

Report!



Board of Directors Summary for **July 6, 2005**

Report! is prepared by the Community Involvement Department for all interested individuals. This brief summary of selected items from Eastern Municipal Water District Board of Directors' meetings is distributed after each meeting. Please circulate it to others having an interest. For more information, call 951/928-3777, ext. 4226; or FAX: 951/928-6171.

WORK SESSION

I. General Manager's Report

(Pack)

Past Activities

- The Groundwater Policy Committee (GPC) met on June 20 and was briefed on the documents required for the establishment of the program including the Stipulated Judgment, Water Management Plan, financial plan, Annual Report, and Soboba settlement. The CAM committee will meet again next Monday to discuss the last major issue: the handling of credits. No GPC meeting has been scheduled as yet.
- On Tuesday, June 21, we received a briefing on a technology for reducing brine reject from our desalters. We have submitted a grant request for \$100,000 to the BUREC to conduct an evaluation and selection of available Processes for a Zero-Liquid Discharge System. This was one of the processes we were going to evaluate. Last Board meeting I mentioned that we had received a \$395,000 grant under Prop 13 to design and operate a "pilot" plant to reduce the brine reject to 5 percent. This study with the Bureau is to reduce the flow to zero.
- We met with Mr. Hassan and his guest (person who does gas station installations). He explained the current state of the technology in spill prevention and detection. We will have a closed session on this item.
- I attended a meeting with staff and the MWD Directors of the SDCWA, Western, and IEUA on last Thursday at their operations center in Escondido. The purpose of the meeting is to become acquainted with each agency, discuss common MWD issues, and the coordination of outages at the Skinner Treatment Plant. The next meeting will be hosted by EMWD at 10:00, August 31.

Future Events

- The Santa Ana RWQCB will be meeting in our Board Room next Wednesday, July 13. The Quail Valley septic problem will be on the agenda so we might have a large crowd.
NOTE: THIS MEETING HAS SINCE BEEN CANCELLED

Items of Interest to the Board

- We delivered copies of our 5-year CIP sorted by district to each of the five Riverside County supervisors and key staff persons with the appropriate cover letters.
- The Property Subcommittee (consisting of me and Directors Slawson and Sullivan) met to discuss the property across the street. We discussed in general the various ways the parcel could be marketed, and the soil and drainage issues. I also discussed the history of the condemnation (not a problem), the IRS restrictions on private use of property acquired with the proceeds of a municipal bond sale (also not a problem). I also asked the District staff if there were any potential use for the property.
- Jeff Wall was able to negotiate a 5 percent reduction in fees charged by Carollo Engineers based on the volume of work we have been giving them and the savings they are realizing by not expending funds for new business development. We are also looking to renegotiate fees on some of our other vendors. This one agreement alone could save the District as much as \$300,000 a year based on an average of what we had paid Carollo over the last several years.
- We were awarded a \$200,000 grant under the DWR Local Groundwater Assistance Program to study the nitrogen levels in the soil under our recycled water ponds. We need this information to work with the new basin limits for nitrogen.
- The Census Bureau has published a list of the 100 fastest growing cities (estimated) in the country from 2000 to July 2004. Moreno Valley was listed as number 17. With a compounded growth of 16.8 percent. Most of our communities are under the 100,000 criteria and were not considered.

Operational Highlights

- On Wednesday, June 22, MWD experienced a failure at the Skinner Water Treatment Plant, which required the shutdown of the Plant 2 and the loss of a 280-million-gallons-a-day treatment facility. We have prepared an informational briefing later in the Work Session.
- We now have 116,000 meters in the ground.
- Our recharge in the San Jacinto River is at 3,000 AF.
- Last Friday we introduced our employee Intranet "The Pipeline" to the employees. This is an internal "Internet-like" program that will permit employees to access almost all of the information in the organization on one easy to use site. We will demo this next Work

Session for the Board.

Upcoming Meetings

- The District has purchased three tables of ten for the Riverside County Water Symposium on July 27. Invitations have gone out to city managers, planning directors, and our elected representative's offices.

Organizational and Administrative Changes

- On June 21, I authorized the hiring of an additional lab tech and a Database Administrator. Both positions were well documented as to the increased workload requirements.
- I also approved two source control inspectors. We have not increased the manning level in seven years.

AGMs' Reports

- Mike Luker, Assistant General Manager/Operations, reported on substantial energy savings. Because of onsite generation at headquarters, EMWD used nearly 135,000 kWh during June 2005. During June 2002, we depended on SCE for nearly 308,000 kWh, or 56 percent more. Our own generation capabilities were responsible for the remaining electrical demand in operations.

Board Secretary's Report

II. Presentations to EMWD (Guest Speakers)

III. Response Items / Status Reports / Information Items

A. MWD Update

(Record/Harrison)



LEGISLATIVE AFFAIRS DEPARTMENT

MWD BOARD COMMITTEE MEETING HIGHLIGHTS

The Metropolitan Water District of Southern California (MWD) held its monthly Organization and Personnel Committee, Communication and Legislation Committee, Education and Outreach Committee, Executive Committee, Desalination and Reclamation Committee, Asset and Real Property Committee, and Recreation Committee meetings on June 28, 2005. Below are items of interest to EMWD:

- Debra Mann, in her presentation to the Executive Committee on the CEO's Business Plan, complimented EMWD and WMWD for their contingency plans and operation during the five hour Skinner water delivery reduction that occurred on June 22.

- Debra Mann also reported that water in Met's storage could reach an all-time high of 2.7 million acre-feet at the end of 2005. This is a 400,000 acre-foot increase over last year and a ten-fold increase since 1990. Diamond Valley Lake will reach a new capacity of 825,000 acre-feet (previously 800,000 acre-feet).
- The Recreation Committee authorized an agreement for design of the Searl Parkway landscaping and signage at the entrance of Diamond Valley Lake and an increase to an existing agreement for project management support for the DVL East Recreation Area. The entryway work will be completed prior to the grand opening of the Water Education Center and the Western Center in the summer of 2006. The full Board will vote on this item at their July Board meeting.
- The Asset and Real Property Committee discussed the disposition of the North Property at DVL. The Request for Qualifications brought in eight qualifying developers. Met will ask these eight to come to a meeting (probably in July) and discuss how Met might proceed forward with the sale.
- The Recreation Committee heard that the trails system is moving forward at DVL. The high-water road will be open to the public for bicycling and hiking on July 2. The equestrian trailhead now located just inside the Searl Parkway entrance will be relocated to behind the Douma House.
- In the Desalination and Reclamation Committee the committee members authorized entering into seawater desalination program agreements with the Long Beach Water Department, the Los Angeles Department of Water and Power, the Municipal Water District of Orange County, West Basin Municipal Water District, and the San Diego County Water Authority. The five agencies propose to desalinate up to 142,000 acre-feet of seawater per year, which is just short of Met's IRP goal of 150,000 acre-feet per year. MWD's incentive is up to \$250 acre-foot for up to 25 years. If all these projects are successful as planned, Met would pay out approximately \$934 million over 25 years.
- The Desalination and Reclamation Committee next month will discuss, and the full Board will consider, policy options for Met's role in seawater desalination. The considerations will include whether Met should pursue desal water development through incentive contracts with member agencies as it is currently doing, develop seawater desal itself, or develop seawater desal through partnerships. Kevin Hunt, General Manager for MWDOC, read a letter to the committee indicating MWDOC's request that Met continue their support for member agencies' seawater desalination efforts through the use of the funds (\$12.5 million) that Met set aside from the sale of property in Ormond Beach for desalination. In his letter, he presents seven proposals in regards to these funds and he briefly mentions brackish and recycled desalination projects.

- B. SAWPA Update **(Slawson/Pack)**
- C. Employee Survey **(Ward)**
(See intranet for presentation)
- D. Skinner Outage Update **(Ghaderi)**

E. May Financial Report

(Rathbone)

BOARD MEETING

I. **Recognitions**

(Record, C.I. Officer)

A. "Water Times" 6th Grade Publication

*Anne Record, Monte Vista Middle School, San Jacinto
Lynette McClintock, Thompson Middle School, Murrieta*

B. Service Awards

*Dir. David Slawson, 10 years; Dir. Rodger Siems,
20 years;
Tony Pack, 15 years; Cheryl Anderson, 40 years*

M-190/05

C. Service Plus! Excellence Award

Al Javier, 3rd Quarter Recipient

1 **Consider Adoption of Minute Order**

I. **Public Hearings**

O-117

A. **Hearing to Adopt Proposed Ordinance No. 117**, for the Water Shortage Contingency Plan

B. Hearing to Consider Alteration of the Existing Rate and Method of Apportionment of the Special Tax and Increase the Authorized Indebtedness for Community Facilities District 2003-25 (Pacific Communities)

R-4221

1. **Adopt Proposed Resolution No. 4221**, a Resolution of the Board of Directors of Eastern Municipal Water District, Acting as the Legislative Body of Community Facilities District No. 2003-25 (Pacific Communities) Determining the Necessity to Adopt the Amended and Restated Rate and Method of Apportionment of the Special Tax for Community Facilities District No. 2003-25 (Pacific Communities) Improvement Areas A, B, C, and D and Calling Elections;

R-4222

2. **Adopt Proposed Resolution No. 4222**, a Resolution of the Board of Directors of Eastern Municipal Water District, Acting as the Legislative Body of Community Facilities District No. 2003-25 (Pacific Communities) Determining the Necessity to Increase the Authorized Amount of Bonded Indebtedness for Community Facilities District No. 2003-25 (Pacific Communities) Improvement Areas A, B, C, and D and Calling Elections;

R-4223

3. **Adopt Proposed Resolution No. 4223**, a Resolution of the Board of Directors of Eastern Municipal Water District, Acting as the Legislative Body of Community Facilities District No. 2003-25 (Pacific Communities) of the Eastern Municipal Water District, Certifying the Results of the July 6, 2005, Special Tax and Bond Elections; and

O-121

4. **Adopt Proposed Ordinance No. 121**, an Ordinance of the Board of Directors of Eastern Municipal Water District, Acting as the Legislative Body of Community Facilities District No. 2003-25 (Pacific Communities), Authorizing the Levy of a Special Tax Within Each of Improvement Areas A, B, C, and D of Such District

Record III. Discussions and/or Comments by Board Members

A. Directors' Activity Report

IV. Approval of Minutes

M-191/05 A. Regular Meeting of June 15, 2005
1. **Consider Adoption of Minute Order**

Receive & File V. Board Committee Report

A. Executive (*June 16*)

A letter of reply was mailed following the Board Meeting VI. LETTERS OF CORRESPONDENCE TO THE BOARD OF DIRECTORS

A. Mr. Gorsline (dated June 18, 2005) in regards to the condition of his dirt road

VII. Consent Calendar

M-192/05 A. Approve and Authorize the Award of Contract for Consulting Services - Classification and Compensation Study

R-3303.7 B. **Adopt Proposed Resolution No. 3303.7**, Establishing Appropriation Limits for Fiscal Year 2005/2006

R-3352.9 C. **Adopt Proposed Resolution No. 3352.9**, Amending the Canyon Lake Sewer Rate Schedule

R-3353.12 D. **Adopt Proposed Resolution No. 3353.12**, Amending the Western Municipal Water District Wholesale Rate Schedule

R-4224 E. **Adopt Proposed Resolution No. 4224**, Approving a Joint Community Facilities Agreement with the Moreno Valley Unified School District and Richland Pinehurst, Inc., for Community Facilities District No. 2005-1 of the Moreno Valley Unified School District

R-4225 F. **Adopt Proposed Resolution No. 4225**, Approving a Joint Community Facilities Agreement with the City of Perris and Stratford Ranch Partners, LLC, for Community Facilities District No. 2005-4 of the City of Perris

R-4226 G. **Adopt Proposed Resolution No. 4226**, Approving a Joint Community Facilities Agreement with the San Jacinto Unified School District and Monte Carlo Group, Inc., et al for Community Facilities District No. 2005-4 of the San Jacinto Unified School District

Annexations

H. Annexation of Parcel Nos. U-35-05-9 and U-36-05-9 to Improvement District Nos. U-35 and U-36 (Meritage Homes - Tract 30349)

M-193/05 1. **Consider Adoption of Minute Order**, Approving the Maps and Legal Descriptions for Parcel Nos. U-35-05-9 and U-36-05-9 and Order Such Maps and Legal Descriptions Filed With the Secretary; and

R-4227, R-4228 2. **Adopt Proposed Resolution Nos. 4227 and 4228**, Annexing Parcel Nos. U-35-05-9 and U-36-05-9 to Improvement District Nos. U-35 and U-36 of EMWD

- I. Annexation of Parcel Nos. U-23-05-2 and U-24-05-2 to Improvement District Nos. U-23 and U-24 (Distinctive Homes - Tract 31119)

M-197/05
Note: Item voted on separately at the end of the consent calendar due to Dir. Sullivan abstaining from said vote

- 1. **Consider Adoption of Minute Order**, Approving the Maps and Legal Descriptions for Parcel Nos. U-23-05-2 and U-24-05-2 and Order Such Maps and Legal Descriptions Filed With the Secretary; and

R-4229, R-4230

- 2. **Adopt Proposed Resolution Nos. 4229 and 4230**, Annexing Parcel Nos. U-23-05-2 and U-24-05-2 to Improvement District Nos. U-23 and U-24 of EMWD

- J. Annexation of Parcel Nos. U-19-05-2 and U-20-05-2 to Improvement District Nos. U-19 and U-20 (YCH Communities, LLC - Tract 31154)

M-194/05

- 1. **Consider Adoption of Minute Order**, Approving the Maps and Legal Descriptions for Parcel Nos. U-19-05-2 and U-20-05-2 and Order Such Maps and Legal Descriptions Filed With the Secretary; and

R-4231, R-4232

- 2. **Adopt Proposed Resolution Nos. 4231 and 4232**, Annexing Parcel Nos. U-19-05-2 and U-20-05-2 to Improvement District Nos. U-19 and U-20 of EMWD

- K. Annexation of Parcel No. U-22-05-5 to Improvement District No. U-22 (Meritage Homes - Tract 31284 & 31284-1)

M-195/05

- 1. **Consider Adoption of Minute Order**, Approving the Map and Legal Description for Parcel No. U-22-05-5 and Order Such Map and Legal Description Filed With the Secretary; and

R-4233

- 2. **Adopt Proposed Resolution No. 4233**, Annexing Parcel No. U-22-05-5 to Improvement District No. U-22 of EMWD

- L. Annexation of Parcel Nos. 22-05-2, 23-05-2 and C-05-2 to Improvement District Nos. 22, 23 and C (Centex Homes - Tract 28379)

M-196/05

- 1. **Consider Adoption of Minute Order**, Approving the Maps and Legal Descriptions for Parcel Nos. 22-05-2, 23-05-2 and C-05-2 and Order Such Maps and Legal Descriptions Filed With the Secretary; and

R-4234, R-4235, R-4236

- 2. **Adopt Proposed Resolution Nos. 4234, 4235 and 4236**, Annexing Parcel Nos. 22-05-2, 23-05-2 and C-05-2 to Improvement District Nos. 22, 23 and C of EMWD

(End of Consent Calendar)

VIII. Letters From the General Manager

M-198/05

- A. Approve and Authorize Additional Participation in the Elsinore Valley Municipal Water District's Canyon Lake Improvement Projects

1. **Consider Adoption of Minute Order**

M-199/05 B. Approve and Authorize an Amendment to the Annual Agreement with Engineering Resources of Southern California for Inspection Services

1. **Consider Adoption of Minute Order**

M-200/05 C. Approve and Authorize an Agreement with Carollo Engineers for Design of the Moreno Valley and Temecula Valley Regional Water Reclamation Facilities' Sludge Thickening Project

1. **Consider Adoption of Minute Order**

M-201/05 D. Approve and Authorize the Design of a Permanent Sodium Bisulfite System

1. **Consider Adoption of Minute Order**

R-3346.8 E. **Adopt Proposed Resolution No. 3346.8**, Amending Exhibit "C" - Annual Salary Schedule for the General Manager

R-3350.7 F. **Adopt Proposed Resolution No. 3350.7**, Amending Exhibit "G" - Annual Salary Schedule for the Deputy General Manager, Assistant General Manager of Engineering, Assistant General Manager of Operations and Maintenance, Assistant General Manager of Resource Development and Chief Financial Officer

R-4237, R-4238 G. **Adopt Proposed Resolution Nos. 4237 and 4238**, in Connection with the Establishment of Community Facilities District 2004-32 (Rancho San Jacinto)

R-4239, R-4240 H. **Adopt Proposed Resolution Nos. 4239 and 4240**, in Connection with the Establishment of Community Facilities District 2004-34 (Faircrest)

R-4241 I. **Adopt Proposed Resolution No. 4241**, a "Resolution of Intention" to Approve an Amendment to Contract Between California Public Employees Retirement System (CalPERS) and Eastern Municipal Water District to Provide Section 21354.4 (2.5% @ 55 Full and Modified Formula) for Local Miscellaneous Members

R-4242 J. **Adopt Proposed Resolution No. 4242**, a Resolution Electing to Establish a Health Benefit Vesting Requirement for Future Retirees Under Public Employees' Medical and Hospital Care Act

M-202/05 Approve and Authorize the Addition to the Agenda of Closed Session Item No. IX.H. Re: Potential Sale of Asset: 24" Pipeline on Butterfield Stage Road

1.

CONSIDER ADOPTION OF MINUTE ORDER

IX. Closed Session

Not discussed A. Re: Soboba Indian Water Rights Claim
Government Code Section 54956.9
Conference with Legal Counsel
One Potential Litigation Case

Not discussed B. Re: Camp Pendleton Four-Party Agreement Claim
Government Code Section 54956.9
Conference with Legal Counsel
One Potential Litigation Case

Staff report given – no action taken C. Re: San Jacinto De Anza Lift Station Claim for Extras
Government Code Section 54956.9
Conference with Legal Counsel
One Potential Litigation Case

**Staff report
given – no
action taken**

- D. Re: Potential Litigation Against the City of San Jacinto for CEQA Challenge
Government Code Section 54956.9
Conference with Legal Counsel
One Potential Litigation Case

**Staff report
given – no
action taken**

- E. Re: San Jacinto Sewer Agreement
Government Code Section 54956.9
Conference with Legal Counsel
One Potential Litigation Case

Not discussed

- F. Re: EMWD vs. Tajik
Government Code Section 54956.9
Conference with Legal Counsel
One Potential Litigation Case

**Staff report
given – no
action taken**

- G. Re: Potential Litigation Against a Developer – Illegal Water Hookups
Government Code Section 54956.9
Conference with Legal Counsel
One Potential Litigation Case

**Direction
given to defer
sale of asset
until further
investigation**

- H. Re: Potential Sale of Asset:
24" Pipeline on Butterfield Stage Road
Government Code Section 54956.8
Conference with Legal Counsel

M-203/05

ADJOURNMENT

***Adjourned the meeting to Wednesday, July 20, 2005,
9:00 a.m.***

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