MINUTES OF THE FORMAL BOARD OF DIRECTORS' MEETING  
MARCH 26, 2015

ADMINISTRATIVE AND FINANCE COMMITTEE
CALL TO ORDER / ROLL CALL

Chair Arant called the Administrative and Finance Committee meeting to order at 9:00 a.m. Committee members present were Chair Arant, Vice Chair Wilson, Directors Hilliker*, Kennedy, Lewinger, Muir*, Verbeke, Watkins*, Weston, and Wornham*. Committee members absent were Vice Chair Razak, Directors Gallo, and Watton. Also present were Directors Ayala, Barnum, Boyle, Brady, Guerin, Hogan, Linden, Miller, Olson, Tu, Saxod, Simpson, and Steiner. At that time, there was not a quorum of the committee and Chair Arant appointed Director Miller as a member of the committee and established a quorum of the committee. 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 Hentschke, Deputy General Managers Belock and Kerl, Director of Finance/Treasurer Harris, Director of Administrative Services Brown, Financial Planning Manager Shank, Financial Resources Manager Celaya, and Controller Greek.

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 Arant announced the Fiscal Sustainability process had come to a close and congratulated the task force and staff for their hard work. As a result of action taken at the March 12, 2015 Special Board meeting, the task force’s recommendations would be brought before the Board for approval at the March 26, 2015 Formal Board meeting. Chair Arant also provided a review of the recommendations.

DIRECTORS’ COMMENTS

There were no Directors’ comments.

I. CONSENT CALENDAR

1. **Treasurer’s Report.**
   
   Staff recommendation: Note and file the monthly Treasurer’s report.

2. **Adopt an ordinance amending chapter 2.08 of the Administrative Code.**

   Board Officers recommendation: Adopt Ordinance No. 2015-01, an ordinance of the board of directors of the San Diego County Water Authority amending chapter 2.08 of the Administrative Code relating to the office of the General Counsel.
Director Lewinger moved, Director Wilson seconded, and the motion to approve the recommendations passed unanimously.

II. ACTION/DISCUSSION
   Committee Chair and Vice Chairs recommendations: Adopt the Administrative and Finance Committee Work Plan for Calendar Years 2015 and 2016.

   Director Kennedy moved, Director Lewinger seconded, and the motion to approve the Committee Chair and Vice Chairs’ recommendation passed unanimously.

III. INFORMATION
The following items were noted and filed:
2. Board Calendar.

Mr. Hentschke took the committee into Closed Session at 9:07 a.m.

* Director Watkins joined the committee at 9:10 a.m. Directors Hilliker, Muir, and Wornham joined the committee at 9:15 a.m.

IV. CLOSED SESSION
1. CLOSED SESSION:
   Conference with Labor Negotiator
   Government Code §54957.6
   Agency Designated Representatives: Frank Belock, Sandy Kerl, Gretchen Spaniol, Lisa Celaya, Rick Bolanos
   Employee Negotiator: Teamsters Local 911

   Mr. Hentschke brought the committee out of Closed Session at 9:53 a.m. and stated that there was no reportable action.

   Chair Arant announced the recent passing of Paul Engstrand, the formal General Counsel of the Water Authority. Chair Arant cited his major contributions to the Water Authority, particularly in the area of imported water to San Diego County, as well as the legal community.

V. ADJOURNMENT
There being no further business to come before the Administrative and Finance Committee, Chair Arant adjourned the meeting at 9:55 a.m.

WATER PLANNING COMMITTEE
CALL TO ORDER/ROLL CALL
Chair Tu called the Water Planning Committee Meeting to order at 10:02 a.m.
Committee members present were Chair Tu, Vice Chair Brady, and Directors Ayala, Boyle,
Kennedy, Lewinger, Linden, Miller, Simpson and Wornham. Vice Chair Evans and Directors Hall, Murtland and Preciado were absent. Also present were Directors Arant, Barnum, Guerin, Hilliker, Hogan, Muir, Olson, Saunders, Saxod, Steiner, Verbeke, Watkins, Watton*, Weston, Williams 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 Hentschke, Deputy General Managers Belock and Kerl, Assistant General Manager Cushman, Water Resources Director Weinberg, Water Resources Manager Yamada and Acting Water Resources Manager Friehauf.

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

CHAIR’S REPORT
Chair Tu welcomed those present and reviewed the meeting agenda.

DIRECTORS’ COMMENTS
There were no comments made by Directors.

I. CONSENT CALENDAR
There were no Consent Calendar items.

II. ACTION/DISCUSSION
   Water Planning Committee Chair and Vice Chairs Recommendation: Adopt the Water Planning Committee Work Plan for calendar years 2015 and 2016.

   Director Brady moved, Director Kennedy seconded, and the motion to approve the Committee Chair and Vice Chairs’ recommendation passed unanimously.

   Chair Tu proposed including the Intake Testing Program for the Camp Pendleton Desalination Study in the work plan. Staff confirmed it should be included, if not already. The motion passed unanimously to adopt the Water Planning Committee Work Plan for calendar years 2015 and 2016, including considering the approval of, and monitoring and taking actions necessary to complete the Intake Testing Program for the Camp Pendleton Desalination Study.

2. PUBLIC HEARING: Draft Mitigated Negative Declaration for the Application of Copper-Based Algaecides at Five Drinking Water Reservoirs in San Diego County.

   Chair Tu opened the public hearing at 10:04 a.m. and called for public comments. Hearing none, Chair Tu advised that written comments would be accepted until 5:00 p.m. April 13, 2015. Chair Tu called for a motion to close the public hearing. Director Brady moved, Director Ayala seconded, and the motion to close the public hearing passed unanimously at 10:05 a.m.
3. Update on Water Supply Conditions and Drought Response Activities.

Ms. Friehauf provided a presentation that included information on precipitation, temperature, reservoir and water supply conditions; updates on the State Water Resources Control Board regulation; and a timeline in preparing for potential FY 2016 Metropolitan supply cutbacks. Staff responded to questions and comments from Chair Tu and Directors. Discussion included points on updating the Water Authority’s Model Ordinance to provide a regional signal; water use prohibition and enforcement responsibilities and capabilities of Water Authority member agencies; and new development landscape/land use concerns and potential regulatory response.

Director Lewinger made a motion to direct staff to provide recommended amendments to the San Diego County Water Authority’s Drought Response Conservation Program ordinance to reflect changes made to the State Water Resources Control Board’s Emergency Water Conservation Regulation. Director Wornham seconded the motion and the motion passed unanimously.

* Director Watton arrived at 10:43 a.m.

4. **Contracts Intake Testing Program for a Proposed Camp Pendleton Desalination Project.**

   **Staff recommendation:**
   1. Approve Camp Pendleton Intake Testing Program and accept grant funding for up to $1.4 million from the California Department of Water Resources and the U.S. Bureau of Reclamation to conduct an intake testing program.
   2. Approve a $1.25 million project budget transfer from the Carlsbad Desalination Project to the Camp Pendleton Desalination project. Water Planning Committee Chair and Vice Chairs Recommendation: Adopt the Water Planning Committee Work Plan for calendar years 2015 and 2016.

Mr. Yamada provided a presentation on the Intake Testing Program for a Proposed Camp Pendleton Desalination Project, including a timeline of planning from 2009 to present; components and costs of the testing program; and an adaptive management timeline out to 2035 that provides for four Board decision points on moving the potential desalination project forward incrementally.

Director Kennedy moved, Director Miller seconded, and the motion to approve the staff recommendation passed unanimously.

**III. INFORMATION**

The following report was received and filed:

**IV. CLOSED SESSION**

There were no Closed Session items.
V. ADJOURNMENT
Chair Tu adjourned the meeting at 10:52 a.m.

ENGINEERING AND OPERATIONS COMMITTEE CALL TO ORDER / ROLL CALL
Chair Williams called the Engineering and Operations Committee meeting to order at 11:05 a.m. Committee members present were Chair Williams, Vice Chairs Miller and Watkins, and Directors Arant, Ayala, Boyle, Brady, Hogan, Linden, Olson, Saunders, and Simpson. Committee members absent were Directors Croucher, Morrison, and Razak. Also present were Directors Barnum, Guerin, Hilliker, Kennedy, Lewinger, Muir, Saxod, Steiner, Tu, Verbeke, Watton, Weston, 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 Hentschke, Deputy General Managers Belock and Kerl, Assistant General Manager Cushman, Deputy General Counsel Gallien, Director of Operations and Maintenance Eaton, Director of Engineering Rose, Engineering Manager Bousquet, Engineering Manager Reed, Right of Way Manager Kross, and Senior Engineer Kuzmiich.

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
There was no Chair’s Report.

I. CONSENT CALENDAR
1. Resolution declaring the fee interest in San Diego County Water Authority Parcel Number 4E2-199-B is surplus to Water Authority needs.
   Staff recommendation:
   a) Adopt Resolution No. 2015-______ declaring the fee interest in San Diego County Water Authority Parcel Number 4E2-199-B is surplus to Water Authority needs.
   b)Authorize the General Manager to dispose of the fee property for fair market value, in accordance with the San Diego County Water Authority Administrative Code, Chapter 7, reserving any easements and setbacks necessary for proper operation and maintenance of Water Authority facilities.

   Director Brady moved, Vice Chair Miller seconded, and the motion to approve the staff recommendation passed unanimously.
II. **ACTION/DISCUSSION**

1. **Engineering and Operations Committee Work Plan for Calendar Years 2015 and 2016.**
   
   **Committee Chair and Vice Chairs’ recommendation:** Adopt the Engineering and Operations Committee Work Plan for Calendar Years 2015 and 2016.

   Director Brady moved, Vice Chair Miller seconded, and the motion to approve the Committee Chair and Vice Chairs’ recommendation passed unanimously.

2. **Carlsbad Desalination Project.**
   2-A Presentation on Carlsbad Desalination Project Update.

   2-B **Notice of Completion for Pipeline 3 Desal Relining San Marcos to Twin Oaks.**
   
   **Staff recommendation:**
   1. Authorize the General Manager to accept the Pipeline 3 Desal Relining San Marcos to Twin Oaks project as complete, record the Notice of Completion, and release funds held in retention to L.H. Woods & Sons, Inc. following the expiration of the retention period.
   2. Approve the transfer of $376,300 from the Pipeline 3 Desal Relining San Marcos to Twin Oaks project budget to the Post Construction Mitigation Program.

   Mr. Belock began the presentation on the Carlsbad Desalination project with an overview of the Desalination project and project elements. Ms. Kuzmich continued with information regarding the Notice of Completion for the Pipeline 3 Desal Relining San Marcos to Twin Oaks project. She also presented information related to project summary, liner installation, cement mortar lining, portal closure, restored portal, and change order summary.

   A request was made for more information regarding the different delivery methods used for the various project segments on the project. Staff would return with the requested information at a later date, after the Desalination project was complete.

   Director Arant moved, Director Saunders seconded, and the motion to approve the staff recommendation passed unanimously.

   Mr. Belock then continued his presentation with information including the conveyance pipeline progress to date, desalination plant progress, contract administration memoranda, project budget summary, commissioning schedule, intake upgrade status and next steps, potential capacity expansion, topping out of the reverse osmosis building, and a video flyover of the project site.
The following item was received and filed:

III. INFORMATION
1. Advertisement for bids for the Nob Hill Improvements project.

IV. CLOSED SESSION
Mr. Hentschke took the Committee into Closed Session at 11:31 a.m.

1. CLOSED SESSION:
   Conference with Legal Counsel – Existing Litigation
   Government Code §54956.9(d)(1)
   Name of Case: Traylor-Shea Joint Venture v SDCWA;
   San Diego Superior Court Case No. 37-2011-00092666-CU-BC-CTL

2. CLOSED SESSION:
   Conference with Legal Counsel – Existing Litigation
   Government Code §54956.9(d)(1)
   Name of Case: Shimmick Construction Co., Inc./Obayashi Corp., joint venture
   v. San Diego County Water Authority, San Diego
   Superior Court Case No. 37-2014-00026740-CU-BC-CTL

Mr. Hentschke brought the Committee out of Closed Session at 12.36 p.m. and reported that no action was taken during closed session.

V. ADJOURNMENT
There being no further business to come before the Engineering and Operations Committee, Chair Williams adjourned the meeting at 12:36 p.m.

IMPORTED WATER COMMITTEE
CALL TO ORDER / ROLL CALL
Chair Watton called the Imported Water Committee meeting to order at 1:22 p.m. Committee members present were Chair Watton, Vice Chairs Verbeke and Saxod, Directors Barnum, Guerin, Hogan, Madaffer*, Murtland, Olson, Roberts, Steiner, Weston, and Wilson. Directors Evans and Saunders were absent. Also present were Directors Arant, Boyle, Brady, Gallo, Hilliker, Kennedy, Lewinger, Linden, Miller, Morrison, Muir, Razak, Simpson, Tu, Watkins, Williams, and Wornham. 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 included General Manager Stapleton, General Counsel Hentschke, Deputy General Managers Belock and Kerl, Assistant General Manager Cushman, MWD Program Director Chen and Colorado River Program Director Denham.

ADDITIONS TO AGENDA
There were no additions to the agenda.
PUBLIC COMMENT

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

The agenda was taken out of order and Mr. Hentschke took the Committee into Closed Session at 1:23 p.m.

IV. CLOSED SESSION
1. CLOSED SESSION:
   Conference with Legal Counsel – Existing Litigation
   Government Code §54956.9(d)(1)
   SDCWA v Metropolitan Water District of Southern California;
   Case Nos. CPF-10-510830; CPF-12-512466; and CPF-14-514004

2. CLOSED SESSION:
   Conference with Legal Counsel – Existing Litigation
   Government Code §54956.9(d)(1)
   Name of Case: State Water Resources Control Board
   Petition of Imperial Irrigations District for Modification of Revised Water Rights
   Order 2002-0013

   Mr. Hentschke brought the Committee out of Closed Session at 2:22 p.m. and stated there was no reportable action.

* Director Madaffer arrived during Closed Session.

CHAIR’S REPORT

Chair Watton reported, as discussed during Closed Session, that the State Water Resources Control Board had held a Public Workshop on March 18, 2015 to receive comments regarding status of the Salton Sea, in response to the petition filed by Imperial Irrigation District.

He reminded the Board that the Colorado River Aqueduct Inspection Trip, hosted by Director Tu, would take place May 1 - May 2, 2015. The tours were sponsored by MWD and hosted by Water Authority Delegates to the MWD Board. The purpose of the tours are to inform and educate our region’s civic and community leaders on the challenges and opportunities faced by the community to provide safe and reliable water. He stated that if Directors had not participated in inspection trips, or if they knew civic or community leaders who would be interested in attending, to contact MWD Program staff.

He also announced that directors were invited to attend MWD Board Meetings to observe how MWD makes decisions related to water supply, operations and maintenance, and financial planning. He stated that those who were interested should contact MWD Program staff Ms. Chen or Ms. Espe.

DIRECTORS’ COMMENTS

There were no comments by Directors.
I. CONSENT CALENDAR
There were no items on the consent calendar.

II. ACTION/DISCUSSION
1. Imported Water Committee Work Plan for Calendar Years 2015 and 2016.
Committee Chair and Vice Chairs’ Recommendation:
Adopt the Imported Water Committee Work Plan for Calendar Years 2015 and 2016.

Director Steiner moved, Director Murtland seconded and the motion to approve the Committee Chair and Vice Chairs’ recommendation passed unanimously.

   2-A Metropolitan Water District Delegates report.

Director Steiner stated the report was available in the supplemental materials packet.

At that time the agenda was taken out of order.

III. INFORMATION
1. Presentation on Metropolitan Water District Storage Programs Update.

Ms. Chen provided an update on MWD’s storage programs and discussed the potential allocation scenarios that were presented by MWD Staff to MWD Board at the March 2015 Board Meeting. Following the presentation, Directors asked questions and made comments.

II. ACTION/DISCUSSION
3. Colorado River Programs.
   3-A Colorado River Board Representative’s report.

Director Wilson reported on discussions at the March 2015 Colorado River Board Meeting. He stated that the May 2015 Colorado River Board Meeting would be held at the San Diego County Water Authority.

4. Bay Delta Activities.
   4-A State Treasurer’s Assessment of the Affordability and Financing Considerations of the Bay Delta Conveyance Facility.

Action item II-4-A was continued to the April 23, 2015 Board meeting.

III. INFORMATION
The following information item was noted and filed:
2. Metropolitan Water District Program report.
V. ADJOURNMENT

There being no further business to come before the Imported Water Committee, Chair Watton adjourned the meeting at 2:58 p.m.

LEGISLATION, CONSERVATION AND OUTREACH COMMITTEE
CALL TO ORDER/ROLL CALL

Vice Chair Steiner called the Legislation, Conservation and Outreach Committee to order at 3:02 p.m. Committee members present were Vice Chairs Guerin and Steiner, and Directors Barnum, Gallo, Hilliker, Madaffer, Morrison, Muir, Saxod, Tu and Supervisor Roberts. Committee members absent were Chair Croucher and Directors Hall and Preciado. Other Board members present were Directors Ayala, Boyle, Brady, Hogan, Kennedy, Lewinger, Lindem, Miller, Murtland, Olson, Razak, Saunders, Simpson, Verbeke, Watkins, Watton, Weston, Williams, Wilson and Wornham. 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 were General Manager Stapleton, General Counsel Hentschke, Deputy General Managers Belock and Kerl, Assistant General Manager Cushman, Director of Public Outreach and Conservation Foster, and Public Affairs Supervisor Penunuri. Also present were legislative representatives Ken Carpi and Steve Cruz.

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

Vice Chair Steiner reported that Chairs Weston and Croucher had participated in the San Diego Regional Chamber of Commerce’s legislative advocacy days in Sacramento. They had visited with legislative leadership and members of the San Diego legislative delegation to discuss and share priority regional issues and also had the opportunity to be involved in monitoring the State Water Resources Control Board’s public workshop on the Imperial Irrigation District petition regarding Salton Sea restoration.

She announced that the Water Authority’s web-based 2014 Annual Report “Stand and Deliver – Rising to the Water Reliability Challenge” was available online. She stated that staff developed a fact sheet to help homeowners estimate potential costs of a landscape retrofit project, and it featured several case studies illustrating the range of costs, including typical costs of many retrofit materials and services.

Vice Chair Steiner reported that the final set of LCO Committee Goals for calendar years 2015 and 2016 were in the Board packet for adoption.
I. CONSENT CALENDAR

1. Adopt positions of various state bills.

   **Staff recommendation:**
   1. Adopt a position of Support if Amended on AB 88 (Gomez).
   2. Adopt a position of Support on AB 401 (Dodd).
   3. Adopt a position of Support if Amended on AB 585 (Melendez).
   4. Adopt a position of Support on AB 603 (Salas).
   5. Adopt a position of Support and Seek Amendments on AB 606 (Levine).
   6. Adopt a position of Support on SB 385 (Hueso).
   7. Adopt a position of Support and Seek Amendments on SB 553 (Wolk).

   Director Madaffer moved, Director Kennedy seconded, and the motion to approve staff’s recommendation passed unanimously with the addition of the following language on item 1: “and advocate for inclusion of the Board-approved additional provisions on AB 88 (Gomez)”.

II. ACTION/DISCUSSION


   **Committee Chair and Vice Chairs’ Recommendation:** Adopt the Legislation, Conservation and Outreach Committee Work Plan for Calendar Years 2015 and 2016.

   Director Tu moved, Director Saxod seconded, and the motion to approve the recommendation passed unanimously.

2. Legislative Issues.


   Mr. Carpi provided a Washington update and reported that the House passed a budget resolution for Fiscal Year 2016.

   2-B Sacramento Report by Steve Cruz – Gonzalez, Quintana & Hunter.

   Mr. Cruz provided a Sacramento update stating that 2,200 bills were introduced, and Legislature was working on the annual state budget, which was due in June 2015. He reported that the Governor and legislative leadership announced the introduction of a $1.1 billion emergency drought relief package, funding for water supply development, conservation, drought response, and flood control.

3. Adopt position on AB 291 (Medina).

   **Staff Recommendation:** Adopt a position of Support and Seek Amendments on AB 291 (Medina).
Director Muir moved, Director Tu seconded, and the motion to approve staff’s recommendation passed unanimously.

III. INFORMATION
1. Presentation on drought response communications and outreach update.

Mr. Foster provided an update on drought response communications and outreach efforts and highlighted recent activities of the “When in Drought” campaign. He reported that the partnership with the U-T San Diego of the weekly “Dear Drought Fighter” featured in the Home and Garden section was going well with a steady stream of questions received. He announced that staff continued to expand community partnerships such as the one with the Plumbing, Heating and Cooling Contractors Association of San Diego to help promote Fix A Leak Week from March 16-22, 2015 and reported that they were working on a partnership with Girl Scouts of San Diego.

He reported on the 2015 ACWA research poll, stating that results showed that 85% of those polled saw water agencies as credible messengers. He added that barriers existed to achieve more savings with segments of the population who believed they had done all they could or were reluctant to take the next step and sacrifice what they were accustomed to.

He announced staff was working on developing regional messaging to reflect statewide conditions, restrictions, supply allocations and Water Authority 2015 poll findings.


Director Linden provided an update on the Water Conservation Garden. He announced that the second Annual Butterfly Festival would take place on May 9, 2015, and that new turnstiles were installed, as a result of funding from Supervisor Dianne Jacob.

3. Small Contractor Outreach and Opportunities Program Committee Quarterly Report.

Ms. Penunuri presented the SCOOP second quarter report for fiscal year 2015, including outreach activities, training and achievements.

The committee received and filed the following items:

IV. ADJOURNMENT
There being no further business to come before the Legislation, Conservation and Outreach Committee, Vice Chair Steiner adjourned the meeting at 3:43 p.m.
FORMAL BOARD OF DIRECTORS’ MEETING OF MARCH 26, 2015

1. CALL TO ORDER Chair Weston called the Formal Board of Directors’ meeting to order at 3:45 p.m.

2. SALUTE TO THE FLAG Representative Roberts led the salute to the flag.

3. ROLL CALL, DETERMINATION OF QUORUM
Secretary Madaffer called the roll. Directors present were Arant, Ayala, Barnum, Brady, Gallo, Guerin, Hilliker, Hogan, Kennedy, Lewinger, Linden, Madaffer, Miller, Morrison, Muir, Murtland, Olson, Razak, Saunders, Saxod, Simpson, Steiner, Tu, Verbeke, Watkins, Watton, Weston, Williams, Wilson, Wornham, and Representative Roberts. Directors absent were Boyle, Croucher, Evans, Hall (p), and Preciado.

3-A Report on proxies received. Director Lewinger was the proxy for Director Hall.

4. ADDITIONS TO AGENDA
There were no additions to the agenda.

5. APPROVAL OF MINUTES
Director Miller moved, Director Muir seconded, and the motion carried at 87.38% of the vote to approve the Minutes of the Special Engineering and Operations Committee Meeting of February 12, 2015 and Formal Board of Directors’ meeting of February 26, 2015.

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 that wished to speak.

7. PRESENTATIONS AND PUBLIC HEARINGS
7-A Recognition of Wade Griffis, Employee of the 2nd Quarter.
7-B Retirement of Director. Adopt Resolution honoring Barbara Wight upon her retirement from the Board of Directors.

Chair Weston announced the retirement of Director Wight and stated that due to international travel commitments she was unable to attend the meeting.

Director Wornham moved, Director Hilliker seconded and the motion carried at 87.38% of the vote to adopt Resolution No. 2015-07 honoring Barbara Wight on her retirement from the Board of Directors.

7-C Santa Fe Irrigation District Overview – Mike Bardin, General Manager.

Chair Weston introduced Mr. Mike Bardin, Santa Fe Irrigation District General Manager. Mr. Bardin provided a presentation that included a brief overview of the Districts history, service area and customer demands, employee numbers, water supply portfolio and
diversification efforts, water conservation efforts, owned and operated facilities and pipelines, and financial overview. He completed his presentation by discussing the major issues facing the District including water reliability issues, conservation challenges and demand management, and aging infrastructure.

8. **REPORTS BY CHAIRS**

**8-A** Chairs report: Chair Weston announced that the second Citizens Water Academy and graduation took place in March 2015 with 55 people in participation.

Chair Weston also reported on various meetings and engagements that he attended in the month of March including an EDC Roundtable with the Commercial Real Estate Industry, San Diego Global Summit, San Diego Chamber of Commerce leadership trip to Sacramento, and the State Water Board hearing on Imperial Irrigation District petition regarding Salton Sea restoration. He also stated that he provided a presentation on the current status of the Water Authority at the California Urban Water Conservation Council meeting.

**8-B** Report by Committee Chairs.
- **Administrative and Finance Committee.** Director Arant reviewed the meeting and the actions taken.
- **Water Planning Committee.** Director Tu reviewed the meeting and the actions taken.
- **Engineering and Operations Committee.** Director Williams reviewed the meeting and the actions taken.
- **Imported Water Committee.** Director Watton reviewed the meeting and the actions taken.
- **Legislation, Conservation and Outreach Committee.** Director Steiner reviewed the meeting and the actions taken.

9. **CONSENT CALENDAR**

Director Steiner moved, Director Tu seconded, and the motion carried at 87.38% of the vote to approve the consent calendar. Directors voting no or abstaining are listed under the item number.

9- 1. **Administrative and Finance Committee’s Fiscal Sustainability and Special Agricultural Water Rate Program Recommendations.**

The Board approved the addition of the Supply Reliability Charge, as defined in the A&N Technical Service, Inc. memorandum, to the Water Authority’s rate and charge structure and directed staff to return with a comprehensive review of implementation of the charge by December, 2020; the Board approved the allocation of non-commodity revenues to all rate and charge categories including treatment; the Board approved the permanent application of the debt and equity payments for the Carlsbad Desalination Plant to the Supply Rate; and the Board approved the extension of the Transitional Special Agricultural Water Rate Program through December 31, 2020.
9- 2. **Treasurer’s Report.**
The Board noted and filed the monthly Treasurer’s report.

9- 3. **Adopt an ordinance amending chapter 2.08 of the Administrative Code.**
The Board adopted **Ordinance No. 2015-01**, an ordinance of the board of directors of the San Diego County Water Authority amending chapter 2.08 of the Administrative Code relating to the office of the General Counsel.

9- 4. **Administrative and Finance Committee Work Plan for Calendar Years 2015 and 2016.**
The Board adopted the Administrative and Finance Committee Work Plan for Calendar Years 2015 and 2016.

9- 5. **Water Planning Committee Work Plan for Calendar Years 2015 and 2016.**
The Board adopted the Water Planning Work Plan for calendar years 2015 and 2016 and approved direction to monitor and take actions necessary to complete the Intake Testing Program for the Camp Pendleton Desalination Study.

9- 6. **Intake Testing Program for a Proposed Camp Pendleton Desalination Project.**
The Board approved Camp Pendleton Intake Testing Program and accepted grant funding for up to $1.4 million from the California Department of Water Resources and the U.S. Bureau of Reclamation to conduct an intake testing program; and the Board approved a $1.25 million project budget transfer from the Carlsbad Desalination Project to the Camp Pendleton Desalination project.

9- 7. **Resolution declaring the fee interest in San Diego County Water Authority Parcel Number 4E2-199-B is surplus to Water Authority needs.**
The Board adopted **Resolution No. 2015-06** declaring the fee interest in San Diego County Water Authority Parcel Number 4E2-199-B is surplus to Water Authority needs; and authorized the General Manager to dispose of the fee property for fair market value, in accordance with the San Diego County Water Authority Administrative Code, Chapter 7, reserving any easements and setbacks necessary for proper operation and maintenance of Water Authority facilities.

9- 8. **Engineering and Operations Committee Work Plan for Calendar Years 2015 and 2016.**
The Board adopted the Engineering and Operations Committee Work Plan for Calendar Years 2015 and 2016.

9- 9. **Notice of Completion for Pipeline 3 Desal Relining San Marcos to Twin Oaks.**
The Board authorized the General Manager to accept the Pipeline 3 Desal Relining San Marcos to Twin Oaks project as complete, recorded the Notice of Completion, and released funds held in retention to L.H. Woods & Sons, Inc., following the expiration of the retention period; and approved the transfer of $376,300 from the Pipeline 3 Desal Relining San Marcos to Twin Oaks project budget to the Post Construction Mitigation Program.
9-10. **Imported Water Committee Work Plan for Calendar Years 2015 and 2016.**
The Board adopted the Imported Water Committee Work Plan for Calendar Years 2015 and 2016.

9-11. **Adopt positions of various state bills.**
1. The Board adopted a position of Support if Amended, and advocated for inclusion of the Board approved additional provisions on AB 88 (Gomez).
2. The Board adopted a position of Support on AB 401 (Dodd).
3. The Board adopted a position of Support if Amended on AB 585 (Melendez).
4. The Board adopted a position of Support on AB 603 (Salas).
5. The Board adopted a position of Support and Seek Amendments on AB 606 (Levine).
6. The Board adopted a position of Support on SB 385 (Hueso).
7. The Board adopted a position of Support and Seek Amendments on SB 553 (Wolk).

9-12. **Legislation, Conservation and Outreach Committee Work Plan for Calendar Years 2015 and 2016.**
The Board adopted the Legislation, Conservation and Outreach Committee Work Plan for Calendar Years 2015 and 2016.

9-13. **Adopt position on AB 291 (Medina).**
The Board adopted a position of Support and Seek Amendments on AB 291 (Medina).

9-14. **Model Drought Response Conservation Program Ordinance.**
The Board directed staff to provide recommended amendments to the San Diego County Water Authority’s model Drought Response Conservation Program ordinance to reflect changes made to the State Water Resources Control Board’s Emergency Water Conservation Regulation.

10. **ACTION/DISCUSSION**

11. **SPECIAL REPORTS**
11-A **GENERAL MANAGER’S REPORT** – Ms. Stapleton introduced Clerk of the Board Melinda Cogle. She also reminded the Board that two Budget Workshops were scheduled for June 9 and 11, 2015 at 1:30 p.m.

11-B **GENERAL COUNSEL’S REPORT** – Nothing to report.
11-C **SANDAG REPORT** – Vice Chair Muir reported on actions and discussions at the recent SANDAG Meeting.
   SANDAG Subcommittee: Borders/Regional Planning Committee – Director Saxod reported on actions and discussions at the recent SANDAG Borders/Regional Planning Committee Meeting.
11-D **AB 1234 Compliance Reports** – No reports were given.
12. **CLOSED SESSION(S)**
Mr. Hentschke took the Board into Closed Session on item 12-C at 4:14 p.m.

12-A **CLOSED SESSION:**
Conference with Labor Negotiator
Government Code §54957.6
Agency Designated Representatives: Frank Belock, Sandra Kerl, Gretchen Spaniol, Lisa Celaya, Rick Bolanos
Employee Negotiator: Teamsters Local 911

12-B **CLOSED SESSION:**
Conference with Legal Counsel – Existing Litigation
Government Code §54956.9(d)(1)
Name of Case: Traylor-Shea Joint Venture v SDCWA;
San Diego Superior Court Case No. 37-2011-00092666-CU-BC-CTL

12-C **CLOSED SESSION:**
Conference with Legal Counsel – Existing Litigation
Government Code §54956.9(d)(1)
Name of Case: Shimmick Construction Co., Inc./Obayashi Corp., joint venture v. San Diego County Water Authority, San Diego
Superior Court Case No. 37-2014-00026740-CU-BC-CTL

12-D **CLOSED SESSION:**
Conference with Legal Counsel - Existing Litigation
Government Code §54956.9(d)(1)
Name of Case: SDCWA v Metropolitan Water District of Southern California;
Case Nos. CPF-10-510830; CPF-12-512466; and CPF-14-514004

12-E **CLOSED SESSION:**
Conference with Legal Counsel - Existing Litigation
Government Code §54956.9(d)(1)
Name of Case: State Water Resources Control Board
Petition of Imperial Irrigation District for Modification of Revised Water Rights Order 2002-0013

12-F **CLOSED SESSION:**
Public Employee Performance Evaluation
Government Code §54957 - Title: General Counsel
Conference with Labor Negotiators, Government Code §54957.6
Designated Board Representatives: Chair, Vice-Chair, Secretary
Unrepresented Employee: General Counsel

13. **ACTION FOLLOWING CLOSED SESSION**
There was no reportable action.
14. **OTHER COMMUNICATIONS**

15. **ADJOURNMENT**
The meeting was adjourned in memory of Paul Engstrand at 4:23 p.m.

Mark Weston, Chair

Mark Muir, Vice Chair

Melinda Cogle, Clerk of the Board