

REVISED

Regular Board Meeting

May 14, 2002

10:00 a.m. -- Board Room

Tuesday, May 14, 2002 Meeting Schedule		
8-8:30 a.m.	Rm. 2-413	Dirs. Computer Training
8:30 a.m.	Rm. 2-456	CO&L
10:00 a.m.	Board Room	Board Meeting
11:30 a.m.	Rm. 1-102	Audit

MWD Headquarters Building

• 700 N. Alameda Street

• Los Angeles, CA 90012

1. Call to Order

- (a) Invocation: Father Scott Santarosa, S.J., Vice President of Development, Verbum Dei High School
- (b) Pledge of Allegiance: Director David D. De Jesus

2. Roll Call

3. Determination of a Quorum

4. 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))

5. OTHER MATTERS

- A. Approval of the Minutes of the Meeting for April 9, 2002. (A copy has been mailed to each Director)
Any additions, corrections, or omissions
- B. Presentation of five-year service pin to Board Secretary Thom Coughran, representing City of Santa Ana
- C. Presentation of five-year service pin to Director Jorge G. Castro, representing City of Los Angeles

- D. Authorize preparation of Commendatory Resolution for former Director Henry S. Barbosa, representing Three Valleys Municipal Water District. (Exec. 4/16)
- E. Approve 60-day leave of absence for Director Ted Grandsen, commencing May 1, 2002
- F. Committee appointments. (Exec.)
- G. Chairman's Monthly Activity Report

6. DEPARTMENT HEADS' REPORTS

- A. Chief Executive Officer's Reports:
 - i. Oral report on Colorado River matters. (LC&P)
 - ii. Oral report on Bay-Delta and State Water Project matters. (LC&P, WPQ&R)
 - iii. Chief Executive Officer's summary of Metropolitan's activities for the month of April. **(Written report to be sent separately)**
- B. General Counsel's summary of Legal Department activities for the month of April. **(Written report to be sent separately)**
- C. Interim General Auditor's summary of Audit Department activities for the month of April. **(Written report to be sent separately)**
- D. Ethics Officer's summary of activities for the month of April

7. ORAL REPORTS OF STANDING COMMITTEES

- 7-1 Executive Committee (Phillip J. Pace, Chair)
- 7-2 Asset, Real Estate and Infrastructure Policy (Glen D. Peterson, Chair)
- 7-3 Budget, Finance and Investment (Jorge G. Castro, Chair)
- 7-4 Communications, Outreach and Legislation (Anthony R. Fellow, Chair)
- 7-5 Engineering and Operations (Marion V. Ashley, Chair)
- 7-6 Legal, Claims and Personnel (Langdon W. Owen, Chair)
- 7-7 Water Planning, Quality and Resources (Gary A. Morse, Chair)

8. CONSENT CALENDAR ITEMS (Action)

- 8-1 Authorize purchase of lattice crane for \$517,433 for Desert Unit in fiscal year 2001/02 budget. (E&O)

Recommendation:

Adopt the CEQA determination and authorize purchase of a lattice crane for \$517,433 for the Desert Unit in fiscal year 2001/02 budget.

- 8-2 Approve funding of the Community Partnering Program proposals for fiscal year 2002/03. (CO&L)

Recommendation:

Option #1:

Adopt the CEQA determination and approve funding of the Community Partnering Program, fiscal year 2002/03, for discretionary community activities.

- 8-3 Authorize \$100,000 for sponsorship of the Water for the West Foundation, its educational efforts in the western United States and its planned commemoration of the 100-year anniversary of the U.S. Bureau of Reclamation. (CO&L)

Recommendation:

Option #1:

Adopt the CEQA determination and authorize the expenditure of \$100,000 for sponsorship of the Water for the West Foundation's educational efforts and commemoration of the 100-year anniversary of the U.S. Bureau of Reclamation.

- 8-4 Affirm the Chief Executive Officer's determination of the property as surplus to Metropolitan's needs: 3.721 acres south of Arrow Highway, La Verne. (ARE&IP)

Recommendation:

Option #1:

Adopt the CEQA determination and

- a. Affirm the Chief Executive Officer's determination that the subject property is surplus;**
- b. Comply with Government Code § 54222, Surplus Lands Act, by offering the property to the La Verne Redevelopment Agency and other prescribed public agencies at a sale price of its fair market value;**
- c. If the property is not purchased by a government entity with preferential rights, sell the subject property by open or exclusive listing under Administrative Code § 8245 or § 8246, respectively, dependent upon the applicable disposition procedure; and**
- d. Market the property for sale on the open market for its fair market value (preliminary estimate at \$1.2 million less costs); and**
- e. Establish reversion provision with condition subsequent wherein actual site development is restricted to purchaser's land utilization as originally disclosed to Metropolitan per the purchaser's plans and specifications.**

(END OF CONSENT CALENDAR)

9. OTHER BOARD ITEMS (Action)

- 9-1 Adopt resolution to impose and extend a water standby charge for fiscal year 2002/03. (BF&I)

Recommendation:

Option #1:

Adopt the CEQA determination and the resolution to impose and extend a water standby charge.

- 9-3 Authorize an increase of \$5.4 million in contract value and within existing appropriation for Honeywell DMC Services, Inc. to continue vendor services for the Regionwide Commercial, Industrial, Institutional Rebate Program through June 2004. (WPQ&R)

Recommendation:

Option #1:

Adopt the CEQA determination and authorize an increase in the Honeywell contract from \$2.5 million to \$7.9 million through June 2004 to allow the use of the previously approved board funding and potential grant and member agency funding.

- 9-4 Authorize entering into agreement for the Phase 1 – Long Beach Conjunctive Use Storage Project with Central Basin MWD under Proposition 13. (WPQ&R)

Recommendation:

Option #1:

Adopt the CEQA determination and authorize the CEO with the approval of the General Counsel to enter into agreement based on the Program Term Sheet for the Phase 1 – Long Beach Conjunctive-Use Storage Project with Central Basin and city of Long Beach as representatives of the five sponsoring agencies.

- 9-5 Authorize entering into an Interim Surplus Guidelines Implementation Agreement with the Southern Nevada Water Authority. (WPQ&R)

Recommendation:

Option #1:

Adopt the CEQA determination and authorize the Chief Executive Officer to enter into the proposed agreement in a form approved by the General Counsel.

- 9-6 Express support for (1) AB 2734 (Pavley) with recommended amendments and (2) SB 1385 (Brulte) relating to water conservation. (CO&L)

Recommendation:

Option #1:

Adopt the CEQA determination and
a. Support AB 2734 with the recommended amendments; and
b. Support SB 1385.

- 9-7 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. (LC&P) **(To be distributed at meeting)**
[Conference with legal counsel—existing litigation; to be heard in closed session pursuant to Gov. Code § 54956.9(a)]
- 9-8 Support CALFED Reauthorization legislation. (CO&L 4/30) **(To be distributed separately)**

10. BOARD INFORMATION ITEMS

- 10-1 Status report for the Inland Feeder Program for the month ending March 2002. (E&O)
[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)

- Added** 11. Authorize preparation of a Commendatory Resolution in commemoration of the 100-year anniversary of the U.S. Bureau of Reclamation

12. REPORTS OF SPECIAL COMMITTEES

13. FUTURE AGENDA ITEMS

14. 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. (E&O, BF&I). Committee agendas may be obtained from the Executive Secretary.