Session items.

**V. ADJOURNMENT**

There being no further business to come before the Administrative and Finance Committee, Chair Saxod adjourned the meeting at 10:12 a.m.

**WATER PLANNING COMMITTEE**

**CALL TO ORDER/ROLL CALL**

Chair Cherashore called the Water Planning Committee meeting to order at 10:16 a.m. Committee members present were Chair Cherashore, Vice Chairs Boyle and Evans, and Directors Ayala, Barnum, Bebee, Bienes, Cate, Hedberg, Kennedy, Lewinger, Muir, and Smith. Committee members absent were Directors Preciado and Weston. Also present were Directors Butkiewicz, Fong-Sakai, Gallo, Guerin, Heinrichs, Hilliker, Hogan, Miller, Murtland, Olson, Saxod, Steiner, Watkins, and Wilson. At that time, there was a quorum of the Board, and the meeting was conducted as a meeting of the Board; however, only committee members participated in the vote.

Staff present was General Manager Stapleton, General Counsel Hattam, Deputy General Manager Kerl, Assistant General Managers Cushman and Denham, Director of Water Resources Yamada, Acting Director of Public Outreach and Conservation Vedder, Principal Water Resources Specialists Bombardier and Michelon, and Water Resources Specialist Schnell.

**ADDITIONS TO THE AGENDA**

There were no additions to the agenda.

**PUBLIC COMMENT**

There were no members of the public who wished to speak.

**CHAIR'S REPORT**

Chair Cherashore welcomed everyone and announced the State Water Resources Control Board had approved regulations for the planned placement of recycled water into a surface water reservoir used as a drinking water source.

**DIRECTORS' COMMENTS**

There were no Directors' comments.

**I. CONSENT CALENDAR**

1. Bureau of Reclamation 2018 Bay-Delta Restoration Program: CALFED Water Use Efficiency Grants Application.

Staff recommendation: Adopt Resolution No. 2018-05 authorizing the General Manager to submit a grant application to the Department of Interior, Bureau of Reclamation, under the 2018 Bay-Delta Restoration Program's "CALFED Water Use Efficiency Grants", and commit the Water Authority to the financial and legal obligations associated with the receipt of grant funds, if selected.

Director Kennedy moved, Director Evans seconded and the motion to approve staffs' recommendations passed unanimously.

**II. ACTION/DISCUSSION/PRESENTATIONS**

1. Update on water supply conditions.

Ms. Schnell provided an update on water supply conditions including northern Sierra precipitation 8-station index, northern Sierra snowpack, Lake Oroville storage volume, San Luis reservoir storage volume, upper Colorado river basin snowpack and precipitation, local precipitation conditions, and 8-14-day climate prediction center precipitation and temperature outlook.

2. Interim Long-Range Water Demand Forecast Reset Dry-Year Scenarios and Revised Supply Mix.

Mr. Bombardier provided a presentation on the interim long-range water demand forecast reset dry-year scenarios and revised supply mix including dry-year assumptions, a single dry year forecast, a multiple dry year forecast, and 2015 Urban Water Management Plan Member Agency local supply information.

**III. INFORMATION**

The following information item was received and filed:

1. Water Resources report.

**IV. ADJOURNMENT**

There being no further business to come before the Water Planning Committee, Chair Cherashore adjourned the meeting at 11:10 a.m.

**IMPORTED WATER COMMITTEE**

**CALL TO ORDER / ROLL CALL**

Vice Chair Fong-Sakai called the Imported Water Committee meeting to order at 11:18 a.m. Committee members present were Vice Chairs Fong-Sakai and Kennedy, Directors Barnum, Hogan, Katz, Lewinger, Miller, Murtland, Saxod, Steiner, and Wilson. Committee members absent were Chair Weston, Directors Madaffer and Scalzitti, and Supervisor Roberts. Also present were Directors Bebee, Bienes, Boyle, Butkiewicz, Cate, Cherashore, Evans, Gallo,

Guerin, Hedberg, Heinrichs, Morrison, Muir, and Smith. At that time, there was a quorum of the Board, and the meeting was conducted as a meeting of the Board; however, only committee members participated in the vote.

Staff present was General Manager Stapleton, General Counsel Hattam, Deputy General Manager Kerl, Assistant General Managers Cushman and Denham, MWD Program Director Chen, Colorado River Program Director Rodgers, Senior Water Resources Specialist Mendelson-Goossens, and Engineer Poursadighi.

#### **ADDITIONS TO AGENDA**

There were no additions to the agenda.

#### **PUBLIC COMMENT**

Tom Philp of Metropolitan Water District addressed the Board regarding a letter dated March 22, 2018 sent from MWD Chairman Record to Water Authority Board Chair Muir.

#### **CHAIR'S REPORT**

Vice Chair Fong-Sakai updated the Board on the Oroville Spillway costs, claims, lawsuits, and implications.

Vice Chair Fong-Sakai reported the Salton Sea public workshops held March 1 and 7, 2018 were well attended. She also mentioned that a State Water Board meeting was held Tuesday, March 20, 2018 where the State provided their first update on the Salton Sea Management Program projects.

#### **DIRECTORS' COMMENTS**

There were no Directors' comments.

#### **I. CONSENT CALENDAR**

There were no Consent Calendar items.

#### **II. ACTION/DISCUSSION/PRESENTATION**

##### **1. MWD issues and activities update.**

1-A Metropolitan Water District Delegates' Report.

The delegates reported on discussion and action taken at the recent MWD Board meetings.

1-B Metropolitan Water District's Proposal Budget and Rates for 2019 and 2020.

Ms. Mendelson-Goossens provided a detailed report on MWD's proposed 2019 and 2020 Biennial Budget and Rates. She discussed key points, concerns and next steps.

Staff responded to questions and comments posed by the Board.

2. Colorado River Program.  
2-A Colorado River Board Representative's report.

Director Wilson briefed the Board on items discussed at the Colorado River Board meeting held March 14, 2018.

3. Coachella Canal Lining Post-Construction Update.

Vice Chair Fong-Sakai announced that due to time constraints item II-3. would be moved to a future meeting.

### III. INFORMATION

The following item was received and filed:

1. Metropolitan Water District Program Report.

### V. CLOSED SESSION

Mr. Hattam took the committee into Closed Session at 11:47 a.m.

1. Conference with Legal Counsel – Existing Litigation  
Government Code §54956.9(d)(1)  
SDCWA v. Metropolitan Water District of Southern California;  
San Francisco Superior Court Case Nos. CPF-10-510830; CPF-12-512466; CPF-14-514004; CPF-16-515282; CPF-16-515391; CGC-17-563350; California County of Appeal (1<sup>st</sup> District) Case Nos. A146901; A148266; ; and California Supreme Court Case No. S243500
2. Conference with Legal Counsel – Existing Litigation  
Government Code §54956.9(d)(1)  
California Department of Water Resources v. All Persons Interested; Sacramento Superior Court Case No. 34-2017-00215965-CU-MC-GDS

Mr. Hattam brought the committee out of Closed Session at 12:07 p.m. and stated there was no reportable action.

### V. ADJOURNMENT

There being no further business to come before the Imported Water Committee, Vice Chair Fong-Sakai adjourned the meeting at 12:08 p.m.

**ENGINEERING AND OPERATIONS COMMITTEE**  
**CALL TO ORDER / ROLL CALL**

Chair Heinrichs called the Engineering and Operations Committee meeting to order at 1:00 p.m. Committee members present were Chair Heinrichs, Vice Chairs Hilliker and Miller, and Directors Bebee, Bienes, Boyle, Butkiewicz, Fong-Sakai, Hogan, Katz, Morrison\*, Smith, and Watkins. Committee members absent were Directors Preciado and Simpson. Also present were Directors Cate, Cherashore, Evans, Gallo, Guerin, Hedberg, Kennedy, Lewinger, Madaffer, Muir, Murtland, Saxod, Steiner and Wilson. At that time, there was a quorum of the Board and the meeting was conducted as a meeting of the Board; however, only committee members participated in the vote.

Staff present was General Manager Stapleton, General Counsel Hattam, Deputy General Manager Kerl, Assistant General Managers Cushman and Denham, Director of Operations and Maintenance Fisher, Director of Engineering Reed, Senior Engineering Manager Bousquet, Operations and Maintenance Manager Faber, and Senior Construction Manager Olvera.

\* Director Morrison arrived at 1:06 p.m.

**ADDITIONS TO AGENDA**

There were no additions to the agenda.

**PUBLIC COMMENT**

There were no members of the public who wished to speak.

**DIRECTORS' COMMENTS**

There were no Directors' comments.

**CHAIR'S REPORT**

Chair Heinrichs provided an update on the Chlorine Boost System stating that staff continued to proceed with the design and installation of a chlorine boost system at Mission Trails Flow Regulatory Structure to address nitrification within the southern reaches of the treated water system. He also stated that staff recently briefed the Mission Trails Regional Park Citizen's Advisory Committee and would return to present the final project to the Citizen's Advisory Committee in May.

Chair Heinrichs also announced the retirement of Chris Schumann, Administrative Assistant for the Engineering Department.

**I. CONSENT CALENDAR**

There were no Consent Calendar items.

**II. ACTION/DISCUSSION/PRESENTATION**

1. Energy Items:

1-A San Vicente Energy Storage Task Force Update.

Director Hogan, San Vicente Energy Storage Task Force Chair, provided a report on Task Force activities. He stated the Task Force had met March 15, 2018 and discussed status of the FERC permit, and ongoing negotiations with Tenaska, Inc.-Diamond. The next Task Force meeting was scheduled for May 16, 2018 to provide more input on negotiations.

Mr. Bousquet provided a presentation which included project background, the purpose of pumped storage, project activities, legislative goals, budget status, and a schedule of future board presentations and actions. An update to the committee was scheduled for May 24, 2018 with the project development agreement to come before the Board for approval in January 2019.

Directors asked questions and Mr. Bousquet provided answers.

2. Notice of Completion for the Carlsbad 6 Flow Control Facility project.  
Staff recommendation: Authorize the General Manager to accept the Carlsbad 6 Flow Control Facility project as complete, record the Notice of Completion, and release funds held in retention to Kiewit Infrastructure West, Inc. following the expiration of the retention period.

Mr. Olvera provided a presentation which included a review of the project location and components, upgrade of the Pipeline 3 Turnout Vault, upgrade of the Pipeline 4 Turnout Vault, and construction of the Carlsbad 6 Flow Control Facility. He also provided a contract summary, including the final contract amount.

Vice Chair Miller moved, Director Fong-Sakai seconded, and the motion to approve staffs' recommendation passed unanimously.

3. Asset Management Program Update.

Mr. Faber provided a presentation which included a description of asset management, history of the Water Authority's infrastructure development, and implementation of the Asset Management Program. He reviewed the three-step asset management process including inspections, data analytics, and recommendations. Mr. Faber closed his presentation with a list of future asset management program technology and actions.

Director Kennedy requested more information on future construction activities scheduled in the Rainbow area. Staff stated the information would be provided following the Board meeting.

### **III. INFORMATION**

There were no information items.

### **IV. CLOSED SESSION**

Mr. Hattam took the committee into Closed Session at 1:39 p.m.



1. Conference with Legal Counsel – Existing Litigation  
Government Code §54956.9(d)(1)  
Shimmick Construction Co., Inc./Obayashi Corp., joint venture  
v. San Diego County Water Authority, Riverside Superior Court  
Case No. RIC 1609196
  
2. Conference with Real Property Negotiator  
Government Code §54956.8

Property: Portions of property owned by the San Diego County Water Authority or City of San Diego at or in the vicinity of San Vicente Reservoir (APN. Nos. 323-111-13, 323-111-14, 323-111-15, 323-111-17, 324-060-04, 325-021-07, 325-021-10, 325-021-13, 325-051-04, 325-070-09, 326-020-21, 326-030-01, 326-030-02, 326-030-04, 326-030-05, 326-061-06, 326-061-06, 326-061-07, 326-061-12, 326-061-13, 326-061-14, 326-061-15, 326-061-16, 326-061-17, 327-110-07, 329-010-04, 329-010-05, 329-010-16, 329-021-03, 329-021-05, 329-021-06, 329-021-07, 329-023-01, 329-023-03, 329-040-02, 329-040-04, 329-041-03, 329-050-01, 329-050-02, 329-050-06, 329-080-01, 329-090-01, 329-090-06, 329-090-07, 329-120-52, 329-120-54, 329-120-57, 329-120-59, 329-121-03, 329-121-04, 329-121-04, 760-148-01, 760-148-10)

Agency Negotiators: Black & Veatch Corporation on behalf of the San Diego County Water Authority and City of San Diego

Negotiating Parties: Brookfield US Generation LLC and Tenaska, Inc. –  
Diamond Generating Corporation Joint Venture

Under Negotiation: Price and terms

Mr. Hattam brought the committee out of Closed Session at 2:31 p.m. and stated there was no reportable action.

#### V. ADJOURNMENT

There being no further business to come before the Engineering and Operations Committee, Chair Heinrichs adjourned the meeting at 2:32 p.m.

#### LEGISLATION AND PUBLIC OUTREACH COMMITTEE

##### CALL TO ORDER/ROLL CALL

Chair Guerin called the Legislation and Public Outreach Committee to order at 2:39 p.m. Committee members present were Chair Guerin, Vice Chair Butkiewicz, and Directors Cate, Croucher, Evans, Gallo, Hilliker, Madaffer, Muir and Steiner. Committee members absent were Vice Chair Hall, Directors Arant, Morrison, Scalzitti and Supervisor Roberts. Also present were Directors Bebee, Bienes, Boyle, Cherashore, Fong-Sakai, Hedberg, Heinrichs, Hogan, Katz, Kennedy, Lewinger, Miller, Murtland, Smith and Wilson. At that time, there was a

quorum of the Board, and the meeting was conducted as a meeting of the Board; however, only committee members participated in the vote.

Staff present was General Manager Stapleton, General Counsel Hattam, Deputy General Manager Kerl, Assistant General Managers Cushman and Denham, Acting Director of Public Outreach and Conservation Vedder, Government Relations Manager Farrel, and Public Affairs Supervisor Penunuri. Also present was legislative representative Ken Carpi.

#### **ADDITIONS TO AGENDA**

There were no additions to the agenda.

#### **PUBLIC COMMENT**

There were no members of the public who wished to speak.

#### **CHAIR'S REPORT**

Chair Guerin reported that Senator Toni Atkins was sworn-in as the President Pro Tempore of the California State Senate. She reported that during February, Directors Madaffer and Butkiewicz represented the Water Authority at the San Diego Regional Chamber of Commerce annual delegation to Sacramento, and that Director Croucher represented the Water Authority at the ACWA DC Conference in Washington D.C.

#### **DIRECTORS' COMMENTS**

There were no Directors' comments.

#### **I. CONSENT CALENDAR**

1. Adopt positions on various state bills.

Staff recommendation:

- 1-A Adopt position of Support on AB 1944 (Garcia), relating to the San Luis Rey Valley Groundwater Basin.
- 1-B Adopt a position of Support if Amended on AB 2060 (Garcia), relating to advance payment grant awards for disadvantaged communities.
- 1-C Adopt a position of Support on AB 2283 (Holden), relating to income tax exemption for water conservation rebates.
- 1-D Adopt a position of Oppose Unless Amended on SB 998 (Dodd), relating to water system shutoffs.
- 1-E Adopt a position of Support and Amend on SB 1367 (Atkins), relating to the San Diego River Conservancy program.

- 1-F Adopt a position of Oppose Unless Amended on the Brown Administration's proposed budget trailer bill, dated February 1, 2018, related to safe and affordable drinking water.

Director Steiner moved, Director Muir seconded, and the motion to approve staffs' recommendation passed unanimously.

## II. ACTION/DISCUSSION/PRESENTATION

1. Legislative issues.
  - 1-A Washington report by Ken Carpi.

Mr. Carpi provided a Washington report which included updates related to Title 16 water reclamation funding and the passing of the \$1.3 trillion Omnibus Appropriations Act of 2018.

- 1-B Sacramento Report.

Mr. Farrel provided a Sacramento report which included an update on the status of Water Authority Sponsored bills and policy and implementation issues.

2. Adopt a Resolution of Support for Proposition 68 – the California Drought, Water, Parks, Climate, Coastal Protection, and Outdoor Access for All Act of 2018.  
Staff recommendation: Adopt resolution 2018-06 endorsing Proposition 68, the California Drought, Water, Parks, Climate, Coastal Protection, and Outdoor Access for All Act of 2018.

Mr. Farrel presented an overview of Proposition 68 including background, funding categories, and key provisions of interest to the Water Authority.

Director Steiner moved, Director Butkiewicz seconded, and the motion to approve staffs' recommendation passed. Director Gallo opposed, and Director Cate abstained from the vote.

3. Small Contractor Outreach and Opportunities Program (SCOOP) mid-year update.

Item II-3 was continued to the April 12, 2018 committee meeting.

## III. INFORMATION

The following information item was received and filed:

1. Government Relations Update.

**IV. CLOSED SESSION**

There were no Closed Session items.

**V. ADJOURNMENT**

There being no further business to come before the Legislation and Public Outreach Committee, Chair Guerin adjourned the meeting at 3:11 p.m.

**FORMAL BOARD OF DIRECTORS' MEETING OF MARCH 22, 2018**

1. **CALL TO ORDER** Chair Muir called the Formal Board of Directors' meeting to order at 3:14 p.m.

2. **SALUTE TO THE FLAG** Director Lewinger led the salute to the flag.

3. **ROLL CALL, DETERMINATION OF QUORUM**

Secretary Croucher called the roll. Directors present were Ayala, Bebee, Bienes, Butkiewicz, Cate, Cherashore, Croucher, Evans, Fong-Sakai, Gallo, Guerin, Hedberg, Heinrichs, Hilliker, Hogan, Katz, Kennedy, Lewinger, Madaffer, Miller, Muir, Saxod, Smith, Steiner, and Wilson. Directors absent were Arant (p), Barnum, Boyle, Hall (p), Morrison, Murtland, Preciado, Scalzitti (p), Simpson, Watkins, Weston, and Supervisor Roberts.

3-A **Report on proxies received.** Director Lewinger was the proxy for Director Hall, Director Hedberg was the proxy for Director Scalzitti, and Director Bebee was the proxy for Director Arant.

4. **ADDITIONS TO AGENDA**

There were no additions to the agenda.

5. **APPROVAL OF MINUTES**

Director Ayala moved, Director Evans seconded, and the motion carried at 86.48% of the vote to approve the minutes of the Formal Board of Directors' meeting of February 22, 2018.

6. **OPPORTUNITY FOR MEMBERS OF THE PUBLIC WHO WISH TO ADDRESS THE BOARD ON MATTERS WITHIN THE BOARD'S JURISDICTION.**

There were no members of the public who wished to speak.

7. **PRESENTATIONS & PUBLIC HEARINGS**

7-A **Retirement of Director.** Adopt Resolution honoring Ken Olson upon his retirement from the Board of Directors.

Director Evans moved, Director Heinrichs seconded, and the motion carried at 86.48% of the vote to approve Resolution 2018-07 honoring Ken Olson on his retirement from the Board of Directors.

- 7-B Appointment of Director. Appointment of Mel Katz representing the City of Del Mar. Term ending March 12, 2023.

Chair Muir introduced and welcomed Director Mel Katz, representing the City of Del Mar, to the San Diego County Water Authority Board of Directors.

8. **REPORTS BY CHAIRS**

- 8-A Chairs report: Chair Muir announced the CWA and MWD litigation settlement team and negotiations teams meetings were scheduled for March 26, 2018.

Chair Muir reported that Melinda Nelson would send evaluation forms to the Board for the General Manager and General Counsel performance evaluations, which were due to April 27, 2018. He announced that a Closed Session would be held during the May 24, 2018 Formal Board of Directors Meeting, to discuss results of the evaluations and the Officers recommendations for compensation.

He also reminded the Board of the change in April meeting dates, with the April Board Meeting scheduled for April 12, 2018 and the Special Board of Directors Workshop scheduled for April 26, 2018.

Director Guerin requested staff return with a summary of follow-up items from the October 12, 2017 Special Board Workshop, for review prior to the scheduled April 26, 2018 workshop.

- 8-B Report by Committee Chairs:  
Administrative and Finance Committee. Director Saxod reviewed the meeting and the action taken.  
Water Planning Committee. Director Cherashore reviewed the meeting and the action taken.  
Imported Water Committee. Director Fong-Sakai reviewed the meeting and stated that no action was taken.  
Engineering and Operations Committee. Director Heinrichs reviewed the meeting and the action taken.  
Legislation and Public Outreach Committee. Director Guerin reviewed the meeting and the action taken.

9. **CONSENT CALENDAR**

Director Lewinger moved, Director Evans seconded, and the motion carried at 86.48% of the vote to approve the Consent Calendar. Directors voting no or abstaining are listed under the item.

- 9- 1. Monthly Treasurer's Report on Investments and Cash Flow.  
The Board noted and filed monthly Treasurer's Report.

- 9- 2. Ordinance amending Chapter 4.04 of the Administrative Code.  
The Board adopted Ordinance No. 2018-01, an ordinance of the board of directors of the San Diego County Water Authority amending Chapter 4.04 of the Administrative Code.
- 9- 3. Resolution changing the April 2018 Board Meeting Dates.  
The Board adopted Resolution No. 2018-03, a resolution of the Board of Directors of the San Diego County Water Authority moving the scheduled regular April 26, 2018, Board meeting date to April 12, 2018, and moving the scheduled April 12, 2018, special Board meeting to April 26, 2018.
- 9- 4. Designations for Emergency Assistance and Relief.  
The Board adopted Resolution No. 2018-04, a Resolution of the Board of Directors of the San Diego County Water Authority to designate officers and employees authorized to execute certain disaster relief or emergency assistance documents.
- 9- 5. Bureau of Reclamation 2018 Bay-Delta Restoration Program: CALFED Water Use Efficiency Grants Application.  
The Board adopted Resolution No. 2018-05, authorizing the General Manager to submit a grant application to the Department of Interior, Bureau of Reclamation, under the 2018 Bay-Delta Restoration Program's "CALFED Water Use Efficiency Grants", and commit the Water Authority to the financial and legal obligations associated with the receipt of grant funds, if selected.
- 9- 6. Notice of Completion for the Carlsbad 6 Flow Control Facility project.  
The Board authorized the General Manager to accept the Carlsbad 6 Flow Control Facility project as complete, record the Notice of Completion, and release funds held in retention to Kiewit Infrastructure West, Inc. following the expiration of the retention period.
- 9- 7. Adopt positions on various state bills.
- A) The Board adopted a position of Support on AB 1944 (Garcia), relating to the San Luis Rey Valley Groundwater Basin.
  - B) The Board adopted a position of Support if Amended on AB 2060 (Garcia), relating to advance payment grant awards for disadvantaged communities.
  - C) The Board adopted a position of Support on AB 2283 (Holden), relating to income tax exemption for water conservation rebates.
  - D) The Board adopted a position of Oppose Unless Amended on SB 998 (Dodd), relating to water system shutoffs.

- E) The Board adopted a position of Support and Amend on SB 1367 (Atkins), relating to the San Diego River Conservancy program.
- F) The Board adopted a position of Oppose Unless Amended on the Brown Administration's proposed budget trailer bill, dated February 1, 2018, related to safe and affordable drinking water.

9- 8. Adopt a Resolution of Support for Proposition 68 – the California Drought, Water, Parks, Climate, Coastal Protection, and Outdoor Access for All Act of 2018.

The Board adopted resolution 2018-06, endorsing Proposition 68, the California Drought, Water, Parks, Climate, Coastal Protection, and Outdoor Access for All Act of 2018.

Directors Gallo and Cate voted No on 9- 8.

10. ACTION/DISCUSSION

11. SPECIAL REPORTS

11-A GENERAL MANAGER'S REPORT – Ms. Stapleton stated she had nothing further to report.

11-B GENERAL COUNSEL'S REPORT – Mr. Hattam stated he had nothing further to report.

11-C SANDAG REPORT – Chair Muir reported on discussion and action taken at the SANDAG Board of Directors Meeting.

SANDAG Subcommittees:

Borders Committee – Director Croucher reported on discussion and action taken at the Borders Committee Meeting and he announced that the meeting scheduled for March 23, 2018 had been cancelled.

Regional Planning Committee – Director Gallo reported on discussion and action taken at the Regional Planning Committee Meeting.

Chair Muir announced that he had named Director Hedberg as the Alternate on the SANDAG Regional Planning Committee.

11-D AB 1234 Compliance Reports – No reports were given.

12. CLOSED SESSION(S)

Mr. Hattam announced there was no need for Closed Session.

- 12-A Conference with Legal Counsel – Existing Litigation  
Government Code §54956.9(d)(1)  
SDCWA v. Metropolitan Water District of Southern California;  
San Francisco Superior Court Case Nos. CPF-10-510830; CPF-12-512466;  
CPF-14-514004; CPF-16-515282; CPF-16-515391; CGC-17-563350;  
California Court of Appeal (1<sup>st</sup> District) Case Nos. A146901; A148266;  
and California Supreme Court Case No. S243500
- 12-B Conference with Legal Counsel – Existing Litigation  
Government Code §54956.9(d)(1)  
California Department of Water Resources v. All Persons Interested;  
Sacramento Superior Court Case No. 34-2017-00215965-CU-MC-GDS
- 12-C Conference with Legal Counsel – Existing Litigation  
Government Code §54956.9(d)(1)  
Shimmick Construction Co., Inc./Obayashi Corp., joint venture  
v. San Diego County Water Authority, Riverside Superior Court  
Case No. RIC 1609196
- 12-D Conference with Real Property Negotiator  
Government Code §54956.8

Property: Portions of property owned by the San Diego County Water Authority or City of San Diego at or in the vicinity of San Vicente Reservoir (APN. Nos. 323-111-13, 323-111-14, 323-111-15, 323-111-17, 324-060-04, 325-021-07, 325-021-10, 325-021-13, 325-051-04, 325-070-09, 326-020-21, 326-030-01, 326-030-02, 326-030-04, 326-030-05, 326-061-06, 326-061-06, 326-061-07, 326-061-12, 326-061-13, 326-061-14, 326-061-15, 326-061-16, 326-061-17, 327-110-07, 329-010-04, 329-010-05, 329-010-16, 329-021-03, 329-021-05, 329-021-06, 329-021-07, 329-023-01, 329-023-03, 329-040-02, 329-040-04, 329-041-03, 329-050-01, 329-050-02, 329-050-06, 329-080-01, 329-090-01, 329-090-06, 329-090-07, 329-120-52, 329-120-54, 329-120-57, 329-120-59, 329-121-03, 329-121-04, 329-121-04, 760-148-01, 760-148-10)

Agency Negotiators: Black & Veatch Corporation on behalf of the San Diego County Water Authority and City of San Diego

Negotiating Parties: Brookfield US Generation LLC and Tenaska, Inc. – Diamond Generating Corporation Joint Venture

Under Negotiation: Price and terms

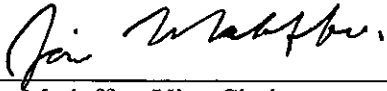


13. **ACTION FOLLOWING CLOSED SESSION**

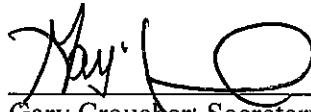
14. **OTHER COMMUNICATIONS**

15. **ADJOURNMENT**

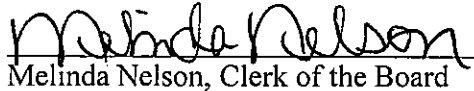
There being no further business to come before the Board, Chair Muir adjourned the meeting at 3:33 p.m.



Jim Madaffer, Vice Chair



Gary Croucher, Secretary



Melinda Nelson, Clerk of the Board