

Report!



Board of Directors Summary for **July 19, 2006**

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

- Prior to the last Board meeting we participated in a conference call with the parties to the Soboba Settlement on introducing the legislation for the settlement. In spite of their assurances, it does not appear that the legislation can be introduced before September, so no trip is planned for July.
- We held a meeting in Hemet last Thursday to brief the groundwater pumpers on the details of the Groundwater Management Plan. The meeting went well and about 30 pumpers and Director Record attended. I forwarded an e-mail from Behrooz with more information last Friday.
- John Jannone attended the EPA sponsored Organic Residuals Conference to hear the latest on costs and methods of biosolids and manure disposal.

Future Event

- Supervisor Ashley will be bringing a group out next Monday to discuss a possible use for the land across the road.
- We have scheduled a settlement meeting with the Marine Corps for next Thursday. We will provide more information today during the Closed Session.
- I will be out of the office this Friday, July 21.
- Director Record and I will meet with Larry Markham on August 3 to discuss some MWD property at Lake Skinner.

Items of Interest to the Board

- HR 122, our bill to provide improvements in the recycled water system was placed on the Suspense file last week and passed out of the House on July 10. Thane Young is working with John Watts in Senator Feinstein's office.
- The Board members of the Special District Association and George Spilliotis from LAFCO participated in a conference call on Friday, July 7, to agree to do a mail ballot to fill the permanent Special District seat on the LAFCO Board because we were unable to vote at the meeting last month because of lack of a quorum. The Board plans to meet again in the fall to

determine what direction we want to take this organization.

- During the last two weeks, there have been numerous meetings to discuss the Design and Build contract for the Perris Valley Pipeline with Black & Veach (B&V). On Wednesday, July 5, we met with the staffs of EMWD, WMWD, and MWD to consider options and later met with Directors Record and Mylne to brief them on the issues and options. On Monday, July 10, we met at MWD with Debra Man, Roy Wolf and the senior management of B&V and requested documentation on a number of contract issues. We met again in an all day meeting in Los Angeles on Wednesday, July 12, and reached agreement on the major issues. As soon as the paperwork on the agreement is complete we will award the contract for the first phase and construction should start in approximately 30 days. We will cover this topic in more detail later this morning.
- This week we have been undergoing our OSHA site visit for recertification for CALOSHA. The final out brief will be this Friday, July 21.
- We received a grant for the California Friendly Landscape Program from the BUREC for \$165,000.

Operational Highlights

- We have agreed to participate with the Colorado School of Mines in a desalination study for the AWWA Research Foundation. The study will examine the issues associated with the use of this technology to include water quality, social, economic and operational areas. We have agreed to provide \$6,500 in in-kind services.
- We have had a series of higher deliveries and the high is now 178 MGD.
- We are implementing the Decerto Energy Management System, which the Board approved about six months ago. We will provide a demonstration at a future Board Work Session.

Upcoming Meetings

- Rosemarie will cover any additional meetings as part of her report.

Organizational and Administrative Changes

- I authorized the hiring of three new treatment plant operators (OIT's) as the first of the budgeted new positions for this fiscal year. I also allowed the hiring of an administrative person for water operations to replace a temporary employee.

- A. Recap of Board Committee Meetings
 1. Administrative (*July 7*)
 2. Operations & Engineering (*July 18*)

- B. Items of Information

II. Discussions and/or Comments by Board Members

(Pack)

- A. Directors' Activity Report
- B. (Others?)

Deferred

III. Matters Which Will Require Board Action

(Pack)

A. Review of July 19, 2006 Agenda Items (*If Needed*)

None

IV. Presentations To EMWD (Guest Speakers)

V. Response Items / Status Reports / Information Items

A. MWD Update (*15 minutes*)

(Record/Harrison)



LEGISLATIVE AFFAIRS DEPARTMENT

MWD BOARD MEETING HIGHLIGHTS

JULY 10 & 11, 2006

The Metropolitan Water District of Southern California (MWD) held its monthly Board and committee meetings on July 10 and 11, 2006. At these meetings, the MWD Directors:

- Granted conditional approval for the 96th and 97th Fringe Areas Annexations to Eastern Municipal Water District and Metropolitan and adopted resolution of intention to impose water standby charge.
- Heard that just ten days into the new fiscal year, MWD is already overbudget due to health insurance costs being more than expected (6 percent vs. 12 percent) and the COLA and employee contract negotiated earlier this year were both more than planned on. The unexpected increase is \$3 million. MWD always has a contingency of \$3.2 – 3.3 million, so this unexpected increase consumes most of the contingency.
- Heard a report on the LADWP/Antelope Valley East-Kern Turnout agreement.
- Authorized exercise of option for second year of potential three-year agreement for up to \$1.4 million annually with Johnson/Ukropina for regional advertising services to promote water conservation through the California Friendly program. This item passed although several Board members had questions/concerns.
- Heard a presentation on the fiduciary duties of Directors.
- Appropriated \$487,000 and authorized preliminary design of the Skinner plant electrical buildings and ground fault protection upgrades and final design, procurement, and replacement of the Skinner dry polymer system control panels.
- Authorized an agreement to provide up to 10,000 acre-feet of conserved Colorado River water to U.S. Bureau of Reclamation.
- Heard a report on the Local Resources Program Action Plan. This program provides incentives for the development of recycled water and recovery of degraded groundwater. MWD staff will be reviewing the program selection criteria and process with member agencies with anticipated Board action on the program approach in October.
- Expressed support for Propositions 1E and 84 on the November 2006 ballot regarding water resources, natural resources, and levee/flood control funding.
- Authorized to execute the Memorandum of Agreement for supplemental funding to support near-

term water supply, water quality, ecosystem, and levee actions in the Delta.

- Approved the Lake Perris Pollution Prevention and Source Protection Program and appropriated \$2.2 million for the dissolved oxygen enhancement and pathogen risk reduction projects. These projects will improve the water quality of the lake to increase the availability of water. Future studies will look into the feasibility of alternative water features for lake visitors to use instead of or in addition to the current lake swimming areas.
- Heard a report on the tour of northern Baja California water facilities for MWD directors including Director Record that took place June 6-8, 2006. Through this tour, the directors learned firsthand about water issues that impact both countries along the United States – Mexico border. The directors also had several opportunities to interact directly with Mexican agency officials.
- Expressed appreciation to the docents from Diamond Valley Lake. The docents attended the Board meeting and enjoyed lunch at the MWD facilities.



Director Record with docents from Diamond Valley Lake at MWD headquarters during this month's MWD Board meeting.

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|---|-------------------------|
| B. SAWPA Update (10 minutes) | (Slawson/Sullivan/Pack) |
| C. New Building Update (10 minutes) | (Lewis) |
| D. Preliminary Financial Update – Year End (10 minutes) | (Rathbone) |
| E. Perris Valley Pipeline Update (10 minutes) | (Bachmann) |
| F. Propositions 1E & 84 (15 minutes) | (Harrison) |
| G. Diversity Report (5 minutes) | (Carman) |
| H. Soboba Gravel Pit Dewatering Project (10 minutes) | (Crother) |

VI. Closed Session

Status report provided – no action taken

- A. Re: Camp Pendleton Four-Party Agreement Claim
Government Code Section 54956.9
Conference with Legal Counsel
One Potential Litigation

Not discussed

- B. Re: Aguilera vs. JWS Associates and EMWD
Government Code Section 54956.9
Conference with Legal Counsel
One Potential Litigation Case

Not discussed

- C. Re: Hemet/San Jacinto Integrated Recharge and Recovery Project – San Jacinto Z, LLC Development
Government Code Section 54956.9
Conference with Legal Counsel
One Potential Litigation Case

Status report provided – no action taken

- D. Re: Soboba Settlement
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Conference with Legal Counsel
One Potential Litigation

Not discussed

- E. Re: EMWD vs. Theresa Fontno – Manzanita Tank Settlement Case
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Conference with Legal Counsel
One Potential Litigation

Not discussed

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

Not discussed

- G. Re: Assurance Co. of America vs. EMWD
Government Code Section 54956.9
Conference with Legal Counsel
One Potential Litigation

Adjournment

Adjourned the Work Session at 11:50 a.m.

(Record)

BOARD MEETING

I. Recognitions

(Record, C.I. Officer)

M-197/06

- A. Employee of the Quarter – Wayne Pike
 - 1. **Consider Adoption of Minute Order**

None

- B. Service Awards

None

- C. Proclamations/Academic Achievements/Others

II. Discussions and/or Comments by Board Members

III. Approval of Minutes

M-198/06

- A. Regular Meeting of July 5, 2006
 - 1. **Consider Adoption of Minute Order**

Receive & File

IV. Board Committee Reports

- A. Administrative (*July 7*)
- B. Operations & Engineering (*July 18*)

Deferred

None

V. Letters of Correspondence to the Board of Directors

VI. Consent Calendar

M-199/06

- A. Approve and Authorize Additional Funding for Agreement No. 46744 with M&K Services for Janitorial and Housekeeping Services

M-200/06

- B. Approve and Authorize a Five-Year Agreement with Systems Solution, Inc., for Security Systems Maintenance and Repair

M-201/06

- C. Approve and Authorize Additional Funding for Agreement No. 42178 with United Storm Water, Inc., for Wastewater Pumping Services

M-202/06

- D. Approve and Authorize a Two-Year Contract Extension with Advanced Business Graphics, Inc. for Bill Printing and Mailing Services

M-203/06

- E. Approve and Authorize an Increase in Funds and Contract Extension for Agreement No. 26372 with Polydyne Inc., for the Purchase of Polymer

M-204/06

- F. Ratify and Approve San Jacinto Valley Regional Water Reclamation Facility (SJVRWRF) Tertiary Redundancy Project

M-205/06

- G. Endorse the Service Plus! Quarterly Drawing Winners – Robert Adams, Mike Espejo, Malea Ortloff, and Cor Schouten

M-206/06

- H. Ratify and Approve Additional Funds for Temecula Valley Regional Water Reclamation Facility Digester Gas Engines Natural Gas Blending System Replacement

M-207/06

- I. Approve and Authorize Funding Increase for the Technically Based Local Limits Reassessment for Quality Assurance Appraisal, and Third-Year Funding

M-208/06

- J. Reaffirming Policy Concerning Payment of Costs Associated with Statements of Qualifications for Candidates for the Board of Directors

Annexations

- K. Annexation of Parcel No. U-27-06-3 to Improvement District No. U-27 (Barratt American Inc. - Tract 33227)

M-209/06

- 1. **Consider Adoption of Minute Order**, Approving the Map and Legal Description for Parcel No. U-27-06-3 and Order Such Map and Legal Description Filed With the Secretary; and

R-4506

- 2. **Adopt Proposed Resolution No. 4506**, Annexing Parcel No. U-27-06-3 to Improvement District No. U-27 of EMWD

- L. Annexation of Parcel No. 19-06-2 to Improvement District No. 19 (Richmond American – Tract 27251, 27251-1 & 31305)

M-210/06

- 1. **Consider Adoption of Minute Order**, Approving the Map and Legal Description for Parcel No. 19-06-2 and Order Such Map and Legal Description Filed With the Secretary; and

R-4507

- 2. **Adopt Proposed Resolution No. 4507**, Annexing Parcel No. 19-06-2 to Improvement District No. 19 of EMWD

- M. Annexation of Parcel Nos. U-31-06-4 and U-32-06-4 to Improvement District Nos. U-31 and U-32 (Fiesta Development - Tract 29495)

M-211/06

- 1. **Consider Adoption of Minute Order**, Approving the Maps and Legal Descriptions for Parcel Nos. U-31-06-4 and U-32-06-4 and Order Such Maps and Legal Descriptions Filed With the Secretary; and

R-4508, R-4509

- 2. **Adopt Proposed Resolution Nos. 4508 and 4509**, Annexing Parcel Nos. U-31-06-4 and U-32-06-4 to Improvement District Nos. U-31 and U-32 of EMWD

Receive & File

N. Reports for the Month of June, 2006

The back up materials and/or reports indicated () are on file with the Secretary of the District and will be made available for inspection, upon request, by any person or persons interested.*

- 1. Employee Reimbursement Reporting Specific Charges Greater Than \$100
- 2. District Staffing Status Report by Classification
- 3. EMWD Claims
- 4. Special Funding Districts Status Report
- 5. Water Supply Conditions

None

- * 6. Change Orders to Specifications Issued

Deferred

- * 7. Treasurer's Report for the month of June

- * 8. **Post Audit of Checks for the months of May and June, 2006**

(End of Consent Calendar)

VII. Negative Declarations

M-212/06

- A. Approve and Authorize California Environmental Quality Act (CEQA) Certification of the McLaughlin Reservoir Project – Addendum to Initial Study and Mitigated Negative Declaration

- 1. **Consider Adoption of Minute Order**

M-213/06

- B. Approve and Authorize California Environmental Quality Act (CEQA) Certification of the Leaky Pipe Replacement Project 2003 – Addendum to Initial Study and Negative Declaration

- 1. **Consider Adoption of Minute Order**

VIII. Letters From the General Manager

M-214/06

- A. Approve and Authorize the Proposed Employee Quality Improvement Program (EQIP)

- 1. **Consider Adoption of Minute Order**

M-215/06

- B. Approve and Authorize a Contract for Acquisition and Maintenance of Software for Oracle Database Licenses and Associated Software Enhancements

1. **Consider Adoption of Minute Order**

M-216/06

- C. Approve and Authorize Additional Capacity Reimbursement to KB Homes for Waterline Oversizing at Craig Avenue, Bradley Road and Tupelo Road, to Serve Tract 30142-1 (Offsite)

1. **Consider Adoption of Minute Order**

M-217/06

- D. Approve and Authorize Award of Consulting Contract for Representation in Washington D.C. to Van Scoyoc Associates

1. **Consider Adoption of Minute Order**

R-4510

- E. **Adopt Proposed Resolution No. 4510**, Approving a Joint Community Facilities Agreement with the Hemet Unified School District and Warren & Esplanade, LLC, and Esplanade & Cawston, LLC, (McRae Group of Companies), for Community Facilities District No. 2005-8 of the Hemet Unified School District

R-4511, R-4512

- F. **Adopt Proposed Resolution 4511**, Supporting Proposition 84, the Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Bond Act of 2006, and **Proposed Resolution No. 4512**, Supporting Proposition 1E, the Disaster Preparedness and Flood Prevention Bond Act of 2006

IX. Closed Session

Status report given after the Work Session – no action taken

- A. Re: Camp Pendleton Four-Party Agreement Claim
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G. Re: Assurance Co. of America vs. EMWD
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One Potential Litigation

M-218/06

ADJOURNMENT

***Adjourned the meeting to Wednesday, August 2, 2006,
9:00 a.m.***