

3. CHAIRMAN'S REPORT

None

4. OTHER MATTERS

None

5. CONSENT CALENDAR ITEMS – ACTION

None

6. OTHER BOARD ITEMS – ACTION

None

7. BOARD INFORMATION ITEMS

None

8. DEPARTMENT HEAD'S REPORTS

a. Subject: General Manager's report of Metropolitan's activities

Presented by: General Manager Jeffrey Kightlinger

General Manager Kightlinger announced that the State Water Project allocation had been raised from 30 to 35 percent.

b. Subject: General Counsel's report of Legal Department activities

Presented by: General Counsel Marcia Scully

General Counsel Scully had nothing to report.

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

General Auditor Riss reminded the Board of the Audit and Ethics meeting scheduled for the afternoon.

- d. Subject: Ethics Officer's report of Ethics Department activities
Presented by: Interim Ethics Officer Gerry Riss

None

9. REPORTS FROM COMMITTEES

- a. Subject: Finance and Insurance Committee
Presented by: Chief Financial Officer Gary Breaux

Mr. Breaux announced that the committee will consider the purchase of insurance coverage for Metropolitan's Property and Casualty Insurance Program. Additionally, the committee will consider adopting Metropolitan's Statement of Investment Policy for fiscal year 2018/19.

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

Committee Chair Gray announced that the draft agenda for the Water Planning and Stewardship Committee in the month of June has three committee items and oral information items, including one action item:

The action item is to adopt CEQA determination and authorize payment of up to \$708,800 for support of the Colorado River Board and Colorado River Authority for fiscal year 2018/19.

Oral items:

1. Information on the proposed State Water Project Contract Extension Amendment.
2. On Monday, the State Water Project allocation increased to 35%. The change will be highlighted in a Water Surplus and Drought Management Report.
3. Karla Nemeth, Director of California Department of Water Resources will provide an update on DWR's major initiatives.

c. Subject: Engineering and Operations Committee

Presented by: Committee Vice Chair Blois

Committee Vice Chair Blois announced that in June, the Engineering and Operations Committee will consider two action items including:

1. A construction contract to replace the 2.4 kV power line at Intake Pumping Plant, and
2. Authorization of a capital program for projects costing less than \$400,000 for fiscal years 2018/19 and 2019/20.

Five oral reports will also be presented:

1. An update on Constituents of Emerging Concern
2. An update on the Regional Recycled Water Program
3. Opportunities to improve the management of Metropolitan's CIP
4. An update on the Perris Valley Pipeline, and
5. Security Quarterly Report

d. Subject: Communications and Legislation Committee

Presented by: Committee Chair Kurtz

Committee Chair Kurtz announced that the Communications and Legislation Committee has no action items scheduled for consideration in June.

Regular reports from Sacramento and Washington, and the External Affairs Management report, as well as an Update on 2018 Water Conservation Advertising and Outreach Campaign will be presented.

e. Subject: Organization, Personnel and Technology Committee

Presented by: Committee Chair Hogan

Committee Chair Hogan announced that in June, the Organization, Personnel & Technology Committee will consider approval to appropriate funds and develop a Water Ordering and Energy Scheduling System. The committee will also receive an update on EEO Policy and Affirmative Action Plan.

f. Subject: Legal and Claims Committee

Presented by: Committee Vice Chair McKenney

Committee Vice Chair McKenney announced that the Legal and Claims Committee, in closed session, will hear a report on the *San Diego County Water Authority v. Metropolitan* cases.

g. Subject: Real Property and Asset Management Committee

Presented by: Committee Chair Camacho

Committee Chair Camacho announced that the Real Property and Asset Management meeting scheduled for Monday, June 11, 2018 has been adjourned to a Special Meeting on Tuesday, June 26, 2018.

At that time, staff will present an oral update on the Palo Verde lease administration and performance.

h. Subject: Approve draft committee and board meeting agendas and schedule for June 2018

Presented by: Chair Record

Motion: Approve draft committee and board meeting agendas and schedule for June 2018.

Motion: Carried

Moved: Director De Jesus Seconded: Director Camacho

Ayes: Directors Ackerman, Blois, Camacho, De Jesus, Dick, Gray, Hogan, Kurtz, Murray, Pressman, Peterson, Ramos and Record

Noes: None

Abstentions: None

Absent: Directors Dake and Quiñonez

The motion passed by a vote of 13 ayes, 0 no, 0 abstain, and 2 absent.

10. FOLLOW-UP ITEMS

Director Steiner asked for an update on the pending Public Records and Brown Act request. General Counsel Scully and General Manager Kightlinger provided an update.

11. FUTURE AGENDA ITEMS

None

The meeting was adjourned at 12:21 p.m.

Randy A. Record
Chairman of the Board