

Adjourned Regular Board Meeting

October 16, 2001

11:00 a.m. -- Board Room

Tuesday, October 16, 2001 Meeting Schedule		
8-8:30 a.m.	Rm. 2-413	Dir's. Computer Training
9:00 a.m.	Board Room	Energy Workshop
11:00 a.m.	Board Room	Board Meeting
12:00 p.m.	Rm. 1-102	R&E
1:00 p.m.	Board Room	Executive

MWD Headquarters Building • 700 N. Alameda Street • Los Angeles, CA 90012

1. Call to Order

- (a) Invocation: Guest
- (b) Pledge of Allegiance: Director Thom Coughran

2. Roll Call

3. Determination of a Quorum

PUBLIC HEARING

Comments on the proposed standby charge for Annexation No. 75 to Calleguas Municipal Water District

4. Additions to Agenda (As required by Gov. Code, § 54954.2(b))

5. Opportunity for members of the public to address the Board on matters within the Board's jurisdiction. (As required by Gov. Code, § 54954.3(a))

Presentation to Metropolitan from Future City Competition

6. OTHER MATTERS

- A. Approval of the Minutes of the Meeting for September 11, 2001. (A copy has been mailed to each Director)
Any additions, corrections, or omissions
- B. Induction of new Director, George I. Loveland, from San Diego County Water Authority
 - (a) Receive credentials
 - (b) Report on credentials by General Counsel
 - (c) File credentials
 - (d) Administer Oath of Office
 - (e) File Oath
- C. Reappointment of Director Bill D. Wright, representing City of Torrance
- D. Committee appointments. (Exec.)
- E. Chairman's Monthly Activity Report
- F. Report from the Subcommittee on Rate Structure Implementation Workshop
- G. Chief Executive Officer's Reports:
 - a. Oral report on Colorado River matters. (LC&P)
 - b. Oral report on Bay-Delta and State Water Project matters. (LC&P, WPQ&R)
 - c. Chief Executive Officer's summary of Metropolitan's activities for the month of September. **(Written report to be sent separately)**
- H. General Counsel's summary of Legal Department activities for the month of September. **(Written report to be sent separately)**

7. ORAL REPORTS OF STANDING COMMITTEES

- 7-1 Executive Committee (Phillip J. Pace, Chair)
- 7-2 Audit, Budget and Finance (Wesley M. Bannister, Chair)
- 7-3 Engineering, Operations and Real Property (Henry S. Barbosa, Chair)
- 7-4 Legal, Claims and Personnel (Gary A. Morse, Chair)
- 7-5 Communications, Outreach and Legislation (Helen Z. Hansen, Chair)
- 7-6 Water Planning, Quality and Resources (Langdon W. Owen, Chair)

8. CONSENT CALENDAR ITEMS (Action)

- 8-1** Authorize \$4.135 million to fund seven Capital Investment Plan projects for the Distribution System Rehabilitation Program (Appn. 15377). (EO&RP)

Recommendation:

Option #1:

Adopt the CEQA determination for all seven projects, appropriate \$4.135 million, and authorize the Chief Executive Officer to have all work performed, including the authority to award competitively bid contracts over \$250,000, for seven Distribution System Rehabilitation Program projects as described in the letter:

- **Design/valve procurement for the repairs and upgrades to the 5.5-mile leased portion of the West Valley Feeder No. 1 valve structures.**
- **Perform studies and prepare preliminary design and environmental documentation necessary to construct access roads and improvements to blowoff and air release/vacuum valve structures on the 2.4-mile unleased portion of the West Valley Feeder No. 1.**
- **Design rehabilitation of the Eagle Rock tower slide gates.**
- **Design/construction of the replacement of anode wells and rectifiers on the Orange County and Rialto Feeders.**
- **Perform seepage studies and a test repair to a portion of the San Diego Canal; perform preliminary design; and prepare environmental documentation necessary to perform leakage repairs to the canal.**
- **Perform preliminary design and prepare environmental documentation necessary to make repairs to the Orange County Feeder Access Road and blow-off structure.**
- **Perform preliminary design and prepare environmental documentation necessary to the Yorba Linda Feeder Portal Access Road.**
- **Conduct studies and evaluations to identify additional projects to be implemented over the next five years.**

- 8-2** Authorize \$3.3 million for design and construction of four Capital Investment Plan projects from the Allen-McColloch Pipeline Repair Program (Appn. 15352). (EO&RP)

Recommendation:

Adopt the CEQA determination and

- a. Appropriate \$3.3 million; and**
- b. Authorize the Chief Executive Officer to have all work performed, including the award of competitively bid contracts greater than \$250,000, as required to complete the four identified projects under the AMP Repair Program.**

- 8-3** Adopt resolution providing for changes in Metropolitan's contributions to medical plans maintained by Public Employees' Retirement System for the calendar year 2002. (LC&P)

Recommendation:

Adopt the CEQA determination and in accordance with the negotiated labor agreements with Metropolitan's four bargaining units, adopt the resolution increasing Metropolitan's contributions to the medical plans maintained by PERS for employees and annuitants in classifications represented by these units, said changes to be effective January 1, 2002 through December 31, 2002.

- 8-4** Adopt resolution to rename the current authorized agents to accept federal and state funding for federal- and state-declared disasters, and to sign official correspondence for disaster assistance. (Exec. 9/18)

Recommendation:

Option #1:

Adopt the CEQA determination and change the Designation of Applicant's Agent Resolution to reflect the Authorized Agents' correct titles. Such changes will allow Metropolitan's Authorized Agents to sign official applications/correspondence for financial assistance related to the above-mentioned and future disasters.

- 8-5** Approve funding for operational membership dues for fiscal year 2001/02 for new memberships and memberships that increased by more than 10 percent or \$3,000 of previous annual dues. (Exec. 9/18)

Recommendation:

Option #1:

Adopt the CEQA determination and authorize the Chief Executive Officer to pay the above-listed expected membership dues/assessments for calendar year 2002, to be paid in fiscal year 2001/02.

- 8-6** Adopt final resolutions for annexation and to impose water standby charges for Annexation Nos. 72 and 74 to Calleguas Municipal Water District and Metropolitan. (Exec. 9/18)

Recommendation:

Option #1:

Adopt the CEQA determination and

- a. Adopt a resolution granting Calleguas' request for approval of Annexation No. 72 concurrently to Metropolitan and Calleguas, conditioned upon approval of the annexation by the Ventura Local Agency Formation Commission (LAFCO), by establishing Metropolitan's terms and conditions for this annexation;**
- b. Adopt a resolution to impose water standby charges at a rate of \$9.58 per acre or per parcel of less than one acre within Annexation No. 72;**
- c. Adopt a resolution granting Calleguas' request for approval of Annexation No. 74 concurrently to Metropolitan and Calleguas, conditioned upon approval of the annexation by LAFCO, by establishing Metropolitan's terms and conditions for this annexation; and**
- d. Adopt a resolution to impose water standby charges at a rate of \$9.58 per acre or per parcel of less than one acre within Annexation No. 74.**

- 8-7** Adopt final resolutions for annexation and to impose water standby charge for the 71st Fringe Area to Eastern Municipal Water District and Metropolitan. (Exec. 9/18)

Recommendation:

Option #1:

Adopt the CEQA determination and

- a. Adopt a resolution granting Eastern's request for approval of 71st Fringe Area annexation concurrently to Metropolitan and Eastern and establishing Metropolitan's terms and conditions for this annexation; and**
- b. Adopt a resolution to impose water standby charges at a rate of \$6.94 per acre or per parcel of less than one acre within the proposed annexation.**

- 8-8** Authorize the execution of a Memorandum of Understanding with the Kings River Water Association. (WPQ&R)

Recommendation:

Option #1:

Adopt the CEQA determination and authorize the Chief Executive Officer to execute a MOU with the Association in form approved by the General Counsel based on the principles in Attachment 1 to the letter.

- 8-9** Approve development and implementation of Seawater Desalination Research Program. (WPQ&R)

Recommendation:

Option #1:

Adopt the CEQA determination, approve development and implementation of the Seawater Desalination Research Program, and delegate authority to the Chief Executive Officer to award consultant contracts within his power to commence the initial research effort.

- 8-10** Adopt resolution creating the Foundation for the Southern California Water Education Center, a 501(c)(3) corporation to support Metropolitan's Water Education Center and Museum; and approve nominees for the foundation's board of directors. (Museum 7/24)

Recommendation:

Option #1:

Adopt the CEQA determination and resolution creating an independent entity to support Metropolitan's Water Education Center and Museum through fund-raising and other support functions.

(END OF CONSENT CALENDAR)

9. OTHER BOARD ITEMS (Action)

- 9-1** Approve use of funds in the Water Rate Stabilization Fund. (AB&F)

Recommendation:

Staff concurs that the Subcommittee's recommendation to use these available funds to defer and reduce debt is a fiscally responsible use of the Water Rate Stabilization Funds. In addition, the use of these funds to encourage and finance conjunctive use, conservation and one-time security measures is consistent with Metropolitan's mission and role as regional provider. Therefore, staff recommends the Board approve either Option #3 or Option #4.

- 9-2** Adopt resolution to approve notice of potential discontinuance of service of surplus water from October 1, 2002 through September 30, 2003. (WPQ&R) **(Two-thirds vote required)**

Recommendation:

Option #1:

Adopt the CEQA determination and the Resolution of the Board of Directors giving notice of potential discontinuance of service of Interim Agricultural Water Program water in 2002.

- 9-3 Oral report on boating policy for Diamond Valley Lake and Lake Skinner.

- 9-4** Authorize entering into professional service agreement(s) for the design, project management support, construction inspection, and environmental services for the Coachella Canal Lining Project in the counties of Riverside and Imperial. (EO&RP)

Recommendation:

Option #1:

Adopt the CEQA determination and authorize the Chief Executive Officer to enter into one or more professional services agreements not to exceed \$9 million to provide for design, inspection, project management support, and environmental services necessary to facilitate the lining of unlined reaches of the Coachella Canal.

- 9-5 Oral report on *Metropolitan Water District of Southern California v. Campus Crusade for Christ*, San Bernardino County Superior Court Case No. SCV35498. (LC&P)
[Conference with legal counsel—existing litigation; to be heard in closed session pursuant to Gov. Code § 54956.9(a)]
- 9-6 Approve rate structure proposal. **(To be mailed separately)**

- 9-7 Authorize (a) entering into a cost-sharing agreement for consultant work for the completion of environmental documentation to facilitate the proposed Quantification Settlement Agreement and analysis and coordination with Salton Sea reclamation efforts; and (b) funding to Imperial Irrigation District in amounts not to exceed \$816,633. (WPQ&R) **(To be mailed separately)**

10. BOARD INFORMATION ITEMS

- 10-1** Status report for the Inland Feeder Project for the month ending August 2001. (EO&RP)
[Any discussion of potential litigation to be heard in closed session. Conference with legal counsel – significant exposure to litigation (two matters); to be heard in closed session pursuant to Gov. Code § 54956.9(b)]
- 10-2** Semiannual report on diversity. (LC&P)
- 10-3** Review of workplan for Integrated Resources Plan update. (WPQ&R)
- 10-4 Report on mediation regarding the *Planning and Conservation League, et al. v. Department of Water Resources, et al.*, Sacramento County Superior Court Case No. 95CS03216. (WPQ&R) **(To be distributed at meeting)**
[Conference with legal counsel—existing litigation; to be heard in closed session pursuant to Gov. Code § 54956.9(a)]

11. REPORTS OF SPECIAL COMMITTEES

12. FUTURE AGENDA ITEMS

13. ADJOURNMENT

NOTE: At the discretion of the Board, all items appearing on this agenda and all committee agendas, whether or not expressly listed for action, may be deliberated and may be subject to action by the Board.

Each agenda item with a committee designation will be considered and a recommendation may be made by one or more committees prior to consideration and final action by the full Board of Directors. The committee designation appears in parenthesis at the end of the description of the agenda item e.g. (EO&RP, AB&F). Committee agendas may be obtained from the Executive Secretary.