

THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

MINUTES

REAL PROPERTY AND ASSET MANAGEMENT COMMITTEE

October 25, 2011

Real Property and Asset Management Committee Chair Hawkins called the meeting to order at 12:32 p.m. in Committee Room 2-145 at Metropolitan's Headquarters.

Committee Members present: Chair Hawkins, Vice Chair Grandsen, Directors Chavez, Grunfeld, Heidel, Little, Record, Wright, and Wunderlich

Member absent: Director K. Murray

Other Board Members present: Directors Ackerman, Barbre, Blake, De Jesus, Dick, Edwards, Evans, Foley, J. Murray, Peterson, and Steiner

Staff present: Bennion, Clairday, P. Fowler, Hicks, Hom, Ivey, Kightlinger, Knudson, N. Luna, Scully, Waade, Wicke, and E. Wong

1. OPPORTUNITY FOR MEMBERS OF THE PUBLIC TO ADDRESS THE COMMITTEE ON MATTERS WITHIN THE COMMITTEE'S JURISDICTION

Dale Tyson of HayDay Farms gave a powerpoint presentation on why Hay Day Farms offers the most value to the Palo Verde Valley and to Metropolitan as the lessee of Metropolitan's Palo Verde farm property.

2. APPROVAL OF THE MINUTES OF THE MEETING OF THE REAL PROPERTY AND ASSET MANAGEMENT COMMITTEE HELD SEPTEMBER 27, 2011

Approved

Motion: Director Little

Seconded: Director Wunderlich

3. OTHER BOARD ITEMS – ACTION

- 8-1** Subject: Authorize entering into a ground lease agreement for approximately 7,000 gross acres of Metropolitan's Palo Verde property

Presented by: Jill Wicke, Assistant Manager
Real Property Development and Management Group

Motion: Adopt the CEQA determination and authorize entering into a ground lease agreement for approximately 7,000 gross acres of Metropolitan's Palo Verde property.

Motion carried: Moved: Wright

Seconded: Grunfeld

After hearing and discussing the item with its negotiators in closed session, in open session, the committee voted to adopt the CEQA determination and authorize entering into a ground lease agreement with HayDay Farms, Inc., for approximately 7,000 gross acres of Metropolitan's Palo Verde property.

- 8-2** Subject: Authorize entering into an option agreement for lease of 10 acres of Metropolitan's Potrero Creek property for a concentrated photovoltaic (CPV) solar project, subject to project approvals

Presented by: Ralph Hicks, Manager
Real Property Development and Management Group

Motion: Adopt the CEQA determination and authorize entering into an option agreement for lease of 10 acres of Metropolitan's Potrero Creek property.

Motion carried: Moved: Wright

Seconded: Record

After hearing and discussing the item with its negotiators in closed session, the committee voted to adopt the CEQA determination and authorize entering into an option agreement for lease of 10 acres of Metropolitan's Potrero Creek property for a concentrated photovoltaic solar project.

4. COMMITTEE ITEMS

None

5. MANAGEMENT REPORT

a. Real Property Development and Management Manager's report

Presented by: Ralph Hicks, Manager
Real Property Development and Management

Mr. Hicks spoke of the upcoming items that will be brought before the committee in 2012. In January, staff will present principles for the development at DVL to the committee that reflects the fair market policy. Cal Poly San Luis Obispo representatives visited Diamond Valley Lake in October. Mr. Hicks spoke on the existing Diamond Valley Lake marina. He informed the committee staff has recently negotiated a short-term agreement and are currently in discussions regarding a long term agreement, which will be brought to the committee for approval in spring. A renewable energy RFP draft will be released in November 2011.

Other items that will be brought to the committee will consist of property conveyances, such as a long-term agreement with the City of Perris for a public trail right of way and surplus of certain Inland Feeder properties.

6. FUTURE AGENDA ITEMS

None

Meeting adjourned at 1:43 p.m.

Phillip Hawkins
Chair