

THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

MINUTES

REAL PROPERTY AND ASSET MANAGEMENT COMMITTEE

February 28, 2012

Real Property and Asset Management Committee Chair Hawkins called the meeting to order at 12:30 p.m. in Committee Room 2-145 at Metropolitan's Headquarters.

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

Member absent: Directors Heidel, K. Murray and Record

Other Board Members present: Directors Brown, Dick, Edwards, Foley, Griset, Millard, Morris, J. Murray, Steiner, and Wilson

Staff present: Bennion, G. Breaux, Clairday, P. Fowler, Hom, Ivey, Kightlinger, Knudson, W. Lieu, N. Luna, Man, L. Martinez, Y. Martinez, Pecs, Riss, Scully, Shraibati, Upadhyay, Wicke, Wolfe, E. Wong and Wynn

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

None

2. APPROVAL OF THE MINUTES OF THE MEETING OF THE REAL PROPERTY AND ASSET MANAGEMENT COMMITTEE HELD JANUARY 24, 2011

Approved

Motion: Director Grunfeld

Seconded: Director Wunderlich

3. CONSENT CALENDAR ITEMS – ACTION

- 7-1** Subject: Authorize easements over various Metropolitan properties in the counties of Riverside and San Bernardino, pending project approvals.

Presented by: Patty Fowler, Sr. Real Estate Rep
Real Property Development and Management Group

Motion: Adopt the CEQA determination and authorize the General Manager to grant easements to the California Department of Water Resources, City of Riverside, City of Temecula and City of Upland

Motion carried Moved: Grunfeld Seconded: Wunderlich

After hearing and discussing the item, the committee voted to adopt the recommended motion.

- 7-2** Subject: Authorize long-term lease agreements on Metropolitan properties in the counties of Orange and Riverside, pending project approvals

Presented by: Patty Fowler, Sr. Real Estate Rep
Real Property Development and Management Group

Motion: Adopt the CEQA determination and authorize the General Manager to enter into lease agreements with New Cingular and Rados Properties

Motion carried Moved: Wright Seconded: Grunfeld

After hearing and discussing the item, the committee voted to adopt the recommended motion.

4. OTHER BOARD ITEMS - ACTION

- 8-1** Subject: Affirm the General Manager's surplus determination and authorize the General Manager to accept offers for the Sunset Parking Structure

Presented by: Patty Fowler, Sr. Real Estate Rep
Real Property Development and Management Group

Motion: Adopt the CEQA determination and
a. Affirm the General Manager's determination that the subject property comprised of a two-story parking structure is surplus and carry out disposition of the property in its current condition;

- Motion: Adopt the CEQA determination and
- a. Authorize the General Manager to purchase approximately 2,175 acres of land in the Palo Verde Valley;
 - and
 - b. Appropriate up to \$30 million plus costs associated to complete the transaction which include labor, professional and technical, and incidental expenses.

Motion carried: Moved: Grunfeld

Seconded: Wright

After hearing and discussing the item with its negotiators in closed session, the committee voted to adopt the recommended motion.

5. BOARD INFORMATION ITEMS

None

6. COMMITTEE ITEMS

- a. Biennial 2012/13 and 2013/14 Real Property Development and Management Group Budget

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

Ms. Wicke discussed the proposed biennial budget for fiscal year 2012/13 and 2013/14 which included long-term revenue development and a projected revenue generation increase to \$17.7 million by 2016/17. The 2012/13 budget was reduced by 10 percent from the previous year.

7. MANAGEMENT REPORT

None

Meeting adjourned at 1:28 p.m.

Phillip Hawkins
Chair