

# Report!



Board of Directors Summary for **July 2, 2008**

**Report!** is prepared by the Community Involvement Department for all interested individuals. This brief summary of selected items from Eastern Municipal Water District Board of Directors' meetings is distributed after each meeting. Please circulate it to others having an interest. For more information, call 951/928-3777, ext. 4226; or FAX: 951/928-6171

## Work Session

### I. General Manager's Report

(Pack)

#### Past Activities

- We have held a number of discussions over a request from the State Regional Water Quality Control Board (RWQCB) to require a Section 1211 Change of Discharge Petition for the Temescal Wash as a condition of the State Revolving Fund (SRF) loan for the Moreno Valley Regional Water Reclamation Facility (RWRF) Secondary Clarifier And Tertiary Treatment (SCATT) project. Our position is that it is not needed and we feel the State will withdraw its request once the issue is understood by them. We will meet with them on the 8<sup>th</sup> if required.
- Friday, Ravi and staff met with the Lake Elsinore Advanced Pump Storage (LEAPS) project proponents. Ravi will give a summary during his report.
- Monday we met with the San Jacinto City Manager and City Engineer as part of our monthly coordination meetings. We presented the City Manager with the letter that has been distributed and discussed the fact that future capital construction would be the City's responsibility.
- Yesterday Bonnie and I met with Elan Associates to go over our SRF application and the upcoming meeting in Sacramento with the State Board staff.
- We met with the Union yesterday for almost three hours and I will be briefing the Board on those results later this morning.

#### Future Activities

- Instead of Friday, the Southern Coalition Meeting (MWD) will be held tomorrow, followed by a meeting with MWD staff on the Interim Ag Water Program options.
- I will be visiting Sacramento next Tuesday (July 8) to meet with State Water Resources Board staff on our recycled water program as well as other items.
- Next Wednesday we will meet with Supervisor Ashley, City of Perris staff, and Economic Development Corporation (EDC) to discuss funding for Enchanted Heights.
- Next Friday (July 11) I will attend the MWD Managers meeting.

- On Monday, July 14, we will host another CAM meeting for the Groundwater Management Program.
- On Tuesday, July 15, the Riverside County Landscape Task Force will meet, and on Thursday (July 17) the WRCOG Technical Committee will meet in Riverside.

### **Follow Up From Previous Board Meetings**

- We have held several conference calls with the attorneys in the VENTYX lawsuit and we will be discussing in Closed Session.
- Last Tuesday (June 24), we held the first workshop on the tiered rates project and identified the key areas that we will be discussing in the second workshop this afternoon following the Board Meeting and Facilities Corp Meeting.
- Chuck will be covering the Bond Refunding information that is on your agenda today as part of his report. This action will complete all the refundings of prior bond issues and leaves only the new financing to be completed.
- We will have a presentation from Perry Louck from RCWD on their Integrated Resources Plan (IRP) overview. The Ag Demineralization Project we have been discussing is part of this program. Our next meeting with RCWD will be on Friday, July 25.
- I will be discussing some of the administrative procedures associated with the deferred implementation of the revised connection fees. I left a voicemail with the BIA as well as an e-mail and sent them a copy of the presentation.

### **Operational Highlights**

- Last week we successfully used the autocal system to notify 400 customers of a water outage. This system automatically calls our customers from their phone numbers in the COINS database and delivers a pre-recorded message. The system has the potential to make 80,000 calls in one hour.
- The additional SBK Rat trapping required by the Fish and Wildlife Service is about 50 percent complete and is projected to be completed by the middle of this month. Most grids trapped to date have yielded 2-3 animals per 63mX63m grid.
- MWD provided a delta update last Friday. To date, the Wranger decision has resulted in a loss of about 500,000 AF, half of which would have been allocated to MWD. We expect the restrictions to end shortly and pumping to increase in July as the fish move away from the pumps. The State Water Project (SWP) allocation remains at 35 percent and state reservoir levels continue to decrease. Diamond Valley Lake (DVL) is currently at 550,000 AF.
- The South Perris Desalter received a mark for \$989,000 in the House Energy and Water Bill.
- We have been selected to participate in a pilot study with the Gas Company to evaluate the efficiencies of natural gas engines.

## Upcoming Meetings and Events

- Previously covered.

### Organizational and Administrative Changes

- We will be scheduling a demonstration in the future to review the video conferencing system that MWD is installing. We are waiting for MWD to develop a policy on what type of meetings will be broadcast before we commit to a system for EMWD.

#### A. Recap of Board Committee Meetings

1. Planning (*June 16*)

#### B. Items of Information

### II. Comments and Matters of Interest to the Board Members (Pack)

### III. Directors' Activities Report (Pack)

#### A. Board Attendance of EMWD Related Conferences, Meetings and Events

Not reported on

1. Valley Group (*June 13*) (Kuebler)
2. Moreno Valley Community Meeting (*June 16*) (Slawson)
3. WRCOG General Assembly (*June 19*) (Record/Sullivan/Paule)
4. WRCOG Executive Meeting (*June 20*) (Paule)
5. 2008 Olympus Awards (*June 20*) (Paule)
6. Public Utilities Commission Hearing (*June 20*) (Slawson)
7. Retrofit Irrigation System (*June 24*) (Sullivan)
8. Tiered Rates Development Workshop (*June 24*) (Sullivan)
9. Temecula Wine Country Sewer Meeting (*June 24*) (Record)
10. WESTCAS Summer Conference (*June 25 - 27*) (Paule)
11. Lake Elsinore Advanced Pump Storage (LEAPS) Follow-up Meeting (*June 26*) (Paule)

### IV. Discussions on Matters Which Will Require Board Action (Pack)

#### A. Review of July 2, 2008 Agenda Items (*If Needed*)

1. Regular Agenda Item No. VIII.A.: Services Agreement with Camp Dresser and McKee Inc., for Completion of an Integrated Resources Plan

### V. Presentations To EMWD (Guest Speakers)

- A. Rancho California Water District's (RCWD) Integrated Resource Plan (IRP) Overview (*20 minutes*) (Perry Louck, Rancho California Water District)

### VI. Response Items / Status Reports / Information Items

- A. MWD Update (*10 minutes*) (Record/Harrison)
- B. Connection Fee Implementation (*20 minutes*) (Pack)
- C. SAWPA Update (*10 minutes*) (Sullivan)
- D. MWD's Long Range Financial Plan (*15 minutes*) (Rathbone)

Deferred

*Deferred*

E. May Financial Update (15 minutes)

(Robinson)

*Agenda Item No. VI.F. will be discussed and presented following the Board Meeting in Conference Room 217*

F. Tiered Rates Development Workshop (2 hours)

(Rathbone)

**VII. Follow-up or Update on Previous Closed Session Item(s)**

**VIII. Closed Session**

*Not discussed*

A. Re: Camp Pendleton Four-Party Agreement Claim  
Government Code Section 54956.9  
Conference with Legal Counsel  
One Potential Litigation

*Not discussed*

B. Re: EMWD vs. Ventyx  
Government Code Section 54956.9 (b)  
Conference with Legal Counsel  
One Potential Litigation Case

*Status report given by GM  
Board provided direction to GM on how to proceed*

C. Re: Memorandum of Understanding (MOU) Negotiations Update  
Government Code Section 54957.6  
Labor Negotiator: Anthony J. Pack  
Employee Organization: IBEW Local 1436

*Not discussed*

D. Re: EMWD vs. Tajik  
Government Code Section 54956.9  
Conference with Legal Counsel  
One Potential Litigation

*Not discussed*

E. Re: One Potential Litigation  
Government Code Section 54956.9(b)  
Conference with Legal Counsel

**Adjournment**

*Adjourned Work Session at 12:15 p.m.*

(Slawson)

**Board Meeting**

**I. Recognitions**

(Slawson, C.I. Officer)

*None*

- A. Service Awards
- B. Academic Achievements – Judy Comer, Finance
- C. Government Finance Officers Association (GFOA) Award

*None*

D. Proclamations/Academic Achievements/Others

*M-175/08*

Approve and Authorize the Addition to the Agenda Item No. X.F.: Closed Session  
Re: Perris Properties, LLC

**1. Consider Adoption of Minute Order**

**II. Public Hearings**

*R-4836*

A. **Hearing to Adopt Resolution No. 4836**, of Eastern Municipal Water District to Acquire Real Property, by Eminent Domain Proceedings for Facilities Construction Related to the Tally Road Tank Project

R-4837

- B. **Hearing to Adopt Resolution No. 4837**, of Eastern Municipal Water District to Acquire Real Property, by Eminent Domain Proceedings for Facilities Construction Related to the Murrieta Creek Sewer Relief Project

III. **Discussions and/or Comments by Board Members**

IV. **Approval of Minutes**

M-176/08

- A. Regular Meeting of June 18, 2008  
1. **Consider Adoption of Minute Order**

Receive & File

V. **Board Committee Report**

- A. Planning Committee (*June 16*)

VI. **Letters of Correspondence to the Board of Directors**

Reply mailed following the Board Meeting 7/03/08

- A. An email was received from Analette Espino in regards to a billing issue.

Reply mailed following the Board Meeting 7/03/08

- B. An email was received from Mr. Rogelio Labrador in regards to penalties on water usage.

VII. **Consent Calendar**

**Annexations**

- A. Annexation of Parcel Nos. U-17-08-2 and U-18-08-2 to Improvement District Nos. U-17 and U-18 (The Frey Living Trust - PM 30602)

M-177/08

1. **Consider Adoption of Minute Order**, Approving the Maps and Legal Descriptions for Parcel Nos. U-17-08-2 and U-18-08-2 and Order Such Maps and Legal Descriptions Filed With the Secretary; and

R-4838, 4839

2. **Adopt Proposed Resolution Nos. 4838 and 4839**, Annexing Parcel Nos. U-17-08-2 and U-18-08-2 to Improvement District Nos. U-17 and U-18 of EMWD

- B. Annexation of Parcel Nos. U-27-08-5 and U-28-08-5 to Improvement District Nos. U-27 and U-28 (Iris Partners, LLC - Tract 29857-1)

M-178/08

1. **Consider Adoption of Minute Order**, Approving the Maps and Legal Descriptions for Parcel Nos. U-27-08-5 and U-28-08-5 and Order Such Maps and Legal Descriptions Filed With the Secretary; and

R-4840, 4841

2. **Adopt Proposed Resolution Nos. 4840 and 4841**, Annexing Parcel Nos. U-27-08-5 and U-28-08-5 to Improvement District Nos. U-27 and U-28 of EMWD

**(End of Consent Calendar)**

VIII. **Letters From the General Manager**

M-179/08

- A. Approve and Authorize a Services Agreement with Camp Dresser and McKee Inc., for Completion of an Integrated Resources Plan  
1. **Consider Adoption of Minute Order**

- Deferred* B. ~~Approve and Authorize a Services Agreement with Dudok & Associates Inc., for an Initial Feasibility Study of Recycled Water Use and Storage in the Diamond Valley Lake Recreational Areas~~
- M-180/08* C. Reaffirming Policy Concerning Payment of Costs Associated with Statements of Qualification for Candidates for the Board of Directors  
1. **Consider Adoption of Minute Order**
- M-181/08* D. Approve and Authorize a Tender Agreement with Safeco Insurance Company of America and a Completion Agreement with Utah Pacific Construction Company to Complete the Menifee Lakes Recycled Water Pipeline Under Specification No. 1110P-2  
1. **Consider Adoption of Minute Order**
- R-4842* E. **Adopt the Proposed Resolution No. 4842**, Authorizing the Preparation, Sale, and Delivery of Approximately \$130,000,000 Principal Amount of Water and Sewer Revenue Refunding Variable Rate Certificates of Participation, Series 2008D and 2008E, and Authorizing the Execution and Delivery of Certain Documents in Connection Therewith

**Claim**

- M-182/08* F. Deny Claim Filed Against the District by the County of Riverside, for Indemnity and Defense  
1. **Consider Adoption of Minute Order**

**IX. Follow-up or Update on Previous Closed Session Item(s)**

**X. Closed Session**

- Status report provided - no action taken* A. Re: Camp Pendleton Four-Party Agreement Claim  
Government Code Section 54956.9  
Conference with Legal Counsel  
One Potential Litigation
- Status report provided - no action taken* B. Re: EMWD vs. Ventyx  
Government Code Section 54957.1  
Conference with Legal Counsel  
One Litigation Case
- Status report provided by GM following the Work Session-Board provided GM direction on how to proceed.* C. Re: Memorandum of Understanding (MOU) Negotiations Update  
Government Code Section 54957.6  
Labor Negotiator: Anthony J. Pack  
Employee Organization: IBEW Local 1436
- Not discussed* D. Re: EMWD vs. Tajik  
Government Code Section 54956.9  
Conference with Legal Counsel  
One Potential Litigation
- Status report provided - no action taken* E. Re: One Potential Litigation  
Government Code Section 54956.9(b)  
Conference with Legal Counsel
- Status report provided - no action taken* F. Re: Perris Properties, LLC  
Government Code Section 54956.9(a)  
Conference with Legal Counsel  
One Potential Litigation

*M-183/08*

**ADJOURNMENT**

*Adjourned the meeting to the Facilities Corporation, approximately at 1:30 p.m., then to Work Session Item No. VI.F., Tiered Rates Workshop, then to Wednesday, July 16, 2008, 9:00 a.m.*