

**MINUTES OF THE FORMAL BOARD OF DIRECTORS' MEETING  
APRIL 28, 2016**

**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 Chairs Razak\* and Wilson, and Directors Fong-Sakai, Gallo, Hilliker, Kennedy, Lewinger, Verbeke, Watton\*, and Weston. Committee members absent were Directors Cherashore and Williams. Also present were Directors Boyle, Guerin, Hall, Heinrichs, Hogan, Linden, Miller, Olson, and Tu. At that time, there was a quorum of the Committee.

Staff present was General Manager Stapleton, General Counsel Hattam, Deputy General Managers Belock and Kerl, Assistant General Manager Cushman, Director of Finance Harris, and Director of Administrative Services Brown. Also present was Kay Chandler of Chandler Asset Management.

**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**

There was no Chair's report.

**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.

Director Kennedy moved, Director Lewinger seconded, and the motion to approve staffs' recommendation passed unanimously.

\*Vice Chair Razak arrived at 9:05 a.m.

**II. ACTION/DISCUSSION/PRESENTATION**

1. Investment Manager's Performance Report.

Ms. Harris introduced the Water Authority's investment manager Kay Chandler of Asset Management, who briefed the Board on investments for period ended March 31, 2016.

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

2. Controller's Report on Monthly Financial Reports.

Ms. Harris gave a brief presentation explaining the Controller's Report format and components of each attachment, which included water sales volumes; water sales revenues; water purchases and treatment costs; and budget status report.

The Board asked several questions and Ms. Harris provided answers.

**III. INFORMATION**

The following information was received and filed:

1. Board of Director's first quarter 2016 expenses and attendance.
2. 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 Arant adjourned the meeting at 9:18 a.m.

**WATER PLANNING COMMITTEE**

**CALL TO ORDER/ROLL CALL**

Director Tu called the Water Planning Committee meeting to order at 9:25 a.m. Committee members present were Chair Tu, Vice Chair Brady, and Directors Ayala, Boyle, Cherashore\*, Fong-Sakai, Hall, Kennedy, Lewinger, Linden, Miller, Murtland and Simpson\*. Absent were Vice Chair Evans and Director Preciado. Also present were Directors Arant, Guerin, Heinrichs, Hilliker, Hogan, Muir, Olson, Razak, Verbeke, Watkins, 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 Hattam, Deputy General Managers Belock and Kerl, Assistant General Manager Cushman, Water Resources Director Yamada, Senior Engineer Crutchfield and Principal Water Resources Specialist Stephenson.

**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**

Director Tu welcomed those present and announced the Claude "Bud" Lewis Carlsbad Desalination Plant was selected as the "Desalination Plant of the Year" by Global Water Intelligence. She also reported the State Water Project recently increased the allocation to sixty percent.

## **DIRECTORS' COMMENTS**

There were no Directors' comments.

### **I. CONSENT CALENDAR**

1. Amendment to the Water Authority Annexation Policy.  
Staff recommendation: Amend Water Authority Annexation Policy #12, entitled "Administrative Costs," to address defense and indemnification.

Director Brady moved, Director Ayala seconded, and the motion to approve staffs' recommendation passed unanimously.

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

1. Update on water supply conditions and drought response activities.

\* Director Simpson arrived at 9:32 a.m.

Mr. Stephenson presented updated information on Northern Sierra precipitation and snowpack; snow conditions in the Upper Colorado River region; Lake Oroville level; national precipitation outlook; and total potable municipal and industrial water use from June 2015 through March 2016. He also provided an update on the State Water Resources Control Board Emergency Regulation and reported on its April 20, 2016 workshop. He concluded with upcoming events featuring anticipated Metropolitan Water District Board action on May 10 and State Water Board action on May 18 to be followed by possible Water Authority Board action on May 26, concerning shortage management actions. Staff responded to questions and comments posed by Chair Tu and Directors Lewinger, Razak and Kennedy.

2. Review Draft 2015 Urban Water Management Plan and Remaining Schedule.

Mr. Yamada reported on progress of the Water Authority's Draft 2015 Urban Water Management Plan, including member agency engagement, release for public review, and normal and dry-year scenario planning. He concluded his report with next steps that would include disbursement of the final draft for Board review by mid-June and adoption on June 23, 2016. Staff responded to questions and comments posed by Chair Tu and Directors Lewinger, Fong-Sakai, Arant, Razak and Weston.

\* Director Cherashore arrived at 10:12 a.m.

3. Report on Water Authority Emergency and Carryover Storage.

Mr. Crutchfield presented information on the Water Authority's Emergency and Carryover Storage Programs, including historical background; projects completed, in progress or planned; and technical information on the systems and their storage, supply and reliability. He concluded his report by stating staff would develop a carryover storage policy for board consideration by fall 2016. Staff responded to questions and comments posed by Chair Tu and Directors Lewinger, Hall, Watkins and Arant.

### **III. INFORMATION**

The following information items were received and filed:

1. Water Resources report.
2. Fiscal Year 2016 water supply allocations monitoring.

### **IV. CLOSED SESSION**

There were no Closed Session items.

### **V. ADJOURNMENT**

Chair Tu adjourned the meeting at 10:32 a.m.

## **ENGINEERING AND OPERATIONS COMMITTEE**

### **CALL TO ORDER / ROLL CALL**

Vice Chair Watkins called the Engineering and Operations Committee meeting to order at 10:37 a.m. Committee members present were Vice Chairs Miller and Watkins, and Directors Arant, Ayala, Boyle, Brady, Croucher\*, Heinrichs, Hogan, Linden, Olson, Razak, and Simpson. Committee members absent were Chair Williams and Director Morrison. Also present were Directors Barnum, Cherashore, Fong-Sakai, Hall, Hilliker, Kennedy, Lewinger, Madaffer, Murtland, 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 Hattam, Deputy General Managers Belock and Kerl, Assistant General Manager Cushman, Interim Director of Operations and Maintenance Fisher, Director of Engineering Reed, Operations and Maintenance Manager Struthers, Energy Program Manager Rodgers, and Senior Engineers Fountain and Kavanagh.

### **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**

Vice Chair Watkins announced that the United States Society of Dams awarded the Water Authority the Award of Excellence in the Constructed Project, in recognition of an outstanding contribution to the society for the Emergency and Carryover Storage Project.

### **I. CONSENT CALENDAR**

There were no items on the Consent Calendar.

### **I. ACTION/DISCUSSION/PRESENTATION**

#### **1. Notice of Completion for the San Vicente Bypass Pipeline project.**

**Staff recommendation:** Authorize the General Manager to accept the San Vicente Bypass Pipeline project as complete, record the Notice of Completion, and release funds held in retention to Pulice Construction, Inc. following expiration of the retention period.

Mr. Reed reported on the San Vicente Bypass Pipeline notice of completion. His presentation included an aerial view of the site and photos of the terminal structure, completed structure, new access road, pipeline construction, and tunnel. He concluded his presentation with the contract summary.

Director Olson moved, Director Ayala seconded, and the motion to approve staffs' recommendation passed unanimously.

#### **2. Amendment 5 to the operations and maintenance contract with ProTrans USA LLC for the operations and maintenance for the Lake Hodges Pumped Storage Hydroelectric Facility.**

**Staff recommendation:** Authorize the General Manager to execute Amendment 5 to the operations and maintenance contract with ProTrans USA LLC, for \$2,500,000 increasing the authorized cumulative contract amount from \$8,035,340 to \$10,535,340.

Mr. Struthers gave a presentation which included background information on the contract with ProTrans USA LLC, previous amendments, and unexpected repairs.

Director Arant moved, Director Heinrichs seconded, and the motion to approve staffs' recommendation passed unanimously.

\* Director Croucher arrived at 10:54 a.m., after the vote.

#### **3. San Vicente Pumped Storage Study Owners' Advisor Work Update.**

Director Hogan reported that the Hydropower Subcommittee continued to meet and discuss not only the pumped storage study but other energy project studies. He also confirmed that they were on schedule with the 2016 progress timeline.

Ms. Rodgers began the presentation with information regarding the San Vicente Pumped Storage Study Owners' Advisor Work. She provided an overview of the project, reviewed the FERC process, and explained phase two of the owners' advisor work. Lan Wiborg of the City of San Diego provided an overview of the process to date, including work tasked to Navigant. Ms. Rodgers described the power market landscape including CAISO / utility challenges such as legislation, regulations and renewables integration. Paul Maxwell of Navigant presented on the owners' advisor work update. Matt Tanner of Navigant discussed the power market modeling in California, key market drivers, and pumped storage potential value streams such as energy and ancillary services. Mr. Maxwell continued the presentation on pumped storage potential value streams and discussed capacity payments and energy storage. Mr. Belock finished the presentation with the business model methodology, preliminary business models under study, and next steps.

### **III. INFORMATION**

The following information item was noted and filed:

1. Advertisement for Bids and Agreement with Carlsbad Municipal Water District for the replacement of Carlsbad 6 Flow Control Facility project.

### **IV. CLOSED SESSION**

There were no Closed Session items.

### **V. ADJOURNMENT**

There being no further business to come before the Engineering and Operations Committee, Vice Chair Watkins adjourned the meeting at 12:14 p.m.

### **IMPORTED WATER COMMITTEE**

#### **CALL TO ORDER / ROLL CALL**

Chair Watton called the Imported Water Committee meeting to order at 1:05 p.m. Committee members present were Chair Watton, Vice Chair Verbeke, and Directors Barnum, Guerin, Heinrichs, Hogan, Madaffer, Murtland, Olson, Weston and Wilson. Committee members absent were Vice Chair Saxod, Directors Evans and Steiner, and Supervisor Roberts. Also present were Directors Arant, Ayala, Brady, Cherashore, Croucher, Fong-Sakai, Gallo, Hall, Hilliker, Kennedy, Lewinger, Linden, Miller, Morrison, Muir, Preciado, Razak, Simpson, Tu, 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 included General Manager Stapleton, General Counsel Hattam, Deputy General Managers Belock and Kerl, Assistant General Manager Cushman, MWD Program Director Chen, Colorado River Program Director Denham, and Water Resources Specialist Mendelson.

### **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 Watton reported the State Water Resources Control Board held another workshop in Sacramento on April 19, 2016 as part of a series of updates on Salton Sea restoration. On April 25, 2016 the Little Hoover Commission held a public hearing on Salton Sea Strategic Management.

He announced that Department of Water Resources increased the State Water Project allocation from 45% to 60% following improved hydrologic conditions. The increase in allocation means almost 290 thousand acre-feet of additional water for MWD, pushing MWD's State Water Project supplies to over 1.1 million acre-feet.

Chair Watton reported that MWD adopted its biennial budget and associated rates for calendar years 2017 and 2018. He noted that on behalf of the Water Authority, Mr. Cushman provided testimony opposing MWD's illegal rates. In addition, a number of speakers from the San Diego region went to MWD to oppose the rates and charges.

## **DIRECTORS' COMMENTS**

There were no Directors' comments.

### **I. CONSENT CALENDAR**

1. Amend agreement for Consulting Services with SCN Strategies.  
Staff recommendation: Amend the agreement with SCN Strategies for continued consulting services to the Water Authority through June 30, 2017 by \$150,000, for a period of 12 additional months, and increasing total contract funding to an amount not to exceed \$989,050.

Director Murtland moved, Director Barnum seconded, and the motion to approve staffs' recommendation passed unanimously.

2. Amend agreement for Consulting Services with Southwest Strategies.  
Staff recommendation: Amend the agreement with Southwest Strategies for continued consulting services to the Water Authority through June 30, 2017 by \$72,000, for a period of 12 additional months, and increasing total contract funding to an amount not to exceed \$399,000.

Director Murtland moved, Director Barnum seconded, and the motion to approve staffs' recommendation passed unanimously.

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

1. Metropolitan Water District Issues and Activities update.  
1-A Metropolitan Water District Delegates report.

The delegates reported on discussion and actions taken at recent MWD board meetings.

1-B Metropolitan Water District's Adopted Rates and Charges.

Ms. Mendelson provided a presentation on Metropolitan Water District's adopted rates and charges for calendar years 2017 and 2018.

1-C Overview of Water Authority-Metropolitan Water District History: Part 1

Mr. Cushman presented part one of an overview of the history of the Water Authority and Metropolitan Water District. Following the presentation, Directors asked questions and made comments.

2. Colorado River Programs.

2-A Salton Sea Management Activities Update.

Item II-2-A was continued to the May 26, 2016 Board meeting.

2-B Lower Colorado River Multi-Species Conservation Program update.

Item II-2-B was continued to the May 26, 2016 Board meeting.

**III. INFORMATION**

The following information item was noted and filed:

1. Metropolitan Water District Program Report.

Mr. Hattam took the Committee into Closed Session at 2:18 p.m.

**VI. CLOSED SESSION**

1. 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; CPF-14-514004; BS161729; and A146901

Mr. Hattam brought the Committee out of Closed Session at 2:29 p.m. and stated there was no reportable action.

**V. ADJOURNMENT**

There being no further business to come before the Imported Water Committee, Chair Watton adjourned the meeting at 2:29 p.m.



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

Chair Croucher called the Legislation, Conservation and Outreach Committee to order at 2:30 p.m. Committee members present were Chair Croucher, Vice Chair Guerin and Directors Barnum, Gallo, Hall, Hilliker, Madaffer, Morrison, Muir and Preciado. Committee members absent were Vice Chair Steiner, Directors Saxod and Tu, and Supervisor Roberts. Other Board members present were Directors Arant, Ayala, Barnum, Brady, Cherashore, Fong-Sakai, Heinrichs, Hogan, Kennedy, Lewinger, Miller, Murtland, Olson, Simpson, Verbeke, Watkins, 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 were General Manager Stapleton, General Counsel Hattam, Deputy General Managers Belock and Kerl, Assistant General Manager Cushman, Director of Public Outreach and Conservation Foster, Government Relations Manager Farrel and Principal Water Resources Specialist Michelin. Also present was legislative representative V. John White.

**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 Croucher reported that he and Vice Chair Guerin attended the California Municipal Utilities Association annual conference in San Francisco on April 11 and 12 which featured updates on state and federal water and energy issues.

He also reported that the California Municipal Utilities Association honored the Water Authority's "When in Drought" conservation outreach campaign as the best water program among medium-sized water agencies in the state, as part of its 2016 Resource Efficiency Awards.

Chair Croucher announced that the San Diego section of the American Planning Association would be honoring the Citizens Water Academy program as the winner of its top award in the "Communications Initiative" category on May 5 at its annual awards ceremony.

The first part of the three-part "To Quench a Thirst" video series on the San Diego region's water history was previewed to the Board.

## I. CONSENT CALENDAR

### 1. Adopt positions on various state and federal bills.

#### Staff recommendation:

- 1-A Adopt a position of Support if Amended on AB 1755 (Dodd), which would create a statewide water information system and water transfer information clearinghouse.
- 1-B Adopt a position of Support on AB 1925 (Chang), which would establish a statewide goal for desalination water supply development.
- 1-C Adopt a position of Support and Seek Amendments on AB 1989 (Jones), relating to grants and loans for water projects.
- 1-D Adopt a position of Oppose Unless Amended on AB 2304 (Levine), which would establish the California Water Market Exchange.
- 1-E Adopt a position of Oppose Unless Amended on AB 2583 (Frazier), relating to the California WaterFix project.
- 1-F Adopt a position of Support on SB 1415 (Bates), which would provide a CEQA exemption for drought-related water projects.
- 1-G Adopt a position of Support if Amended on SB 1416 (Stone), relating to funding for Salton Sea restoration.

Director Madaffer moved, Director Muir seconded, and the motion to approve staff's recommendation passed unanimously.

## II. ACTION/DISCUSSION

### 1. Legislative Issues.

- 1-A Washington Report by Ken Carpi.
- 1-B Sacramento Report by V. John White – V. John White Associates.

Mr. White provided a Sacramento report which included an overview of bills relating to water issues being discussed in the Legislature.

- 1-C Adopt a position on AB 2470 (Gonzalez).  
Staff recommendation: Adopt a position of Support as amended on AB 2470 (Gonzalez), relating to provision of water service to tribal lands.

Mr. Farrel presented an overview of AB 2470 which included background and a review of amendments that were recently completed.

Director Hilliker moved, Director Barnum seconded, and the motion to approve staff's recommendation passed unanimously.

2. Amendment to professional services contract with WaterWise Consulting, Inc., for administration of sustainable landscape incentives.  
Staff recommendation: Authorize the General Manager to execute Amendment 6 to the Professional Services contract with WaterWise Consulting, Inc. (WaterWise) for \$1,383,150, increasing the authorized cumulative contract amount from \$2,178,406 to a not-to-exceed amount of \$3,561,556, and extend the term from its current end date of September 30, 2017 to June 30, 2019.

Mr. Michelin presented the staff recommendation along with a brief explanation of the contract amendment.

Director Muir moved, Director Madaffer seconded, and the motion to approve staff's recommendation passed unanimously.

### III. INFORMATION

The following information items were received and filed:

1. Drought Response Communications and Outreach Update.
2. Status Report on Legislation and Legislative Positions.
3. Government Relations Update.

### IV. ADJOURNMENT

There being no further business to come before the Legislation, Conservation and Outreach Committee, Chair Croucher adjourned the meeting at 2:53 p.m.

#### **FORMAL BOARD OF DIRECTORS' MEETING OF APRIL 28, 2016**

1. **CALL TO ORDER** Chair Weston called the Formal Board of Directors' meeting to order at 3:12 p.m.
2. **SALUTE TO THE FLAG** Director Muir led the salute to the flag.
3. **ROLL CALL, DETERMINATION OF QUORUM**  
Secretary Madaffer called the roll. Directors present were Arant, Ayala, Barnum, Brady, Cherashore, Croucher, Fong-Sakai, Gallo, Guerin, Hall, Heinrichs, Hilliker, Hogan, Lewinger, Madaffer, Miller, Morrison, Muir, Olson, Preciado, Simpson, Tu, Verbeke, Watkins, Watton, Weston, and Wilson. Directors absent were Boyle, Evans, Kennedy, Linden (p), Murtland, Razak, Saxod, Steiner, Williams, and Supervisor Roberts.  
  
3-A **Report on proxies received.** Director Verbeke was the proxy for Director Linden.
4. **ADDITIONS TO AGENDA**  
There were no additions to the agenda.

5. **APPROVAL OF MINUTES**

Director Barnum moved, Director Hogan seconded, and the motion carried at 86.72% of the vote to approve the minutes of the Formal Board of Directors' meeting of March 24, 2016.

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 AND PUBLIC HEARINGS**

7-A Presentation of Science Fair Award Winners.

Chair Weston recognized the winners of the Science Fair. Public Affairs Representative I Jenkins introduced each of the winners to the Board, and they provided a brief explanation of their projects and project findings.

7-B **Re-Appointment of Director.** Re-Appointment of Director Jim Madaffer representing the City of San Diego. Term ending March 7, 2022.

7-C **Re-Appointment of Director.** Re-Appointment of Director Elsa Saxod representing the City of San Diego. Term ending February 7, 2022.

7-D **Re-Appointment of Director.** Re-Appointment of Director Jimmy Ayala representing the City of San Diego. Term ending January 2, 2022.

Chair Weston announced the re-appointment of Directors Madaffer, Saxod and Ayala, each representing the City of San Diego.

8. **REPORTS BY CHAIRS**

8-A Chairs report: Chair Weston stated he attended the Industrial Environmental Association and County of San Diego 11<sup>th</sup> Annual Earth Day celebration, where he provided the keynote address, he added that at the conclusion of the event the San Diego County Water Authority was selected for the "Leadership Award" for efforts on our diversification plan and providing water reliability for San Diego County.

He also reported on various meetings and engagements he attended including the Annual Water Reliability Coalition reception on March 31, 2016, the Wetland Foundation National Water Conservation Challenge on April 1, 2016, the San Diego Rotary Association Luncheon, the MWD Rate Hearings on April 12 at which he provided testimony, a presentation on the Water Authority's long term plan for water reliability at the East County EDC on April 20, a presentation of an overview of our water reliability plan to the San Diego Plant and Flower Association annual meeting on April 20, the SDCWA hosted "Meet the ACWA President" event on April 21, a presentation of our water reliability plan to the

Asian Business Association at the monthly luncheon on April 26, and the Upper Colorado River Basin tour on April 27.

In conclusion, Chair Weston reminded the Board that the next Citizens Water Academy was due to begin a sixth session with application due by May 13, 2016.

\* Director Morrison left the meeting at 3:31 p.m. prior to the Consent Calendar vote.

8-B Report by Committee Chairs:

Administrative and Finance Committee. Director Arant reviewed the meeting and the action taken.

Water Planning Committee. Director Tu reviewed the meeting and the action taken.

Engineering and Operations Committee. Director Watkins reviewed the meeting and the action taken

Imported Water Committee. Director Watton reviewed the meeting and the action taken.

Legislation, Conservation and Outreach Committee. Director Croucher reviewed the meeting and the action taken.

9. **CONSENT CALENDAR**

Director Tu moved, Director Miller seconded, and the motion carried at 86.03% of the vote to approve the consent calendar. Directors voting no or abstaining are listed under the item number.

9- 1. Monthly Treasurer's Report on Investments and Cash Flow.

The Board noted and filed the monthly Treasurer's Report.

9- 2. Amendment to the Water Authority Annexation Policy.

The Board approved an amendment to the Water Authority Annexation Policy #12, entitled "Administrative Costs," to address defense and indemnification.

9- 3. Notice of Completion for the San Vicente Bypass Pipeline project.

The Board authorized the General Manager to accept the San Vicente Bypass Pipeline project as complete, record the Notice of Completion, and release funds held in retention to Pulice Construction, Inc. following expiration of the retention period.

9- 4. Amendment 5 to the operations and maintenance contract with ProTrans USA LLC for the operations and maintenance for the Lake Hodges Pumped Storage Hydroelectric Facility.

The Board authorized the General Manager to execute Amendment 5 to the operations and maintenance contract with ProTrans USA LLC, for \$2,500,000 increasing the authorized cumulative contract amount from \$8,035,340 to \$10,535,340.

- 9- 5. Amend agreement for Consulting Services with SCN Strategies.  
The Board approved an amendment to the agreement with SCN Strategies for continued consulting services to the Water Authority through June 30, 2017 by \$150,000, for a period of 12 additional months, and increased the total contract funding to an amount not to exceed \$989,050.
- 9- 6. Amend agreement for Consulting Services with Southwest Strategies.  
The Board approved an amendment to the agreement with Southwest Strategies for continued consulting services to the Water Authority through June 30, 2017 by \$72,000, for a period of 12 additional months, and increased the total contract funding to an amount not to exceed \$399,000.
- 9- 7. Adopt positions on various state bills.
- A) The Board adopted a position of Support if Amended on AB 1755 (Dodd), which would create a statewide water information system and water transfer information clearinghouse.
  - B) The Board adopted a position of Support on AB 1925 (Chang), which would establish a statewide goal for desalination water supply development.
  - C) The Board adopted a position of Support and Seek Amendments on AB 1989 (Jones), relating to grants and loans for water projects.
  - D) The Board adopted a position of Oppose Unless Amended on AB 2304 (Levine), which would establish the California Water Market Exchange.
  - E) The Board adopted a position of Oppose Unless Amended on AB 2583 (Frazier), relating to the California WaterFix project.
  - F) The Board adopted a position of Support on SB 1415 (Bates), which would provide a CEQA exemption for drought-related water projects.
  - G) The Board adopted a position of Support if Amended on SB 1416 (Stone), relating to funding for Salton Sea restoration.
- 9- 8. Adopt position on AB 2470 (Gonzalez).  
The Board adopted a position of Support as Amended on AB 2470 (Gonzalez), relating to provision of water service to tribal lands.
- 9- 9. Amendment to professional services contract with WaterWise Consulting, Inc., for administration of sustainable landscape incentives.  
The Board authorized the General Manager to execute Amendment 6 to the Professional Services contract with WaterWise Consulting, Inc. (WaterWise) for \$1,383,150, increased the authorized cumulative contract amount from \$2,178,406 to a not-to-exceed amount of \$3,561,556, and extended the term from its current end date of September 30, 2017 to June 30, 2019.
10. **ACTION/DISCUSSION**

11. **SPECIAL REPORTS**

- 11-A GENERAL MANAGER'S REPORT – Ms. Stapleton stated there was nothing further to report.
- 11-B GENERAL COUNSEL'S REPORT – Mr. Hattam announced that an award was received from the Superior Court against Coastkeeper for costs of \$25,692.04.
- 11-C SANDAG REPORT – Vice Chair Muir reported that the meeting had not taken place at that time.  
SANDAG Subcommittee: Borders/Regional Planning Committee – Director Saxod was absent.
- 11-D AB 1234 Compliance Reports – No reports were given.

12. **CLOSED SESSION(S)**

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

- 12-A 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; CPF-14-514004; BS161729; and A146901

13. **ACTION FOLLOWING CLOSED SESSION**

14. **OTHER COMMUNICATIONS**

15. **ADJOURNMENT**

The meeting was adjourned at 3:41 p.m.



Mark Weston, Chair



Mark Muir, Vice Chair



Melinda Cogle, Clerk of the Board