



THE METROPOLITAN WATER DISTRICT
OF SOUTHERN CALIFORNIA

MWD MEETING AGENDA

REVISED AGENDA

Adjourned Regular Board Meeting

August 17, 2010

12:00 p.m. -- Board Room

Tuesday, August 17, 2010 Meeting Schedule		
7:00-8:00 a.m.	Rm. 2-413	Dirs. Computer Training
8:30 a.m.	Rm. 2-145	L&C
10:00 a.m.	Rm. 2-456	C&L
12:00 p.m.	Board Room	Board Meeting
1:30 p.m.	Rm. 2-145	IRP

MWD Headquarters Building •

700 N. Alameda Street •

Los Angeles, CA 90012

1. Call to Order

- (a) Invocation: (Guest)
- (b) Pledge of Allegiance: Director John T. Morris

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 Section 54954.3(a))

5. OTHER MATTERS

- A. Approval of the Minutes of the Meeting for July 13, 2010. (A copy has been mailed to each Director)
Any additions, corrections, or omissions

- B. Report on Directors' meetings attended at Metropolitan expense for month of July
- C. Presentation of Commendatory Resolution to Director Emeritus James M. Barrett, representing San Diego County Water Authority

Added

- C-1. Presentation of Certificates of Recognition to:

Carole Schatz, President and CEO, Central City Association
Donald E. Forsyth, Retired employee
Joe M. Pipins, Retired employee

- D. Approve 45-day leave of absence for Director James H. Blake, commencing July 27, 2010
- E. Approve committee assignments
- F. Chairman's Monthly Activity Report
- G. Blue Ribbon Committee Update

**Date revised in
5H-1**

- H. Tax levy for fiscal year 2010/11. (B&F)
 - H-1 Report on list of certified assessed valuations for fiscal year 2010/11 and tabulation of assessed valuations, percentage participation, and vote entitlement of member public agencies as of August 10, 2010. (Copies distributed—Compare with preceding year—Ordered received and filed, spread on the Minutes, a copy to be sent each Director and to each member public agency).
(To be distributed at meeting)
 - H-2 Adopt resolution establishing the tax rate for fiscal year 2010/11.
(Roll call vote—two-thirds vote required) (To be distributed at meeting)

6. DEPARTMENT HEADS' REPORTS

- A. General Manager's summary of Metropolitan's activities for the month of July
- B. General Counsel's summary of Legal Department activities for the month of July

- C. General Auditor's summary of activities for the month of July
- D. Ethics Officer's summary of activities for the month of July

7. CONSENT CALENDAR ITEMS — ACTION

- 7-1** Appropriate \$220,000; and authorize preliminary design of seismic retrofit of the Upper Feeder's Santa Ana River Bridge (Approp. 15441). (E&O)

Recommendation:

Option #1:

Adopt the CEQA determination and

- a. **Appropriate \$220,000; and**
- b. **Authorize preliminary design for seismic retrofit of the Upper Feeder's Santa Ana River Bridge.**

- 7-2** Appropriate \$1.04 million; and authorize two Colorado River Aqueduct rehabilitation projects (Approp. 15438). (E&O)

Recommendation:

Option #1:

Adopt the CEQA determinations and

- a. **Appropriate \$1.04 million;**
- b. **Authorize construction of upgrades to the CRA Mile 12 monitoring station;**
and
- c. **Authorize final design to rehabilitate the Iron Mountain Pumping Plant service pit.**

- 7-3** Appropriate \$1.2 million; and authorize final design of repairs of the Allen-McColloch Pipeline (Approp. 15441). (E&O)

Recommendation:

Option #1:

Adopt the CEQA determination and

- a. **Appropriate \$1.2 million; and**
- b. **Authorize final design and pipe fabrication to repair four "broken back" pipe sections and eight valve vaults on the Allen-McColloch Pipeline.**

- 7-4** Authorize on-call professional services agreements with Black & Veatch, Kennedy/Jenks Consultants, and MWH Americas, Inc. in support of board-authorized Capital Investment Plan projects. (E&O)

Recommendation:

Option #1:

Adopt the CEQA determination and authorize agreements with Black & Veatch, Kennedy/Jenks Consultants, and MWH Americas, Inc. for engineering support services, in amounts not to exceed \$2 million each per year, with a maximum total amount of \$6 million per agreement.

Withdrawn

- ~~**7-5** Approve amendments updating Division VI, Chapter 1, "Employee Relations," of the Metropolitan Water District Administrative Code. (O&P)~~

- 7-6** Authorize entering into a Local Resources Program agreement with Western Municipal Water District and Elsinore Valley Municipal Water District for the Wildomar Recycled Water System – Phase 1 Project. (WP&S)

Recommendation:

Option #1:

Adopt the CEQA determination and authorize the General Manager to enter into a Local Resources Program agreement with Western Municipal Water District and Elsinore Valley Municipal Water District for 300 acre-feet per year of recycled water under terms included in this letter.

(END OF CONSENT CALENDAR)

8. OTHER BOARD ITEMS — ACTION

- 8-1** Adopt Twentieth Supplemental Resolution to the Master Revenue Bond Resolution authorizing the sale of up to \$500 million of Water Revenue Bonds, 2010 Authorization; and approve (1) Appropriation No. 15469 to pay costs of issuance of Water Revenue Bonds and Water Revenue Refunding Bonds; and (2) entering into interest rate swap transactions of up to \$500 million. (B&F)

Recommendation:

Option #1:

Adopt the CEQA determination and

- a. Adopt Twentieth Supplemental Resolution to the Master Revenue Bond Resolution authorizing the sale of up to \$500 million of Water Revenue Bonds, 2010 Authorization; and approve entering into interest rate swap transactions of up to \$500 million to capture savings and reduce interest rate risk; and**
- b. Approve Appropriation No. 15469 for \$1,500,000 to cover the expenses associated with the bond and interest rate swap transactions, and authorize reimbursement of expenses paid from the General Fund by bond proceeds. The appropriation would expire on August 31, 2012.**

8-2 Approve proposed budget for fiscal year 2011/12. (B&F)

Recommendation:

Option #1:

Adopt the CEQA determination and .

- a. Approve the 2011/12 Budget;**
 - i. Appropriate \$1.13 billion for the projected annual cash outlays for Metropolitan O&M and operating equipment, power costs on the Colorado River Aqueduct, SWP operations, maintenance, power and replacement costs and SWP capital charges; demand management programs including the local resources and conservation credits program; and costs associated with supply programs;**
 - ii. Appropriate as continuing appropriations, \$351.9 million for 2011/12 debt service on Metropolitan general obligation and revenue bonds; and**
 - iii. Authorize the use of \$125 million in operating revenues to fund R&R expenditures in 2011/12.**

8-3 Adoption of Energy Management Policies.

Recommendation:

Option #1:

Adopt the CEQA determination and approve the Energy Management Policies as set forth in the board letter and adopted at the July 2010 Engineering and Operations Committee.

- 8-4** Appropriate \$4 million; and authorize design and construction of three chlorination projects at the Diemer and Weymouth plants (Approps. 15346 and 15447). (E&O)

Recommendation:

Option #1:

Adopt the CEQA determination and

- a. Appropriate \$4 million;**
- b. Authorize final design and construction of the Diemer quagga mussel chlorination control project; and**
- c. Authorize final design and construction of post-filtration chlorination capacity increase projects at the Weymouth and Diemer plants.**

- 8-5** Authorize one-year water exchange agreement with Westlands Water District and San Luis Water District. (WP&S)

Recommendation:

Option #1:

Adopt the CEQA determination and authorize one-year water exchange agreement with Westlands Water District and San Luis Water District.

- 8-6** Authorize \$4,173,350 appropriation to purchase up to 18,145 acre-feet of water transfer supplies from San Luis Water District and Westlands Water District. (WP&S)

Recommendation:

Option #1:

Adopt the CEQA determination and appropriate \$4,173,350 to purchase up to 18,145 acre-feet of water transfer supplies from San Luis Water District and Westlands Water District.

- 8-7** Authorize water management program with member agencies during 2010/11 allocation. (WP&S)

Recommendation:

Option #1:

Adopt the CEQA determination and authorize the General Manager to execute water management agreements consistent with the above principles and terms and in form approved by the General Counsel.

- 8-8** Approve adjustments to Metropolitan's Water Supply Allocation Plan and implement the allocation of seawater barrier supplies for the 2010/11 Allocation Year. (WP&S)

Recommendation:

Option #1:

Adopt the CEQA determination and

- a. Approve the proposed adjustments to Metropolitan's Water supply Allocation Plan; and**
- b. Approve the proposed allocation of seawater barrier supplies.**

- 8-9 Review Rate Structure Integrity provisions of conservation and Local Resources Program funding agreements with San Diego County Water Authority and consider initiation of termination proceedings. (L&C)
[Conference with legal counsel—significant exposure to litigation (one matter) to be heard in closed session pursuant to Gov. Code Section 54956.9(b)]

- 8-10 Express support for AB 1834 (Solorio, D-Santa Ana) — Rainwater Capture Act of 2010. (C&L)

Recommendation:

Option #1:

Adopt the CEQA determination and authorize the General Manager to express Metropolitan's support for AB 1834, as proposed to be amended.

9. BOARD INFORMATION ITEMS

- 9-1** Review of an opt-in/opt-out approach for Metropolitan's Conservation Program. (WP&S)
- 9-2** Status update of the Draft 2010 Regional Urban Water Management Plan. (WP&S)
- 9-3** Report on development of Binational Water Management Proposal. (WP&S)
- 9-4** Policy principles on implementing Article 15(d) of Metropolitan's State Water Contract. (WP&S)

10. FUTURE AGENDA ITEMS

11. OTHER MATTERS

Withdrawn A. ~~AB 1234 Presentation~~

12 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, B&F). Committee agendas may be obtained from the Board Executive Secretary.

Writings relating to open session agenda items distributed to Directors less than 72 hours prior to a regular meeting are available for public inspection at Metropolitan's Headquarters Building and on Metropolitan's Web site <http://www.mwdh2o.com>.

Requests for a disability related modification or accommodation, including auxiliary aids or services, in order to attend or participate in a meeting should be made to the Board Executive Secretary in advance of the meeting to ensure availability of the requested service or accommodation.