

MINUTES
REGULAR BOARD OF DIRECTORS MEETING
THREE VALLEYS MUNICIPAL WATER DISTRICT

Wednesday, May 17, 2017
8:00 a.m.

1. Call to Order

The Board of Directors meeting of the Three Valleys Municipal Water District (TVMWD) was called to order at 8:00 a.m. at the TVMWD office located at 1021 East Miramar Avenue, Claremont, California. The presiding officer was President Bob Kuhn.

2. Pledge of Allegiance

The flag salute was led by President Kuhn.

3. Roll Call

Roll call was taken with the full Board present.

Directors Present

Bob Kuhn, President
David De Jesus, Vice President
Brian Bowcock, Secretary
Joseph Ruzicka, Treasurer
Dan Horan, Director
Carlos Goytia, Director
John Mendoza, Director

Staff Present

Rick Hansen, General Manager
Steve Kennedy, Legal Counsel
Dominique Aguiar, Operations Supervisor
Liz Cohn, Sr. Financial Analyst
Vicki Hahn, District Clerk/Executive Assistant
Kirk Howie, Assistant GM-Administration
Steve Lang, Water Operations Manager
James Linthicum, Chief Finance Officer
Ben Peralta, Project Manager

Guests and others present: Armando Apodaca, CA-NV AWWA; Paola Avendono, Assembly Member Freddie Rodriguez' Office; Roger Bradley, City of Claremont; Ted Carrera; Luis Cetina, Cucamonga Valley Water District/MWD; Tom Coleman, Rowland Water District; Heather Collins, CA-NV AWWA; Robert DeLoach, Robert DeLoach & Associates; Paul DiMaggio, Suburban Water Systems; Director Ted Ebenkamp, Walnut Valley Water District; Leia Fletes, Assembly Member Blanca Rubio's Office; Kristy Foy, Mike Arnold & Associates; Marisol Guerra, Representative Norma Torres' Office; Director Ed Hilden, Walnut Valley Water District; Erik Hitchman, Walnut Valley Water District; Mike Holmes, Walnut Valley Water District; Maria Kennedy, Kennedy Communications; Jeff Kightlinger, Metropolitan Water District; Chris Lancaster, Civic Publications; Fred Lantz, TVMWD Director Emeritus; Ben Lewis, Golden State Water Company; Director Tony Lima, Rowland Water District; Caelin Locker, Senator Josh Newman's Office; Director Szu Pei Lu-Yang, Rowland Water District; José Martinez, Valley County Water District; Sally Martinez, San Gabriel Valley Regional Chamber; Dean McHenry, League of Women Voters; Vickere Murphy, Senator Anthony Portantino's Office; Council Member Sam Pedroza, City of Claremont; Bob Pence, Representative Grace Napolitano's Office; Rose Perea, Rowland Water District; Tony Poli; Darron Poulsen, City of Pomona; Bernie Stillions; Kathy Tiegs, ACWA/Cucamonga Valley Water District; Dave Warren, Rowland Water District

4. Additions to Agenda

President Kuhn inquired if there were any additions to the published agenda. Staff did not have any additions to the published agenda.

5. Reorder Agenda

President Kuhn inquired if there was any reason to reorder the published agenda. Staff did not have any reason to reorder the published agenda.

6. Public Comment

President Kuhn called for any public comment. President Kuhn announced the public comments will be officially taken at the end of today's meeting, however anyone with interest in an item on the agenda may speak at any time.

7. Consent Calendar

The Board was asked to consider the Consent Calendar Items (7.1-7.4) for the May 17, 2017 Board meeting that included: (7.1) Receive, approve and file, April 2017 Board minutes for April 5, 2017 and April 19, 2017; (7.2) Receive, approve and file, April 2017 Financial Reports; (7.3) Receive and file FY 17-18 Reserve Schedule as of April 30, 2017; (7.4) Approve Resolution No. 17-05-799 Placing Director Bowcock in nomination to serve on the ACWA Region 8 Board for 2018-19 Term.

Upon motion and second the floor was opened for discussion. There being no discussion, President Kuhn called for the vote.

<p>Moved: Ruzicka; Second: Horan Motion No. 17-05-5137 to approve the May 17, 2017 Consent Calendar items 7.1-7.4. The motion passed with a 7-0 unanimous vote.</p>

8. General Manager's Report

8.A – Administration

8.A.1 Legislative Update, May 2017

Assistant General Manager, Kirk Howie provided the Board with a legislative update as follows:

Staff participated at the California Special District's Association Legislative Day on May 16, 2017 and participated in meetings with staff from Senator Connie Leyva's office and Assembly Member Freddie Rodriguez' office providing information regarding current water conditions through the state. The legislative staff were also provided an update on TVMWD's planned annual lobby visits scheduled for June 6, 2017.

All bills for the current legislative cycle must move out of their house of origin by June 2, 2017.

At their May 9, 2017 Board Meeting, Metropolitan Water District adopted a resolution declaring a Condition 1 - Water Supply Watch. TVMWD will prepare a similar resolution for consideration by the Board during their June meetings.

8.A.2 Approve Director Expense Reports for April 2017

The Board was asked to approve April 2017 expense reports. Upon motion and second the floor was opened for discussion. There being no discussion, President Kuhn called for the vote.

**Moved: Ruzicka; Second: Horan
Motion No. 17-05-5138 to approve payment of the Director Expense reports for April 2017. The motion passed with a 7-0 unanimous vote.**

8.B – Engineering and Operations

8.B.1 Calendar Year Imported Water Purchases – April 2017 and Peak Flow Reports through May 9, 2017

Engineering and Planning Manager, Mario Garcia reviewed the April 2017 imported water purchases. Four months year-to-date approximately 13,000/AF of Tier 1 water has been delivered to the Member Agencies with a remaining balance of approximately 68,000/AF. To date, imported water deliveries are trending as per norm for this time of year compared to prior years. Today's report included a Peak Flow status through May 9, 2017. Peak flows are measured annually from May to September. Early in the month there was a peak spike due to warmer than usual temperatures, however as the month continued this normalized due to the cooler weather.

Mr. Hansen informed that TVMWD is presently working with MWD as it concerns the high allocation of state water project water. MWD is looking at all potential areas to store this surplus water. TVMWD has several prospective areas for storage of surplus water in the Main Basin through its cyclic storage agreements, Chino Basin Dry Year Yield program, and the development of a cyclic storage agreement in Six Basins.

8.B.3 Miramar Operations Report – April 2017

Water Operations Manager, Steve Lang provided an overview of the Miramar Plant operations and activities for the month of April 2017. Water quality continues to meet or exceed state and federal drinking water standards without any violations reported by SWRCB.

The production and sales statistics were available on the report in the packet and are summarized as follows: Current production/sales data month and year-to-date were reviewed as follows: total potable water produced 1736.3/AF; Wells 1 and 2 both ran for a total of 30 days and cumulatively produced 83.6/AF; this was the first time historically that the wells produced greater than the prior year and staff will continue to monitor this; total potable water sales for the month were 1820.0/AF; total year-to-date potable water sold is at 119.5% of what was budgeted.

Miramar Hydro 1 continues to be offline due to lower pressures and flows on the Rialto Feeder. All remaining hydros produced greater than budgeted this month. YTD overall hydrogeneration is at 65.1% of budget.

Special activities were also reviewed. The full report is available upon request.

9. Directors' / General Managers Oral Reports

9.A Local Agency Formation Commission (LAFCO)

Director Ruzicka reported on the May 10, 2017 meeting. LAFCO sent an oppose unless amended position letter to SB 634 (Wilk) Santa Clarita Water District as it concerns the proposed merger of Castaic Lake Water District and Newhall Water District. The bill has been pulled for amendment.

Director Ruzicka informed the Board that David Spence who was a LAFCO Commissioner and Council Member from La Canada Flintridge passed away earlier this week from a heart attack.

9.B Six Basins Watermaster

Director Bowcock informed they are working on the Six Basins Master Plan.

9.C Main San Gabriel Basin Watermaster

Director Bowcock reported that the Main San Gabriel Basin Watermaster adopted their drought management plan and established rates for a resource development assessment. Their operating safe yield was set at 150,000/AF for the next five years. The Key Well is currently at 183.1' (the normal level is 200').

9.D Chino Basin Watermaster

President Kuhn reported that the judge issued his final opinion and has set the safe yield at 135'. The Ag Pool has initiated a protest and potential actions on future water transfers are yet to be determined.

9.E San Gabriel Basin Water Quality Authority

President Kuhn reported that the next board meeting is scheduled for today. A new 10-year agreement to extend remediation in the San Gabriel Basin has been signed; this was the longest term that could be insured. As a result, WQA will be negotiating their insurance agreement on a 2-year cycle.

9.F MWD Board

Director De Jesus reported on recent action taken at the May 9, 2017 MWD Board Meeting. An update was provided on the oral arguments in the SDCWA v. MWD Court of Appeals action.

9.G Additional Board Member or Staff Reports / Comments

President Kuhn recognized General Manager, Rick Hansen for his 40 years of service at TVMWD beginning as an intern to Engineering Manager to General Manager. He began his career at TVMWD in April 1977 and was promoted to General Manager in 1981. The Board would like to recognize and extend their appreciation for the vision he has had for TVMWD for today and the future.

Mr. Hansen extended his thanks to the Board, Staff and all Member Agencies, along with other friends and family of the TVMWD for their ongoing support and encouragement throughout the years.

All were invited to partake of a breakfast celebration in the new breakroom and to reconvene at 9:00 a.m. for presentations of certificates of appreciation/recognition to Mr. Hansen.

10. Future Agenda Items

There were no requests for future agenda items.

11. Adjournment

President Kuhn adjourned the meeting at 8:43 a.m. a.m. **The next regular Board meeting is scheduled for June 7, 2017 at 8:00 a.m.**

The meeting was adjourned in memoriam for Mr. David Spence.

/s/ Bob Kuhn
President, Board of Directors
Three Valleys Municipal Water District

Recorded by: Victoria A. Hahn,
District Clerk/Executive Assistant