

MINUTES

**ADJOURNED REGULAR MEETING OF THE
BOARD OF DIRECTORS**

THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

SEPTEMBER 22, 2015

50228 The Board of Directors of The Metropolitan Water District of Southern California met in Adjourned Regular Meeting in the Board Room located in the building at 700 North Alameda Street in the City of Los Angeles, State of California, on Tuesday, September 22, 2015.

Chairman Record called the Meeting to order at 12:03 p.m.

50229 The Meeting was opened with an invocation by Ivonne Gonzales, Administrative Assistant, External Affairs.

50230 The Pledge of Allegiance to the Flag was given by Director Linda Ackerman.

50231 Board Secretary Morris called the roll. Those answering present were: Directors Abdo, Ackerman, Apodaca, Atwater, Ballin, Barbre, Beard, Blois, Camacho, Dake, Dear, De Jesus, Dick, Faessel, Friedman, Galleano, Gray, Hogan, Kurtz, Lefevre, McKenney, Morris, Murray, Peterson, Quiñonez, Ramos, Record, Touhey, Tu, Vasquez, and Wunderlich.

Those not answering were: Directors Arceneaux, Koretz, Lewinger, Lowenthal, Martinez, and Steiner.

Board Secretary Morris declared a quorum present.

50232 Chairman Record invited members of the public to address the Board on matters within the Board's jurisdiction.

Mohammed Hasan, Hasan Consultants, commented on the drought situation

Gonzalo Pantoja, electrician from Iron Mountain Pumping Plant, thanked the Board for its support of district housing in the outlying district facilities.

Paul Williams, aqueduct power dispatcher at Gene Facility, also thanked the Board for its support of district housing, and for all the other housing in the desert remote locations.

50233 There being no objection, Chairman Record ordered the reading of the Minutes of the Meetings of August 11 and 18, 2015 dispensed with, copies having been mailed to each Director.

Vice Chairman Touhey moved, seconded by Director Beard, that the Board approve the foregoing Minutes.

Chairman Record called for a vote to approve the Minutes of the Meetings of August 11 and 18, 2015.

The following is a record of the vote:

Ayes: Anaheim (Dir. Faessel, 3,953 votes), Beverly Hills (Dir. Wunderlich 2,773 votes), Burbank (Dir. Ramos, 2,064 votes), Calleguas Municipal Water District (Dir. Blois, 9,007 votes), Central Basin Municipal Water District (Dirs. Apodaca and Vasquez, 12,579 votes), Eastern Municipal Water District (Dir. Record, 6,507 votes), Foothill Municipal Water District (Dir. Atwater, 1,580 votes), Fullerton (Dir. Beard, 1,716 votes), Glendale (Dir. Friedman, 2,680 votes), Inland Empire Utilities Agency (Dir. Camacho, 9,319 votes), Las Virgenes Municipal Water District (Dir. Peterson, 2,212 votes), Los Angeles (Ayes: Dirs. Dake, Murray, and Quiñonez. Absent: Dir. Koretz. 48,956 votes), Municipal Water District of Orange County (Dirs. Ackerman, Barbre, and McKenney, 31,185.75 votes), Pasadena (Dir. Kurtz, 2,544 votes), San Diego County Water Authority (Ayes: Dirs. Hogan and Tu. Absent: Dirs. Lewinger and Steiner. 42,459 votes), San Fernando (Dir. Ballin, 167 votes), San Marino (Dir. Morris, 554 votes), Santa Monica (Dir. Abdo, 3,096 votes), Three Valleys Municipal Water District (Dir. De Jesus, 5,891 votes), Torrance (Dir. Lefevre, 2,531 votes), Upper San Gabriel Valley Municipal Water District (Dir.

Touhey, 8,842 votes), West Basin Municipal Water District (Dirs. Dear and Gray, 16,568 votes), Western Municipal Water District of Riverside County (Dir. Galleano, 8,812 votes). Total 225,995.75 votes.

Noes: None.

Abstain: Municipal Water District of Orange County (Dir. Dick, 10,395.25 votes). Total 10,395.25 votes.

Absent: Compton (Dir. Arceneaux, 376 votes), Long Beach (Dir. Lowenthal, 4,448 votes), Santa Ana (Dir. Martinez, 2,284 votes). Total 7,108 votes.

The motion to approve the Minutes of August 11 and 18, 2015, passed by a vote of 225,995.75 ayes, 10,395.25 abstain, and 7,108 absent.

50234 A written report of meetings attended by Directors at Metropolitan expense during the month of August was distributed.

50235 Director Camacho moved, seconded by Vice Chairman Touhey that the Board approve the following committee assignments:

Director Galleano to the Agriculture and Industry Relations Committee.

Director Beard to the Real Property and Asset Management Committee.

Chairman Record called for a vote to approve the committee appointments.

The following is the record of the vote:

Ayes: Anaheim (Dir. Faessel, 3,953 votes), Beverly Hills (Dir. Wunderlich 2,773 votes), Burbank (Dir. Ramos, 2,064 votes), Calleguas Municipal Water District (Dir. Blois, 9,007 votes), Central Basin Municipal Water District (Dirs. Apodaca and Vasquez, 12,579 votes), Eastern Municipal Water District (Dir. Record, 6,507 votes), Foothill Municipal Water District (Dir. Atwater, 1,580 votes), Fullerton (Dir. Beard, 1,716 votes), Glendale (Dir. Friedman, 2,680 votes), Inland Empire

Utilities Agency (Dir. Camacho, 9,319 votes), Las Virgenes Municipal Water District (Dir. Peterson, 2,212 votes), Los Angeles (Ayes: Dirs. Dake, Murray, and Quiñonez. Absent: Dir. Koretz. 48,956 votes), Municipal Water District of Orange County (Dirs. Ackerman, Barbre, Dick, and McKenney, 41,581 votes), Pasadena (Dir. Kurtz, 2,544 votes), San Diego County Water Authority (Ayes: Dirs. Hogan and Tu. Absent: Dirs. Lewinger and Steiner. 42,459 votes), San Fernando (Dir. Ballin, 167 votes), San Marino (Dir. Morris, 554 votes), Santa Monica (Dir. Abdo, 3,096 votes), Three Valleys Municipal Water District (Dir. De Jesus, 5,891 votes), Torrance (Dir. Lefevre, 2,531 votes), Upper San Gabriel Valley Municipal Water District (Dir. Touhey, 8,842 votes), West Basin Municipal Water District (Dirs. Dear and Gray, 16,568 votes), Western Municipal Water District of Riverside County (Dir. Galleano, 8,812 votes). Total 236,391 votes.

Noes: None.

Abstain: None.

Absent: Compton (Dir. Arceneaux, 376 votes), Long Beach (Dir. Lowenthal, 4,448 votes), Santa Ana (Dir. Martinez, 2,284 votes). Total 7,108 votes.

The motion to approve **M.I. 50235** passed by a vote of 236,391 ayes and 7,108 absent.

50236 Chairman Record referred to his written monthly report, which was distributed to the Board.

50237 Chairman Record presented to both General Manager Kightlinger and General Counsel Scully pins for their 20 years of service on Metropolitan's staff.

50238 Regarding matters relating to Metropolitan's operations and activities, General Manager Kightlinger referred to the General Manager's activity report for August dated August 31, 2015, which was posted to the Directors' website.

General Manager Kightlinger reported on the remarkable saving of water by the public during this drought period, and especially during the record breaking heat condition.

General Manager Kightlinger commented on this month being the Hispanic Employees' Association heritage month and the various events that are planned.

General Manager Kightlinger announced that the Engineering and Operations Committee field trip will take place on October 23, 2015.

50239 Regarding Legal Department activities, General Counsel Scully referred to the General Counsel's activity report for August dated September 14, 2015, which was posted to the Directors' website.

General Counsel Scully reported that the Legal Department had been following the litigation of *Agua Caliente v. Coachella Water District* regarding the tribe's claim for space in the groundwater basin.

50240 General Auditor Riss referred to the Audit Department's activity report for the month of August dated August 31, 2015, which was posted to the Directors' website.

General Auditor Riss commented on the reports that were issued in August: Director and Employee Expense Reporting Audit Report, and Inspection Trip Program Audit Report. Both reports received a generally satisfactory internal control structure opinion.

50241 Ethics Officer Ghaly referred to the Ethics Department activity report for August dated September 15, 2015, which was posted to the Directors' website.

Ethics Officer Ghaly reported on recent legislation that will change the threshold amount for when a financial interest would trigger a conflict and the reporting of it on Form 700. The bill was passed unanimously by both houses of the Legislature.

Vice Chairman Touhey moved, seconded by Director Camacho, that the Board approve the Consent Calendar Item, **M.I. 50242**, as follows:

50242 Adopt the CEQA determination that the proposed action is not defined as a project and is not subject to CEQA, and authorize the General Manager to execute an exhibit to the

December 13, 2007 Forbearance Agreement consistent with the terms outlined in the board letter and in a form approved by the General Counsel, as set forth in Agenda Item 7-1 board letter.

Chairman Record called for a vote to approve the Consent Calendar Item, **M.I. 50242**.

The following is a record of the vote:

Ayes: Anaheim (Dir. Faessel, 3,953 votes), Beverly Hills (Dir. Wunderlich, 2,773 votes), Burbank (Dir. Ramos, 2,064 votes), Calleguas Municipal Water District (Dir. Blois, 9,007 votes), Central Basin Municipal Water District (Dirs. Apodaca and Vasquez, 12,579 votes), Eastern Municipal Water District (Dir. Record, 6,507 votes), Foothill Municipal Water District (Dir. Atwater, 1,580 votes), Fullerton (Dir. Beard, 1,716 votes), Glendale (Dir. Friedman, 2,680 votes), Inland Empire Utilities Agency (Dir. Camacho, 9,319 votes), Las Virgenes Municipal Water District (Dir. Peterson, 2,212 votes), Los Angeles (Ayes: Dirs. Dake, Muray, and Quiñonez. Absent: Dir. Koretz. 48,956 votes), Municipal Water District of Orange County (Dirs. Ackerman, Barbre, Dick, and McKenney, 41,581 votes), Pasadena (Dir. Kurtz, 2,544 votes), San Diego County Water Authority (Ayes: Dirs. Hogan and Tu. Absent: Dirs. Lewinger and Steiner. 42,459 votes), San Fernando (Dir. Ballin, 167 votes), San Marino (Dir. Morris, 554 votes), Santa Monica (Dir. Abdo, 3,096 votes), Three Valleys Municipal Water District (Dir. De Jesus, 5,891 votes), Torrance (Dir. Lefevre, 2,531 votes), Upper San Gabriel Valley Municipal Water District (Dir. Touhey, 8,842 votes), West Basin Municipal Water District (Dirs. Dear and Gray, 16,568 votes), Western Municipal Water District of Riverside County (Dir. Galleano, 8,812 votes). Total 236,391 votes.

Noes: None.

Abstain: None.

Absent: Compton (Dir. Arceneaux, 376 votes), Long Beach (Dir. Lowenthal, 4,448 votes), Santa Ana (Dir. Martinez, 2,284 votes). Total 7,108 votes.

The motion to approve the Consent Calendar Item passed by a vote of 236,391 ayes and 7,108 absent.

50243 Water Planning and Stewardship Committee Chairman De Jesus moved, seconded by Director Atwater, that the Board adopt the CEQA determination that the proposed action is exempt and is not defined as a project under CEQA, and (a) authorize the General Manager to enter into an amendment to the Operational Agreement with Southern Nevada Water Authority (SNWA) and Colorado River Commission of Nevada consistent with the terms outlined in the board letter and in a form approved by the General Counsel; and (b) approve payment of \$44.375 million for funding the storage of water for SNWA in 2015, as set forth in Agenda 8-1 board letter.

Chairman Record called for a vote to approve
M.I. 50243.

The following is a record of the vote:

Ayes: Anaheim (Dir. Faessel, 3,953 votes), Beverly Hills (Dir. Wunderlich, 2,773 votes), Burbank (Dir. Ramos, 2,064 votes), Calleguas Municipal Water District (Dir. Blois, 9,007 votes), Central Basin Municipal Water District (Dirs. Apodaca and Vasquez, 12,579 votes), Eastern Municipal Water District (Dir. Record, 6,507 votes), Foothill Municipal Water District (Dir. Atwater, 1,580 votes), Fullerton (Dir. Beard, 1,716 votes), Glendale (Dir. Friedman, 2,680 votes), Inland Empire Utilities Agency (Dir. Camacho, 9,319 votes), Las Virgenes Municipal Water District (Dir. Peterson, 2,212 votes), Los Angeles (Ayes: Dirs. Dake, Muuray, and Quiñonez. Absent: Dir. Koretz. 48,956 votes), Municipal Water District of Orange County (Dirs. Ackerman, Barbre, Dick, and McKenney, 41,581 votes), Pasadena (Dir. Kurtz, 2,544 votes), San Diego County Water Authority (Ayes: Dirs. Hogan and Tu. Absent: Dirs. Lewinger and Steiner. 42,459 votes), San Fernando (Dir. Ballin, 167 votes), San Marino (Dir. Morris, 554 votes), Santa Monica (Dir. Abdo, 3,096 votes), Three Valleys Municipal Water District (Dir. De Jesus, 5,891 votes), Torrance (Dir. Lefevre, 2,531 votes), Upper San Gabriel Valley Municipal Water District (Dir. Touhey, 8,842 votes), West Basin Municipal Water District (Dirs. Dear and Gray, 16,568 votes), Western Municipal Water District of Riverside County (Dir. Galleano, 8,812 votes). Total 236,391 votes.

Noes: None.

Abstain: None.

Absent: Compton (Dir. Arceneaux, 376 votes), Long Beach (Dir. Lowenthal, 4,448 votes), Santa Ana (Dir. Martinez, 2,284 votes). Total 7,108 votes.

The motion to approve **M.I. 50243** passed by a vote of 236,391 ayes and 7,108 absent.

50244 Engineering and Operations Committee Chairman Peterson moved, seconded by Committee Vice Chairman Blois, that the Board adopt the CEQA determination that the proposed action is not defined as a project under CEQA, and is not subject to the provisions of CEQA, and authorize entering into an agreement with Securitas to provide security services for a one-year contract renewable for four additional years, with the first year's cost not to exceed \$7.1 million and with each subsequent year to be negotiated, for a maximum payable total of \$38.1 million, as set forth in Agenda Item 8-2 board letter.

Chairman Record called for a vote to approve **M.I. 50244**.

The following is a record of the vote:

Ayes: Anaheim (Dir. Faessel, 3,953 votes), Beverly Hills (Dir. Wunderlich, 2773 votes), Burbank (Dir. Ramos, 2,064 votes), Calleguas Municipal Water District (Dir. Blois, 9,007 votes), Central Basin Municipal Water District (Dirs. Apodaca and Vasquez, 12,579 votes), Eastern Municipal Water District (Dir. Record, 6,507 votes), Foothill Municipal Water District (Dir. Atwater, 1,580 votes), Fullerton (Dir. Beard, 1,716 votes), Glendale (Dir. Friedman, 2,680 votes), Inland Empire Utilities Agency (Dir. Camacho, 9,319 votes), Las Virgenes Municipal Water District (Dir. Peterson, 2,212 votes), Los Angeles (Ayes: Dirs. Dake, Muray, and Quiñonez. Absent: Dir. Koretz. 48,956 votes), Municipal Water District of Orange County (Dirs. Ackerman, Barbre, Dick, and McKenney, 41,581 votes), Pasadena (Dir. Kurtz, 2,544 votes), San Diego County Water Authority (Ayes: Dirs. Hogan and Tu. Absent: Dirs. Lewinger and Steiner. 42,459 votes), San Fernando (Dir. Ballin, 167 votes), San Marino (Dir. Morris, 554 votes), Santa Monica (Dir. Abdo, 3,096 votes), Three Valleys Municipal Water District (Dir. De Jesus, 5,891 votes), Torrance (Dir. Lefevre, 2,531 votes), Upper San Gabriel Valley Municipal Water District (Dir. Touhey, 8,842 votes), West Basin Municipal Water District (Dirs. Dear and Gray, 16,568 votes), Western Municipal

Water District of Riverside County (Dir. Galleano, 8,812 votes). Total 236,391 votes.

Noes: None.

Abstain: None.

Absent: Compton (Dir. Arceneaux, 376 votes), Long Beach (Dir. Lowenthal, 4,448 votes), Santa Ana (Dir. Martinez, 2,284 votes). Total 7,108 votes.

The motion to approve **M.I. 50244** passed by a vote of 236,391 ayes and 7,108 absent.

50245 Engineering and Operations Committee Chairman Peterson moved, seconded by Director Faessel, that the proposed action is categorically exempt, and (a) appropriate \$19.8 million (Appropriation No. 15438, No. 30); and (b) award \$16.64 million contract to Kiewit Infrastructure West Co. for canal improvements on the Colorado River Aqueduct, as set forth in Agenda Item 8-3 board letter.

Chairman Record called for a vote to approve **M.I. 50245**.

The following is a record of the vote:

Ayes: Anaheim (Dir. Faessel, 3,953 votes), Beverly Hills (Dir. Wunderlich, 2,773 votes), Burbank (Dir. Ramos, 2,064 votes), Calleguas Municipal Water District (Dir. Blois, 9,007 votes), Central Basin Municipal Water District (Dirs. Apodaca and Vasquez, 12,579 votes), Eastern Municipal Water District (Dir. Record, 6,507 votes), Foothill Municipal Water District (Dir. Atwater, 1,580 votes), Fullerton (Dir. Beard, 1,716 votes), Glendale (Dir. Friedman, 2,680 votes), Inland Empire Utilities Agency (Dir. Camacho, 9,319 votes), Las Virgenes Municipal Water District (Dir. Peterson, 2,212 votes), Los Angeles (Ayes: Dirs. Dake, Muray, and Quiñonez. Absent: Dir. Koretz. 48,956 votes), Municipal Water District of Orange County (Ayes: Dirs. Ackerman, Barbre, Dick, and McKenney, 41,581 votes), Pasadena (Dir. Kurtz, 2,544 votes), San Diego County Water Authority (Ayes: Dirs. Hogan and Tu. Absent: Dirs. Lewinger and Steiner. 42,459 votes), San Fernando (Dir. Ballin, 167 votes), San Marino (Dir. Morris, 554 votes), Santa Monica (Dir. Abdo, 3,096 votes), Three Valleys

Municipal Water District (Dir. De Jesus, 5,891 votes), Torrance (Dir. Lefevre, 2,531 votes), Upper San Gabriel Valley Municipal Water District (Dir. Touhey, 8,842 votes), West Basin Municipal Water District (Dirs. Dear and Gray, 16,568 votes), Western Municipal Water District of Riverside County (Dir. Galleano, 8,812 votes). Total 236,391 votes.

Noes: None.

Abstain: None.

Absent: Compton (Dir. Arceneaux, 376 votes), Long Beach (Dir. Lowenthal, 4,448 votes), Santa Ana (Dir. Martinez, 2,284 votes). Total 7,108 votes.

The motion to approve **M.I. 50245** passed by a vote of 236,391 ayes and 7,108 absent.

50246 Legal and Claims Committee Chairman Quiñonez moved, seconded by Committee Vice Chairman McKenney, that the Board adopt the CEQA determination that the proposed action is not defined as a project and is not subject to the provisions of CEQA, and authorize an increase in maximum amount payable under contract for legal services with Miller Barondess, LLP by \$350,000 to an amount not to exceed \$600,000 in the cases of *San Diego County Water Authority v. Metropolitan Water District of Southern California, et al.*, San Francisco County Superior Court Case Nos. CPF-10-510830, CPF-12-512466, and CPF-14-514004, as set forth in Agenda Item 8-4 confidential board letter.

Chairman Record called for a vote to approve **M.I. 50246**.

The following is a record of the vote.

Ayes: Anaheim (Dir. Faessel, 3,953 votes), Beverly Hills (Dir. Wunderlich, 2,773 votes), Burbank (Dir. Ramos, 2,064 votes), Calleguas Municipal Water District (Dir. Blois, 9,007 votes), Central Basin Municipal Water District (Dirs. Apodaca and Vasquez, 12,579 votes), Eastern Municipal Water District (Dir. Record, 6,507 votes), Foothill Municipal Water District (Dir. Atwater, 1,580 votes), Fullerton (Dir. Beard, 1,716 votes), Glendale (Dir. Friedman, 2,680 votes), Inland Empire Utilities Agency (Dir. Camacho, 9,319 votes),

Las Virgenes Municipal Water District (Dir. Peterson, 2,212 votes), Los Angeles (Ayes: Dirs. Dake, Muuray, and Quiñonez. Absent: Dir. Koretz. 48,956 votes), Municipal Water District of Orange County (Dirs. Ackerman, Barbre, Dick, and McKenney, 41,581 votes), Pasadena (Dir. Kurtz, 2,544 votes), San Fernando (Dir. Ballin, 167 votes), San Marino (Dir. Morris, 554 votes), Santa Monica (Dir. Abdo, 3,096 votes), Three Valleys Municipal Water District (Dir. De Jesus, 5,891 votes), Torrance (Dir. Lefevre, 2,531 votes), Upper San Gabriel Valley Municipal Water District (Dir. Touhey, 8,842 votes), West Basin Municipal Water District (Dirs. Dear and Gray, 16,568 votes), Western Municipal Water District of Riverside County (Dir. Galleano, 8,812 votes). Total 193,932 votes.

Noes: None.

Abstain: San Diego County Water Authority (Abstain: Dirs. Hogan and Tu. Absent: Dirs. Lewinger and Steiner. 42,459 votes). Total 42,459 votes.

Absent: Compton (Dir. Arceneaux, 376 votes), Long Beach (Dir. Lowenthal, 4,448 votes), Santa Ana (Dir. Martinez, 2,284 votes). Total 7,108 votes.

The motion to approve **M.I. 50246** passed by a vote of 193,932 ayes, 42,459 abstain, and 7,108 absent.

50247 Communications and Legislation Committee Chair Kurtz deferred to Committee Vice Chair Gray to report on M.I. 50252.

Communications and Legislation Committee Vice Chair Gray moved, seconded by Director Blois, that the Board adopt the CEQA determination that the proposed action is not defined as a project under CEQA and is not subject to CEQA, and authorize the General Manager to express a support position for, and seek amendments to, S. 1894 (Feinstein, D-CA) - California Emergency Drought Relief Act of 2015, as set forth in Agenda Item 8-5 board letter.

Director Hogan stated that SDCWA submitted a letter on this item and requested that it be entered into the record. The letter raised concern with the staff's recommendation to seek an amendment deleting the reference in the legislation to "reduce reliance" on imported water supplies that affect endangered and threatened species. SDCWA questioned the

proposed amendment since it is the expressed policy of the state to reduce reliance on the Delta in meeting California water needs. Director Hogan stated that after clarification provided by staff at the committee meeting, SDCWA understood that the proposed amendment was not intended to conflict with California's policy to reduce reliance in the Delta. In addition, the technical amendments requested by staff will include a comprehensive list of local agencies eligible for federal funding assistance for water recycling projects. With this understanding, SDCWA would support Item 8-5.

Chairman Record called for a vote to approve
M.I. 50247.

The following is a record of the vote:

Ayes: Anaheim (Dir. Faessel, 3,953 votes), Beverly Hills (Dir. Wunderlich, 2,773 votes), Burbank (Dir. Ramos, 2,064 votes), Calleguas Municipal Water District (Dir. Blois, 9,007 votes), Central Basin Municipal Water District (Dirs. Apodaca and Vasquez, 12,579 votes), Eastern Municipal Water District (Dir. Record, 6,507 votes), Foothill Municipal Water District (Dir. Atwater, 1,580 votes), Fullerton (Dir. Beard, 1,716 votes), Glendale (Dir. Friedman, 2,680 votes), Inland Empire Utilities Agency (Dir. Camacho, 9,319 votes), Las Virgenes Municipal Water District (Dir. Peterson, 2,212 votes), Los Angeles (Ayes: Dirs. Dake, Muray, and Quiñonez. Absent: Dir. Koretz. 48,956 votes), Municipal Water District of Orange County (Dirs. Ackerman, Barbre, Dick, and McKenney, 41,581 votes), Pasadena (Dir. Kurtz, 2,544 votes), San Diego County Water Authority (Ayes: Dirs. Hogan and Tu. Absent: Dirs. Lewinger and Steiner. 42,459 votes), San Fernando (Dir. Ballin, 167 votes), San Marino (Dir. Morris, 554 votes), Santa Monica (Dir. Abdo, 3,096 votes), Three Valleys Municipal Water District (Dir. De Jesus, 5,891 votes), Torrance (Dir. Lefevre, 2,531 votes), Upper San Gabriel Valley Municipal Water District (Dir. Touhey, 8,842 votes), West Basin Municipal Water District (Dirs. Dear and Gray, 16,568 votes), Western Municipal Water District of Riverside County (Dir. Galleano, 8,812 votes). Total 236,391 votes.

Noes: None.

Abstain: None.

Absent: Compton (Dir. Arceneaux, 376 votes), Long Beach (Dir. Lowenthal, 4,448 votes), Santa Ana (Dir. Martinez, 2,284 votes). Total 7,108 votes.

The motion to approve **M.I. 50247** passed by a vote of 236,391 ayes and 7,108 absent.

50248 Finance and Insurance Committee Chairman Barbre moved, seconded by Director Dear, that the Board adopt the CEQA determination that the proposed action is not defined as a project and is not subject to CEQA, and approve the introduction, by title only, of the Ordinance Of The Board of Directors Of The Metropolitan Water District of Southern California Determining That The Interests of The District Require The Use Of Revenue Bonds In The Aggregate Principal Amount of \$500,000,000 To Fund A Portion Of Projected CIP Expenditures for Fiscal Years 2015/16 Through 2017/18, as set forth in Board Agenda Item 8-6 board letter.

Director Tu requested that the letter from SDCWA dated September 20, 2015, addressed to Chairman Record and members of the Board regarding Board Memo 8-6, be made a part of the record. Chairman Barbre noted that the letter would be part of the record.

Committee Chairman Barbre explained that the action was not an authorization for the immediate sale of bonds, but was the introduction of an ordinance for future consideration.

Chairman Record called for a vote to approve **M.I. 50248**.

The following is a record of the vote:

Ayes: Anaheim (Dir. Faessel, 3,953 votes), Beverly Hills (Dir. Wunderlich, 2,773 votes), Burbank (Dir. Ramos, 2,064 votes), Calleguas Municipal Water District (Dir. Blois, 9,007 votes), Central Basin Municipal Water District (Dir. Apodaca and Vasquez, 12,579 votes), Eastern Municipal Water District (Dir. Record, 6,507 votes), Foothill Municipal Water District (Dir. Atwater, 1,580 votes), Fullerton (Dir. Beard, 1,716 votes), Glendale (Dir. Friedman, 2,680 votes), Inland Empire Utilities Agency (Dir. Camacho, 9,319 votes), Las Virgenes Municipal Water District (Dir. Peterson, 2,212 votes), Los Angeles (Ayes: Dirs. Dake, Muray, and Quiñonez).

Absent: Dir. Koretz. 48,956 votes), Municipal Water District of Orange County (Dirs. Ackerman, Barbre, Dick, and McKenney, 41,581 votes), Pasadena (Dir. Kurtz, 2,544 votes), San Marino (Dir. Morris, 554 votes), Santa Monica (Dir. Abdo, 3,096 votes), Three Valleys Municipal Water District (Dir. De Jesus, 5,891 votes), Torrance (Dir. Lefevre, 2,531 votes), Upper San Gabriel Valley Municipal Water District (Dir. Touhey, 8,842 votes), West Basin Municipal Water District (Dirs. Dear and Gray, 16,568 votes), Western Municipal Water District of Riverside County (Dir. Galleano, 8,812 votes). Total 193,765 votes.

Noes: San Diego County Water Authority (Noes: Dirs. Hogan and Tu. Absent: Dirs. Lewinger and Steiner. 42,459 votes), San Fernando (Dir. Ballin, 167 votes). Total 42,626 votes.

Abstain: None.

Absent: Compton (Dir. Arceneaux, 376 votes), Long Beach (Dir. Lowenthal, 4,448 votes), Santa Ana (Dir. Martinez, 2,284 votes). Total 7,108 votes.

The motion to approve **M.I. 50248** passed by a vote of 193,765 ayes, 42,626 noes, and 7,108 absent.

50249 The following communication was submitted to the Board for information:

a. Potential Regional Recycled Water Supply Program.

50250 Interim Human Resources Group Manager Diane Pitman and Classification and Compensation Manager Brandon Patrick reported on the Department Head Salary Survey for 2015.

50251 Chairman Record commented on the salary increases for the department heads and recommended that the Board approve a 2-1/2 percent increase for each of the department heads.

Vice Chairman Murray stated that after listening to the presentation on the comparative salaries from nine agencies, he moved, seconded by Director Tu, that there be no increases for the General Manager, General Counsel, General Auditor, and Ethics Officer.

Director Dick commented on the General Auditor's performance and stated he should be compensated in the same ratio as the other department heads, with an increase in his salary so that he can also share in the same 75th percentile.

Further discussion took place regarding the salary increase for the Ethics Officer.

Chairman Record called for a vote to approve the motion that there be no increases for the four department heads.

The following is a record of the vote.

Ayes: Central Basin Municipal Water District (Dir. Apodaca, 6,289.50 votes), Glendale (Dir. Friedman, 2,680 votes), Los Angeles (Ayes: Dirs. Dake, Murray, and Quiñonez. Absent: Dir. Koretz. 48,956 votes), San Diego County Water Authority (Ayes: Dirs. Hogan and Tu. Absent: Dirs. Lewinger and Steiner. 42,459 votes). Total 100,384.50 votes.

Noes: Anaheim (Dir. Faessel, 3,953 votes), Beverly Hills (Dir. Wunderlich, 2,773 votes), Burbank (Dir. Ramos, 2,064 votes), Calleguas Municipal Water District (Dir. Blois, 9,007 votes), Central Basin Municipal Water District (Dir. Vasquez, 6,289.50 votes), Eastern Municipal Water District (Dir. Record, 6,507 votes), Foothill Municipal Water District (Dir. Atwater, 1,580 votes), Fullerton (Dir. Beard, 1,716 votes), Inland Empire Utilities Agency (Dir. Camacho, 9,319 votes), Las Virgenes Municipal Water District (Dir. Peterson, 2,212 votes), Municipal Water District of Orange County (Dirs. Ackerman, Barbre, Dick, and McKenney, 41,581 votes), Pasadena (Dir. Kurtz, 2,544 votes), San Fernando (Dir. Ballin, 167 votes), San Marino (Dir. Morris, 554 votes), Santa Monica (Dir. Abdo, 3,096 votes), Three Valleys Municipal Water District (Dir. De Jesus, 5,891 votes), Torrance (Dir. Lefevre, 2,531 votes), Upper San Gabriel Valley Municipal Water District (Dir. Touhey, 8,842 votes), West Basin Municipal Water District (Dirs. Dear and Gray, 16,568 votes), Western Municipal Water District of Riverside County (Dir. Galleano, 8,812 votes). Total 136,006.50 votes.

Abstain: None.

Absent: Compton (Dir. Arceneaux, 376 votes), Long Beach (Dir. Lowenthal, 4,448 votes), Santa Ana (Dir. Martinez, 2,284 votes). Total 7,108 votes.

The motion to approve no increases for the four department heads failed by a vote of 100,384.50 ayes, 136,006.50 noes, and 7,108 absent.

Following further discussion on the increases for the department heads, Vice Chairman Touhey moved, seconded by Director Dick, that the General Manager, General Counsel and the Ethics Officer receive a 2-1/2 percent increase and the General Auditor receive a 5.47 percent increase.

Director Wunderlich requested that the votes for the department heads be taken up individually.

Chairman Record called for vote on the motion to give the General Manager a 2-1/2 percent increase.

The following is a record of the vote:

Ayes: Anaheim (Dir. Faessel, 3,953 votes), Beverly Hills (Dir. Wunderlich, 2,773 votes), Calleguas Municipal Water District (Dir. Blois, 9,007 votes), Central Basin Municipal Water District (Dir. Apodaca, 6,289.50 votes), Eastern Municipal Water District (Dir. Record, 6,507 votes), Foothill Municipal Water District (Dir. Atwater, 1,580 votes), Fullerton (Dir. Beard, 1,716 votes), Inland Empire Utilities Agency (Dir. Camacho, 9,319 votes), Las Virgenes Municipal Water District (Dir. Peterson, 2,212 votes), Municipal Water District of Orange County (Dirs. Ackerman, Barbre, Dick, and McKenney, 41,581 votes), Pasadena (Dir. Kurtz, 2,544 votes), San Fernando (Dir. Ballin, 167 votes), San Marino (Dir. Morris, 554 votes), Santa Monica (Dir. Abdo, 3,096 votes), Three Valleys Municipal Water District (Dir. De Jesus, 5,891 votes), Torrance (Dir. Lefevre, 2,531 votes), Upper San Gabriel Valley Municipal Water District (Dir. Touhey, 8,842 votes) West Basin Municipal Water District (Dirs. Dear and Gray, 16,568 votes), Western Municipal Water District of Riverside County (Dir. Galleano, 8,812 votes). Total 133,942.50 votes.

Noes: Burbank (Dir. Ramos, 2,064 votes), Central Basin Municipal Water District (Dir. Vasquez, 6,289.50 votes), Glendale (Dir. Friedman, 2,680 votes), Los Angeles (Noes:

Dirs. Dake, Murray, and Quiñonez. Absent: Dir. Koretz. 48,956 votes), San Diego County Water Authority (Noes: Dirs. Hogan and Tu. Absent: Dirs. Lewinger and Steiner. 42,459 votes). Total 102,448.50 votes.

Abstain: None.

Absent: Compton (Dir. Arceneaux, 376 votes), Long Beach (Dir. Lowenthal, 4,448 votes), Santa Ana (Dir. Martinez, 2,284 votes). Total 7,108 votes.

The motion to approve a 2-1/2 percent increase for the General Manager passed by a vote of 133,942.50 ayes, 102,448.50 noes, and 7,108 absent.

Chairman Record called for vote on the motion to give the General Counsel a 2-1/2 percent increase.

The following is a record of the vote:

Ayes: Anaheim (Dir. Faessel, 3,953 votes), Beverly Hills (Dir. Wunderlich, 2,773 votes), Calleguas Municipal Water District (Dir. Blois, 9,007 votes), Central Basin Municipal Water District (Dir. Apodaca, 6,289.50 votes), Eastern Municipal Water District (Dir. Record, 6,507 votes), Foothill Municipal Water District (Dir. Atwater, 1,580 votes), Fullerton (Dir. Beard, 1,716 votes), Inland Empire Utilities Agency (Dir. Camacho, 9,319 votes), Las Virgenes Municipal Water District (Dir. Peterson, 2,212 votes), Municipal Water District of Orange County (Dirs. Ackerman, Barbre, Dick, and McKenney, 41,581 votes), Pasadena (Dir. Kurtz, 2,544 votes), San Marino (Dir. Morris, 554 votes), Santa Monica (Dir. Abdo, 3,096 votes), Three Valleys Municipal Water District (Dir. De Jesus, 5,891 votes), Upper San Gabriel Valley Municipal Water District (Dir. Touhey, 8,842 votes), West Basin Municipal Water District (Dirs. Dear and Gray, 16,568 votes), Western Municipal Water District of Riverside County (Dir. Galleano, 8,812 votes). Total 131,244.50 votes.

Noes: Burbank (Dir. Ramos, 2,064 votes), Central Basin Municipal Water District (Dir. Vasquez, 6,289.50 votes), Glendale (Dir. Friedman, 2,680 votes), Los Angeles (Noes: Dirs. Dake, Murray, and Quiñonez. Absent: Dir. Koretz. 48,956 votes), San Diego County Water Authority (Noes: Dirs. Hogan and Tu. Absent: Dirs. Lewinger and Steiner. 42,459

votes), San Fernando (Dir. Ballin, 167 votes), Torrance (Dir. Lefevre, 2,531 votes). Total 105,146.50 votes.

Abstain: None.

Absent: Compton (Dir. Arceneaux, 376 votes), Long Beach (Dir. Lowenthal, 4,448 votes), Santa Ana (Dir. Martinez, 2,284 votes). Total 7,108 votes.

The motion to approve a 2-1/2 percent increase for the General Counsel passed by a vote of 131,244.50 ayes, 105,146.50 noes, and 7,108 absent.

Chairman Record called for vote on the motion to give the General Auditor a 5.47 percent increase.

The following is a record of the vote:

Ayes: Anaheim (Dir. Faessel, 3,953 votes), Beverly Hills (Dir. Wunderlich, 2,773 votes), Burbank (Dir. Ramos, 2,064 votes), Central Basin Municipal Water District (Dir. Apodaca, 6,289.50 votes), Eastern Municipal Water District (Dir. Record, 6,507 votes), Foothill Municipal Water District (Dir. Atwater, 1,580 votes), Fullerton (Dir. Beard, 1,716 votes), Inland Empire Utilities Agency (Dir. Camacho, 9,319 votes), Las Virgenes Municipal Water District (Dir. Peterson, 2,212 votes), Municipal Water District of Orange County (Dirs. Ackerman, Barbre, Dick, and McKenney, 41,581 votes), Pasadena (Dir. Kurtz, 2,544 votes), San Marino (Dir. Morris, 554 votes), Santa Monica (Dir. Abdo, 3,096 votes), Three Valleys Municipal Water District (Dir. De Jesus, 5,891 votes), Torrance (Dir. Lefevre, 2,531 votes), Upper San Gabriel Valley Municipal Water District (Dir. Touhey, 8,842 votes) West Basin Municipal Water District (Dirs. Dear and Gray, 16,568 votes), Western Municipal Water District of Riverside County (Dir. Galleano, 8,812 votes). Total 126,832.50 votes.

Noes: Calleguas Municipal Water District (Dir. Blois, 9,007 votes), Central Basin Municipal Water District (Dir. Vasquez, 6,289.50 votes), Los Angeles (Noes: Dirs. Dake, Murray, and Quiñonez. Absent: Dir. Koretz. 48,956 votes), San Diego County Water Authority (Noes: Dirs. Hogan and Tu. Absent: Dirs. Lewinger and Steiner. 42,459 votes), San Fernando (Dir. Ballin, 167 votes). Total 106,878.50 votes.

Abstain: Glendale (Dir. Friedman, 2,680 votes).
Total 2,680 votes.

Absent: Compton (Dir. Arceneaux, 376 votes), Long Beach (Dir. Lowenthal, 4,448 votes), Santa Ana (Dir. Martinez, 2,284 votes). Total 7,108 votes.

The motion to approve a 5.47 percent increase for the General Auditor passed by a vote of 126,832.50 ayes, 106,878.50 noes, 2,680 abstain, and 7,108 absent.

Director Ballin moved a substitute motion, seconded by Director De Jesus, that the Ethics Officer also receive a 5.47 percent increase.

Chairman Record called for a vote to approve the substitute motion to give the Ethics Officer a 5.47 percent increase.

The following is a record of the vote.

Ayes: Beverly Hills (Dir. Wunderlich, 2,773 votes), Burbank (Dir. Ramos, 2,064 votes), Central Basin Municipal Water District (Dir. Apodaca, 6,289.50 votes), Glendale (Dir. Friedman, 2,680 votes), Inland Empire Utilities Agency (Dir. Camacho, 9,319 votes), Pasadena (Dir. Kurtz, 2,544 votes), San Fernando (Dir. Ballin, 167 votes), Santa Monica (Dir. Abdo, 3,096 votes), Three Valleys Municipal Water District (Dir. De Jesus, 5,891 votes), West Basin Municipal Water District (Dirs. Dear and Gray, 16,568 votes), Western Municipal Water District of Riverside County (Dir. Galleano, 8,812 votes). Total 60,203.50 votes.

Noes: Anaheim (Dir. Faessel, 3,953 votes), Calleguas Municipal Water District (Dir. Blois, 9,007 votes), Central Basin Municipal Water District (Dir. Vasquez, 6,289.50 votes), Eastern Municipal Water District (Dir. Record, 6,507 votes), Foothill Municipal Water District (Dir. Atwater, 1,580 votes), Fullerton (Dir. Beard, 1,716 votes), Las Virgenes Municipal Water District (Dir. Peterson, 2,212 votes), Los Angeles (Noes: Dirs. Dake, Murray, and Quiñonez. Absent: Dir. Koretz. 48,956 votes), Municipal Water District of Orange County (Dirs. Ackerman, Barbre, Dick, and McKenney, 41,581 votes), San Diego County Water Authority (Noes: Dirs. Hogan and Tu. Absent: Dirs. Lewinger and Steiner. 42,459 votes), San Marino (Dir.

Morris, 554 votes), Torrance (Dir. Lefevre, 2,531 votes), Upper San Gabriel Valley Municipal Water District (Dir. Touhey, 8,842 votes). Total 176,187.50 votes.

Abstain: None.

Absent: Compton (Dir. Arceneaux, 376 votes), Long Beach (Dir. Lowenthal, 4,448 votes), Santa Ana (Dir. Martinez, 2,284 votes). Total 7,108 votes.

The motion to approve a 5.47 percent increase for the Ethics Officer failed by a vote of 60,203.50 ayes, 176,187.50 noes, and 7,108 absent.

Chairman Record called for vote on the motion to give the Ethics Officer a 2-1/2 percent increase.

The following is a record of the vote:

Ayes: Anaheim (Dir. Faessel, 3,953 votes), Beverly Hills (Dir. Wunderlich, 2,773 votes), Burbank (Dir. Ramos, 2,064 votes), Calleguas Municipal Water District (Dir. Blois, 9,007 votes), Central Basin Municipal Water District (Dir. Apodaca, 6,289.50 votes), Eastern Municipal Water District (Dir. Record, 6,507 votes), Foothill Municipal Water District (Dir. Atwater, 1,580 votes), Fullerton (Dir. Beard, 1,716 votes), Glendale (Dir. Friedman, 2,680 votes), Inland Empire Utilities Agency (Dir. Camacho, 9,319 votes), Las Virgenes Municipal Water District (Dir. Peterson, 2,212 votes), Municipal Water District of Orange County (Dirs. Ackerman, Barbre, Dick, and McKenney, 41,581 votes), Pasadena (Dir. Kurtz, 2,544 votes), San Fernando (Dir. Ballin, 167 votes), San Marino (Dir. Morris, 554 votes), Santa Monica (Dir. Abdo, 3,096 votes), Three Valleys Municipal Water District (Dir. De Jesus, 5,891 votes), Torrance (Dir. Lefevre, 2,531 votes), Upper San Gabriel Valley Municipal Water District (Dir. Touhey, 8,842 votes), West Basin Municipal Water District (Dirs. Dear and Gray, 16,568 votes), Western Municipal Water District of Riverside County (Dir. Galleano, 8,812 votes). Total 138,686.50 votes.

Noes: Central Basin Municipal Water District (Dir. Vasquez, 6,289.50 votes), Los Angeles (Noes: Dirs. Dake, Murray, and Quiñonez. Absent: Dir. Koretz. 48,956 votes), San Diego County Water Authority (Noes: Dirs. Hogan and Tu.

Absent: Dirs. Lewinger and Steiner. 42,459 votes). Total 97,704.50 votes.

Abstain: None.

Absent: Compton (Dir. Arceneaux, 376 votes), Long Beach (Dir. Lowenthal, 4,448 votes), Santa Ana (Dir. Martinez, 2,284 votes). Total 7,108 votes.

The motion to approve a 2-1/2 percent increase for the Ethics Officer passed by a vote of 138,686.50 ayes, 97,704.50 noes, and 7,108 absent.

50252 There being no objection, Chairman Record adjourned the Meeting at 1:04 p.m.



JOHN T. MORRIS

SECRETARY



RANDY A. RECORD

CHAIRMAN