

- b. Subject: General Manager's report of Metropolitan's activities
Presented by: General Manager Jeffrey Kightlinger

General Manager Kightlinger reported that Metropolitan now has an operational Chinese language BeWaterWise.com website. This adds to the English and Spanish versions that were already operational.

Metropolitan's 3 Megawatt facility at the Weymouth Facility has been completed and is now fully operational. There will be an event later on in the year to officially open the plant.

- c. Subject: General Counsel's report of Legal Department activities
Presented by: General Counsel Marcia Scully

General Counsel Scully reported that she was advised that the court may be addressing the stay issued in the Delta Wetlands purchase case on Thursday June 30, 2016. Information received will be added to the July Legal and Claims committee agenda.

General Counsel Scully stated that in regard to the Delta Stewardship case, the court found the Delta Plan to be invalid because it does not include quantified, measurable targets to achieve the goals of reducing environmental harm and increasing Delta water supply reliability. The Delta Stewardship Council is planning to appeal the decision which would suspend invalidation of the plan. Details will be provided to Directors at the July Legal and Claims Committee meeting.

- d. Subject: General Auditor's report of Audit Department activities
Presented by: General Auditor Gerry Riss

General Auditor Riss gave an update on additional properties that have been surveyed and measured as part of the turf replacement audit. The Audit Department is now looking at the Member Agency administered programs and will do so for the next few weeks.

- e. Subject: Ethics Officer's report of Ethics Department activities
Presented by: Ethics Officer Deena Ghaly

Ethics Officer had no report.

The Executive Committee went into closed session at 12:25 p.m.

- f. Subject: Report on *San Diego County Water Authority v. Metropolitan Water District of Southern California, et al.*, San Francisco County Superior Court Case Nos. CPF-10-510380, CPF-12-512466 and CPF-14-514004; and appeal of the 2010 and 2012 actions, Court of Appeal for the First Appellate District Case Nos. A146901 and A148266; and *San Diego County Water Authority v. Metropolitan Water District of Southern California*, Los Angeles County Superior Court Case No. BS161729.
[Conference with legal counsel—existing litigation; to be heard in closed session pursuant to Gov. Code Section 54956.9(d)(1)]

Presented by: Chair Record

This item was discussed in closed session. No action was taken.

The Executive Committee resumed open session at 12:41 p.m.

- g. Subject: Treatment Surcharge Working Group

Presented by: Chief Financial Officer Gary Breaux

Mr. Breaux stated that as part of the adoption of budget and rates for FY 2016/17 and 2017/18, the Board had recommended that a working group be formed to define objectives, analyze alternatives and present recommendations for a new treated water charge effective January 1, 2018. The working group consists of staff from the Chief Financial Officer's group and Member Agency participants. The workgroup will make recommendations to the Finance and Insurance Committee by March 2017. The Finance and Insurance Committee will present its recommendation to the Board by July 2017 and the Board's decision will be implemented on January 1, 2018.

Director Hogan suggested that the Board have a workshop to determine the policy guidelines they would like staff to adhere to. Director Barbre stated that the Finance and Insurance Committee would indeed be giving Board oversight and guidance to the work group.

8. REPORTS FROM COMMITTEES

- a. Subject: Finance and Insurance Committee

Presented by: Committee Chair Barbre

Committee Chair Barbre had no report.

- b. Subject: Water Planning and Stewardship Committee
Presented by: Committee Chair De Jesus

Committee Chair De Jesus had no additional items to report other than what is already on the agenda. He did bring the change in start time of the meeting to the Board's attention. The Water Planning and Stewardship committee will begin at 10:30 a.m. instead of 10:00 a.m.

- c. Subject: Engineering and Operations Committee
Presented by: Committee Chair Peterson

Committee Chair Peterson reported that in July the committee will discuss five action items including awarding a contract to replace valves on the Palos Verdes Feeder, authorization to repair additional prestressed concrete cylinder pipe segments on the Sepulveda Feeder, and a 50-year agreement with the Western Water Area Power Administration and the Bureau of Reclamation for the purchase and delivery of energy and capacity from the Hoover Power Plant.

In addition the committee will hear oral reports on Metropolitan's capital appropriation process and the Prestressed Concrete Cylinder Pipe Rehabilitation Program.

- d. Subject: Communications and Legislation Committee
Presented by: Committee Chair Kurtz

Committee Chair Kurtz reported that there are no action items on the July agenda at the moment. There will be discussion on various bills in Sacramento that Metropolitan holds positions on this month, so items may be added to the agenda at a later date.

- e. Subject: Organization, Personnel and Technology Committee
Presented by: Committee Chair Murray

Committee Chair Murray stated that there will be no meeting of the Organization, Personnel and Technology committee in July.

Irwin Jankovic from the Human Resources Group will be e-mailing all directors a copy of the Department Head year-end performance summaries for review.

- f. Subject: Legal and Claims Committee
 Presented by: Committee Vice Chair McKenney

Committee Vice Chair McKenney reported that in July the committee will hear a presentation on California water law.

In closed session the committee will hear updates on four lawsuits challenging the purchase of the Delta Wetlands property and consider authorizing an increase in legal services contract in connection with the litigation, a report on the Delta Stewardship Council cases, and a report on the *San Diego County Water Authority v. Metropolitan* rate cases.

- g. Subject: Real Property and Asset Management Committee
 Presented by: Committee Chair Camacho

Committee Chair Camacho had no report.

9. FOLLOW-UP ITEMS

General Counsel Scully reminded the Board that on July 11, 2016 there will be a Legal Counsel Dinner event in the cafeteria here at Metropolitan.

10. FUTURE AGENDA ITEMS

None

Meeting adjourned at 12:51 p.m.

Randy A. Record
Chairman of the Board