



AGENDA

EXECUTIVE COMMITTEE MEETING Santa Fe Irrigation District

Wednesday, April 12, 2017

9:30 A.M.*

**Please note revised start time*

Held at Santa Fe Irrigation District
5920 Linea del Cielo, Rancho Santa Fe, California 92067

CALL MEETING TO ORDER

ORAL COMMUNICATIONS

Opportunity for members of the public to address the Committee (Government Code Section 54954.3) Individuals may address the Committee regarding items not appearing on the posted agenda, which are within the subject matter jurisdiction of the Committee, at any time. Comments and inquiries pertaining to items listed on the agenda will be received during the deliberation of the agenda item. Speakers are asked to state their name, address, and topic, and to observe a time limit of three (3) minutes each. Members of the public desiring to address the Committee are asked to complete a speaker's card, available at the table near the entrance and present it to the Board Secretary prior to the start of the meeting.

ACTION AND DISCUSSION ITEMS

1. Minutes from the March 9, 2017 Executive Committee Meeting (pages 3-4)
2. Consider Resolution Supporting The San Diego County Water Authority's Long Term Water Supply Plan And Litigation Against The Metropolitan Water District Of Southern California (pages 5-7)
3. Consider Adopting Positions on State Bills AB 1323 (Weber) and AB 869 (Rubio) (pages 8-10)
4. Review and Discuss Proposed FY18 Personnel Budget (pages 11-19)
5. Discussion of Board of Directors Planning Workshop #1 (page 20)
6. Review of Draft April 20, 2017 Board of Directors Meeting Agenda (pages 21-23)
7. Review of Future Regular and Special Board Meeting Agenda Items (pages 24-25)

REPORTS

8. General Manager's Report (oral)
9. Committee Members' Comments (oral)

CLOSED SESSION

At any time during the Regular Session, the Board may adjourn to Closed Session to consider litigation, or discuss with Legal Counsel matters within the Attorney/Client Privilege, subject to the appropriate disclosures. Discussion of litigation is within the Attorney/Client Privilege and may be held in Closed Session. (Pursuant to Government Code Section 54956.9)

10. Conference with Legal Counsel- Anticipated Litigation
Significant exposure to litigation pursuant to paragraph (2) of subdivision (d) of
Government Code Section 54956.9
One potential case

ADJOURN - Next Executive Committee meeting: Wednesday, May 10, 2017 @ 2:00 p.m.

Assistance for the disabled: If you are disabled in any way and need accommodation to participate in the meeting, please call the Board Secretary at (858) 756-2424 for assistance at least three (3) working days prior to the meeting so the necessary arrangements can be made.

**MINUTES
EXECUTIVE COMMITTEE MEETING
Santa Fe Irrigation District**

March 9, 2017
Santa Fe Irrigation District
5920 Linea del Cielo, Rancho Santa Fe, CA

CALL MEETING TO ORDER:

President Hogan called the meeting to order at 9:15 a.m.

PRESENT: President Hogan, Vice President Daddi, and General Manager Bardin were present.

ORAL COMMUNICATIONS - None

ACTION AND DISCUSSION ITEMS:

1. MINUTES FROM THE FEBRUARY 8, 2017 EXECUTIVE COMMITTEE MEETING

The Committee approved the minutes as presented.

2. DISCUSSION OF SCHEDULING AND PLANNING FOR BOARD OF DIRECTORS' WORKSHOPS

After an extensive discussion, the Committee agreed with staff's recommendation for Facilitator selection and directed staff to move the item forward for full Board consideration and discussion at the regular March meeting.

3. DISCUSSION REGARDING DECLARING AN END TO THE WATER SHORTAGE RESPONSE LEVEL 1 CONDITION WITHIN THE SANTA FE IRRIGATION DISTRICT

The Committee discussed the item, recommended approval, and directed staff to move the item forward for full Board consideration at the regular March meeting.

4. REVIEW OF DRAFT MARCH 16, 2017 BOARD OF DIRECTORS MEETING AGENDA

After review and discussion, the Committee added an item to consider declaring an end to the Water Shortage Response Level 1 condition and reordered the remaining action items on the agenda.

5. REVIEW OF FUTURE REGULAR AND SPECIAL BOARD MEETING AGENDA ITEMS

The Committee reviewed and discussed with no revisions made.

REPORTS

6. GENERAL MANAGER'S REPORT – No further comments
7. COMMITTEE MEMBERS' COMMENTS – No further comments

INFORMATION ITEMS - NONE

CLOSED SESSION

8. CONFERENCE WITH LEGAL COUNSEL – PUBLIC EMPLOYEE PERFORMANCE EVALUATION
PURSUANT TO GOVERNMENT CODE SECTION 54957
TITLE: GENERAL MANAGER
9. CONFERENCE WITH LEGAL COUNSEL - CONFERENCE WITH LABOR NEGOTIATORS
PURSUANT TO GOVERNMENT CODE SECTION 54957.6
AGENCY DESIGNATED REPRESENTATIVES: PRESIDENT HOGAN AND VICE PRESIDENT DADDI
UNREPRESENTED EMPLOYEE: GENERAL MANAGER

President Hogan reported that Closed Session was not necessary.

ADJOURN

President Hogan adjourned the meeting at 10:50 a.m.

Michael T. Hogan, President

Next Executive Committee meeting: Thursday, April 12, 2017 @ 2:00 p.m.

DATE: April 12, 2017

TO: Executive Committee

FROM: General Manager

SUBJECT: Consider Resolution Supporting the San Diego County Water Authority's Long Term Water Supply Plan and Litigation Against the Metropolitan Water District of Southern California

RECOMMENDATION:

It is the staff recommendation that the Executive Committee:

1. Review and discuss a Draft Resolution Supporting the San Diego County Water Authority's Long Term Water Supply Plan and Litigation Against the Metropolitan Water District of Southern California; and
2. Consider recommending the Board of Director adopt said Resolution; and
3. Take other actions as appropriate.

DISCUSSION:

San Diego County Water Authority (SDCWA) Assistant General Manager Sandra Kerl presented at the March 2017 SFID Board of Directors meeting on the Metropolitan Water District of Southern California (MWD) rate litigation and financial practices. At that time, she shared a request for member agency support in the form of a Board resolution and/or letter of support for the SDCWA long range water supply plan and its ongoing litigation against MWD.

Attached for your consideration is a Draft Resolution of support for the SDCWA long range water supply plan and its ongoing litigation against MWD.

FISCAL IMPACT:

No fiscal impact resulting from the review of this item.

Attachment A: Draft Resolution

Prepared by: Kim Johnson, Executive Assistant

Approved by: Michael J. Bardin, General Manager

RESOLUTION NO. 17-__

**RESOLUTION OF THE BOARD OF DIRECTORS OF THE
SANTA FE IRRIGATION DISTRICT SUPPORTING THE
SAN DIEGO COUNTY WATER AUTHORITY'S LONG
TERM WATER SUPPLY PLAN AND LITIGATION
AGAINST THE METROPOLITAN WATER DISTRICT OF
SOUTHERN CALIFORNIA**

WHEREAS, San Diego County's \$222 billion economy and 3.3 million people depend on the San Diego County Water Authority ("Water Authority") and its member agencies to provide a reliable water supply at a reasonable cost; and

WHEREAS, the Water Authority is a member agency of the Los Angeles-based Metropolitan Water District of Southern California ("MWD"), which has historically supplied the Water Authority with water imported from the Colorado River and through the State Water Project; and

WHEREAS, following a severe drought in which San Diego County experienced 31% cutbacks in 1991, and was threatened with 50% water supply cutbacks by MWD, a Declaration of Water Independence and Reliability was declared on July 3, 1996, by San Diego civic and business leaders; and

WHEREAS, over the past 20 years, the Water Authority and its member agencies have successfully transformed the San Diego region from being 95% dependent on MWD in 1990, to approximately 20% by 2020; and

WHEREAS, MWD has fought against the actions the Water Authority has taken to reduce its MWD water purchases including, among other things, establishing rates and charges intended to penalize San Diego and its diversification efforts; and

WHEREAS, these overcharges could cumulatively total more than \$7 billion by 2040;

WHEREAS, the Water Authority has filed four separate lawsuits against MWD, challenging these rates; and

WHEREAS, a San Francisco Superior Court judge has already ruled in the first two cases that MWD's rates are illegal, awarded the Water Authority more than \$243 million in damages, costs, pre-judgment interest and attorneys' fees, and directed MWD by writ of mandate to set lawful rates; and

WHEREAS, MWD has appealed the Court's ruling, denies that it is required to limit its rates to no more than the cost of the services it provides, and has not changed its rates in response to the Court's ruling; and

WHEREAS, MWD has engaged and is continuing to engage in a number of highly questionable financial practices, including overcharging ratepayers \$847 million from 2012-2015 (of which, \$189 million was collected from ratepayers in San Diego County, with \$3,333,163 being overcharged to residents and business in the Santa Fe Irrigation District; spending more than \$1.2 billion outside of its adopted budgets from 2013-2016; and making plans to spend billions more without having any plan for how it will allocate these costs; and

WHEREAS, MWD's current financial practices present a grave risk to the people and economy of Southern California; and

WHEREAS, a reliable, cost-certain and diverse water supply is vital to the sustained prosperity of all San Diego County citizens and business enterprises.

NOW, THEREFORE, BE IT RESOLVED, by the Santa Fe Irrigation District Board of Directors that the District supports fully the Water Authority's rate litigation against MWD that is necessary to recover illegal rates and charges that may be assessed by MWD, now and in the future; and

BE IT FURTHER RESOLVED, that the Santa Fe Irrigation District supports fully the programs of the San Diego County Water Authority and its member agencies, on behalf of San Diego County, as a free and independent community, to continue to diversify San Diego County's water supply, free of any program or influence by, or subordination to MWD.

PASSED, APPROVED AND ADOPTED by the Board of Directors of the Santa Fe Irrigation District at a regular meeting held this 20th day of April 2017 by the following vote, to wit:

AYES:
NOES:
ABSTAIN:
ABSENT:

Michael T. Hogan, Board President

ATTEST:

Michael J. Bardin, Secretary

DATE: April 12, 2017

TO: Executive Committee

FROM: General Manager

SUBJECT: Consider Adopting Positions On State Bills AB 1323 (Weber) and AB 869 (Rubio)

RECOMMENDATION:

It is the staff recommendation that the Executive Committee recommend that the Board of Directors:

1. Adopt a position of support for AB 1323 (Weber), relating to a stakeholder workgroup process to develop long-term water use efficiency standards; and
2. Adopt a position of support for AB 869 (Rubio), relating to disposition of recycled water production within the long-term water use efficiency framework; and
3. Discuss and take other actions as appropriate.

DISCUSSION:

As required in Governor Brown's Executive Order B-37-16, the Department of Water Resources (DWR) and State Water Resources Control Board (SWRCB) released a public review draft framework report on November 30, 2016 regarding long-term water use efficiency. A final framework report is scheduled to be released by the Governor's Administration soon, and that framework is intended to provide a long-term statutory path forward to "Making Conservation a Way of Life," as outlined in the Governor's California Water Action Plan. It is expected that the recommendations identified in the final framework report will include proposed legislative concepts to modify statutes for imposing and implementing long-term water use efficiency standards.

Several bills on the issue of long-term water use efficiency have been introduced in the State Legislature. Most of the introduced legislation is in the form of a "spot bill," which is a placeholder for future substantive legislative language. At this time, it is unclear how the recommendations identified in the final framework report and other legislative efforts will be shaped and to what extent any future statutory standards would be acceptable to the Santa Fe Irrigation District (SFID), the San Diego County Water Authority (SDCWA) and its member agencies. Additionally, it is still unclear whether any long-term water use efficiency standards will recognize and embody the notion of drought resilient water supply development, which ensures communities have a sustainable supply and are prepared to manage future shortages.

A total of thirteen (13) legislative bills related to long-term water use efficiency have been introduced in this 2017 legislative session, representing a wide range of policy perspectives.

Legislative policy committees are beginning review of these legislative proposals and there is uncertainty whether the Governor's framework will be addressed through existing legislation or through a budget trailer bill.

Some of the bills introduced are consistent with the SFID's interest and position outlined in previous correspondence to the State Water Resources Control Board (SWRCB) and California Department of Water Resources (DWR). Regional and SFID priorities regarding long-term water use efficiency proposals can be summarized as follows:

- ✓ Exemption of recycled water use (potable and non-potable) from water-use efficiency standards
- ✓ Revision to target calculations beyond 2025 must be through a stakeholder process with legislative approval
- ✓ Provide alternative water use target setting methodologies
- ✓ CII (Commercial, industrial, institutional) sector performance measures cannot negatively impact the economy, and a workgroup of experts to develop performance CII targets should be formed
- ✓ Potential lowering of water use standards or targets must take into account incentives for developing drought resilient supplies, and explore the unintended consequences, such as reduced wastewater flows

Staff has been participating in bi-weekly SDCWA member agency legislative briefings as the 2017 legislative session progresses and legislative proposals are developed. In addition, staff has been monitoring the ACWA legislative committee efforts and participating in legislative conference calls. While it is still relatively early in the 2017 legislative session, various legislative proposals are moving forward at this time. This agenda item provides the Committee the opportunity to discuss some of these bills and determine if the District desires to consider adopting a position on any of these legislative actions.

AB 1323 (Weber) – Stakeholder Workgroup Process to Develop Long-Term Water Use Efficiency Standards

This is a SDCWA sponsored bill that proposes a stakeholder workgroup process through the DWR to develop long-term water use efficiency standards. This legislative approach is modeled after the SDCWA's successful 2004 sponsored legislation, AB 2717 (Laird) that utilized a year-long stakeholder workgroup to develop proposals for improving landscape irrigation efficiencies.

Because of the significant ramifications to water agencies and the customers they serve, too much is at stake to rush this process. AB 1323 would provide a mechanism for a thoughtful, deliberate and meaningful process for the development of long-term water use efficiency standards.

Staff recommends a position of Support on AB 1323.

AB 869 (Rubio) – Water Use; Landscaping; Recycled Water

AB 869 would exclude from the calculation of any water use or efficiency target established for 2020 or beyond any recycled water delivered within the service area of an urban retail water provider or its urban eater wholesale water supplier for either non-potable or potable use. The recycling and reuse of water is considered an efficient use of water resources. The approach presented in AB 869 would not only address an imbalance between recognition of demand reduction at local water supply development in the long-term water use efficiency standards, but would also provide incentives for the continued development of recycling and potable reuse projects, which is critical to a resilient and sustainable water supply for all of California.

AB 869 is co-sponsored by three SDCWA member agencies: Olivenhain Municipal Water District, Padre Dam Municipal Water District and Rincon del Diablo Municipal Water District.

Staff recommends a position of Support on AB 869.

As we move forward in the 2017 legislative year, staff will continue to bring forward proposed state bills, background on the bills, along with any staff recommendations.

FISCAL IMPACT:

There is no direct fiscal impact associated with the consideration of adopting policy positions on legislation.

Prepared by: Jessica L. Parks, Management Analyst
Approved by: Michael J. Bardin, General Manager

DATE: April 12, 2017
 TO: Executive Committee
 FROM: General Manager
SUBJECT: Review and Discuss Proposed FY18 Personnel Budget

RECOMMENDATION

It is the Staff recommendation that the Executive Committee:

1. Review and discuss the proposed FY18 Personnel Budget;
2. Review proposed FY18 staffing levels; and
3. Take other action as appropriate.

DISCUSSION

The proposed FY18 Personnel Budget is \$7,273,166, up 5.0% from the FY17 Personnel Budget of \$6,629,027. The Draft FY18 Personnel Expense Budget is included for your review as Attachment A. Total labor costs are summarized in the following table.

Component	FY17 Budgeted	FY18 Proposed	Variance
Salaries & Benefits	\$6,525,584	\$6,767,542	3.7%
Direct Labor to CIP	(242,740)	(152,570)	(37.1)%
Retiree Health Care	646,183	660,194	2.2%
Total	\$6,929,027	\$7,273,166	5.0%

The numbers reflect:

1. Salaries and benefits for a proposed 47 full-time equivalent (FTE) employees
2. Retiree Health Care Program
 - a. Annual pay-go portion for current retirees
 - b. Annual Other Post-Employment Benefits (OPEB) Trust Contribution

The District’s three-year Memorandum of Understanding (MOU) with the SFID Employees Association (SFIDEA) was ratified by the Board in December 2015 and effective January 1, 2016 through December 31, 2018. The proposed personnel budget includes all applicable changes to employee pay and benefits as a result of the new labor agreement.

FY18 Personnel General Cost Assumptions

Included in the FY18 labor cost figures are the following assumptions.

1. 2% general wage adjustments effective January 1, 2018
2. No increase in the costs for life, short-term disability, and long-term disability insurance
3. Workers compensation is also not expected to increase for FY18

4. A 10% increase is estimated in healthcare premiums, based on 10% average increase over the past five years; even with this increase, the District is projecting a decrease in total healthcare premiums of \$70,000 due to employees choosing lower-cost plans.
5. Also based on past increases, a 5% increase is estimated for dental insurance premiums.
6. All employees are now contributing 100% of the employee contribution to the CalPERS retirement plan; one-third of employees are now enrolled in either the PEPPRA or Tier 2 plan.
7. The decrease in CIP Direct Labor is due to the expected completion of all construction activities for the major projects during the current fiscal year. The bulk of FY18 CIP will be in the planning and design phases.

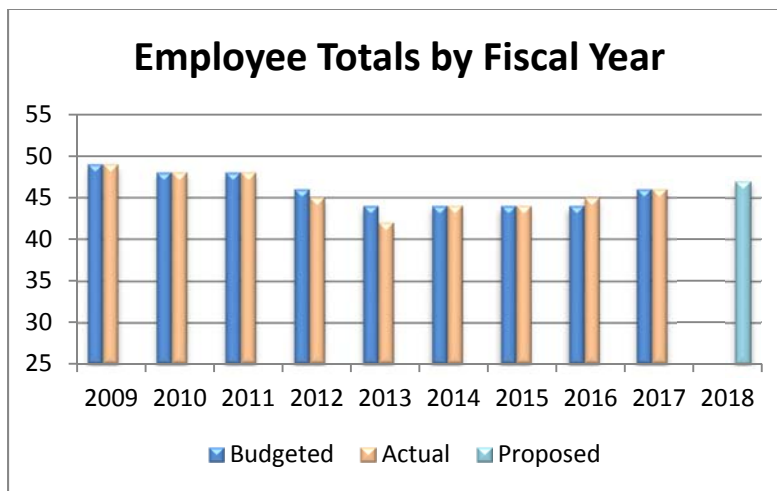
Changes from FY17

The primary drivers for increases in the personnel budget for FY18 are 1) one new proposed position for \$120,000; 2) increases in the employer contribution for CalPERS of \$103,308 (11%); 3) continuing implementation of the terms of the 2016 MOU; and, 4) rollback of approximately \$100,000 to the operating budget from the capital budget of labor associated with the CIP.

Staffing

Management proposes the addition of one new position to the District’s roster: an Electrical and Instrumentation Technician. A proposed FY18 Organizational Chart is included as Attachment B for your reference. As shown in Figure 1, employee count declined beginning in 2010 with a low of 42 total employees in 2013. In an effort to control costs during a struggling economic period, management redistributed responsibilities, combined positions, reorganized departments, or withheld filling vacant positions as current employees retired or resigned.

Figure 1



Over the past several years, the District has invested more than \$20 million in infrastructure, adding twenty-two new pressure reducing stations with complex instrumentation and controls that require maintenance, including calibration checks. The state-of-the-art pump station that will be completed and commissioned in FY18 has many more control and automation features and will require more regular system maintenance than the old station. The new chlorine dioxide chemical

feed system will also require careful monitoring and maintenance. All of these new technologies and systems greatly increase the District's ability to manage the treatment and distribution of water throughout the service area, but also introduce added responsibilities on the part of the Joint Facilities maintenance team. It is critical that the recent investments in infrastructure are accompanied by appropriate maintenance programs. Additionally, the current Electrician/Instrumentation Technician is a single-incumbent position. This creates challenges related to safety regulations, and puts the District in a vulnerable position from a critical knowledge and succession planning standpoint.

The FY17 Budget included three limited-term positions: Engineering Assistant, Customer Service Assistant, and Water Conservation Assistant. Only the Engineering Assistant is proposed to continue through FY18 and will perform the tasks associated with GIS maintenance and enhancements, assisting with developer requests, and other duties as needed to support the Engineering Department.

The Customer Service Assistant was funded last year to fill in for regular customer service staff during the implementation of the new financial/utility billing software system. That position is no longer required. The Water Conservation Assistant was continued from FY16 into FY17 in response to the drought, mandatory water use restrictions, and the allocation program. With the suspension of the drought and the accompanying programs, this position has been cut from the FY18 budget.

CONCLUSION

The FY18 Personnel Budget is increasing a net 5.0% over FY17, which is the result of adding one new critical position to augment the protection and maintenance of the District's infrastructure, increases in the employer contribution to CalPERS, implementing the terms of the 2016 MOU, and rollback to the operating budget from the capital budget for labor costs associated with the implementation of the Capital Improvement Program. The Personnel Expense Budget will be included in the total budget that will be presented to the Board in April.

FISCAL IMPACT

The net increase in the personnel budget is \$344,139, a 5% increase over FY17.

Attachment A: Draft FY18 Personnel Expense Budget

Attachment B: Proposed FY18 Organizational Chart

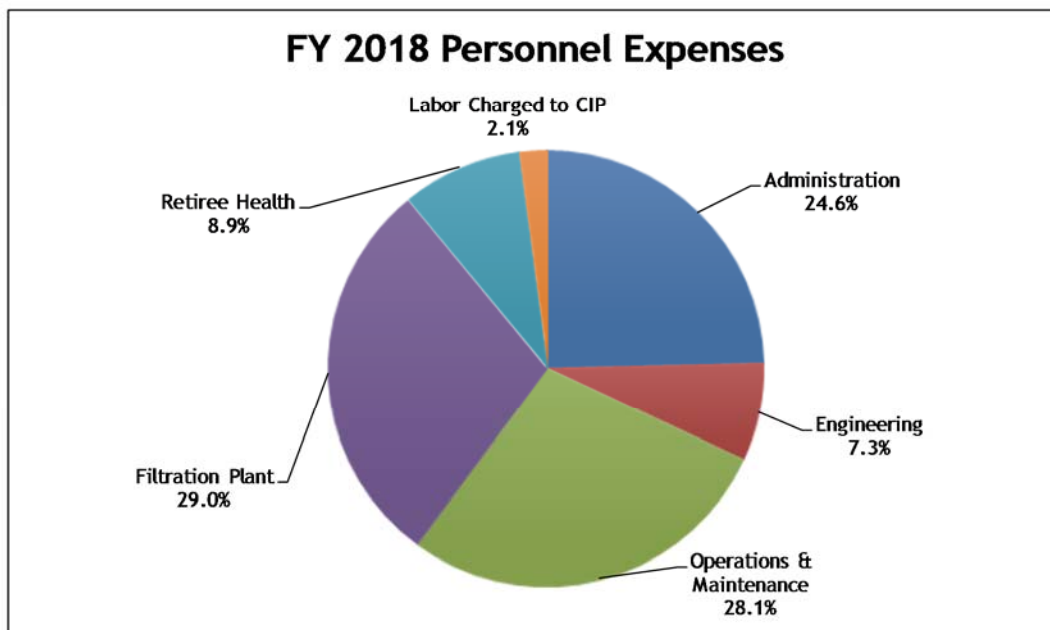
Prepared by: Jeanne Deaver, Administrative Services Manager

Approved by: Michael J. Bardin, General Manager

ATTACHMENT A

**Personnel Expense Summary
Fiscal Year 2018 Operating Budget**

Description	FY 2016	FY 2017		FY 2018	% Change
	Actual	Budget	Projected	Budget	Bgt to Bgt
Salaries & Benefits:					
District Administration	\$ 1,568,426	\$ 1,834,117	\$1,681,620	\$ 1,830,117	-0.2%
Water Conservation	59,112	49,775	22,160	-	-100.0%
District Engineering	518,134	594,476	517,532	607,691	2.2%
District Operations	1,939,561	2,052,312	2,041,193	2,142,115	4.4%
Joint Facilities Operations	968,504	1,018,895	979,459	1,053,832	3.4%
Joint Facilities Maintenance	642,136	700,984	694,500	849,747	21.2%
Joint Facilities Laboratory	157,389	157,484	142,831	160,599	2.0%
Joint Facilities Administration	117,384	117,541	116,827	121,441	3.3%
Subtotal Operating Salaries & Benefits	\$ 5,970,646	\$ 6,525,584	\$6,196,122	\$ 6,765,542	3.7%
Direct Labor Charged to CIP	(264,318)	(242,740)	(226,100)	(152,570)	-37.1%
Retiree Health Care Program					
Annual Pay-Go Portion					
District	330,511	341,678	321,722	356,059	4.2%
Plant	82,851	97,711	67,912	76,145	-22.1%
OPEB Trust Contribution					
District	69,733	141,086	161,042	136,055	-3.6%
Plant	71,120	65,708	95,507	91,935	39.9%
Subtotal Retiree Health Care Program	554,215	\$ 646,183	\$ 646,183	\$ 660,194	2.2%
Total Operating Salaries & Benefits	\$ 6,260,542	\$ 6,929,027	\$6,616,205	\$ 7,273,166	5.0%

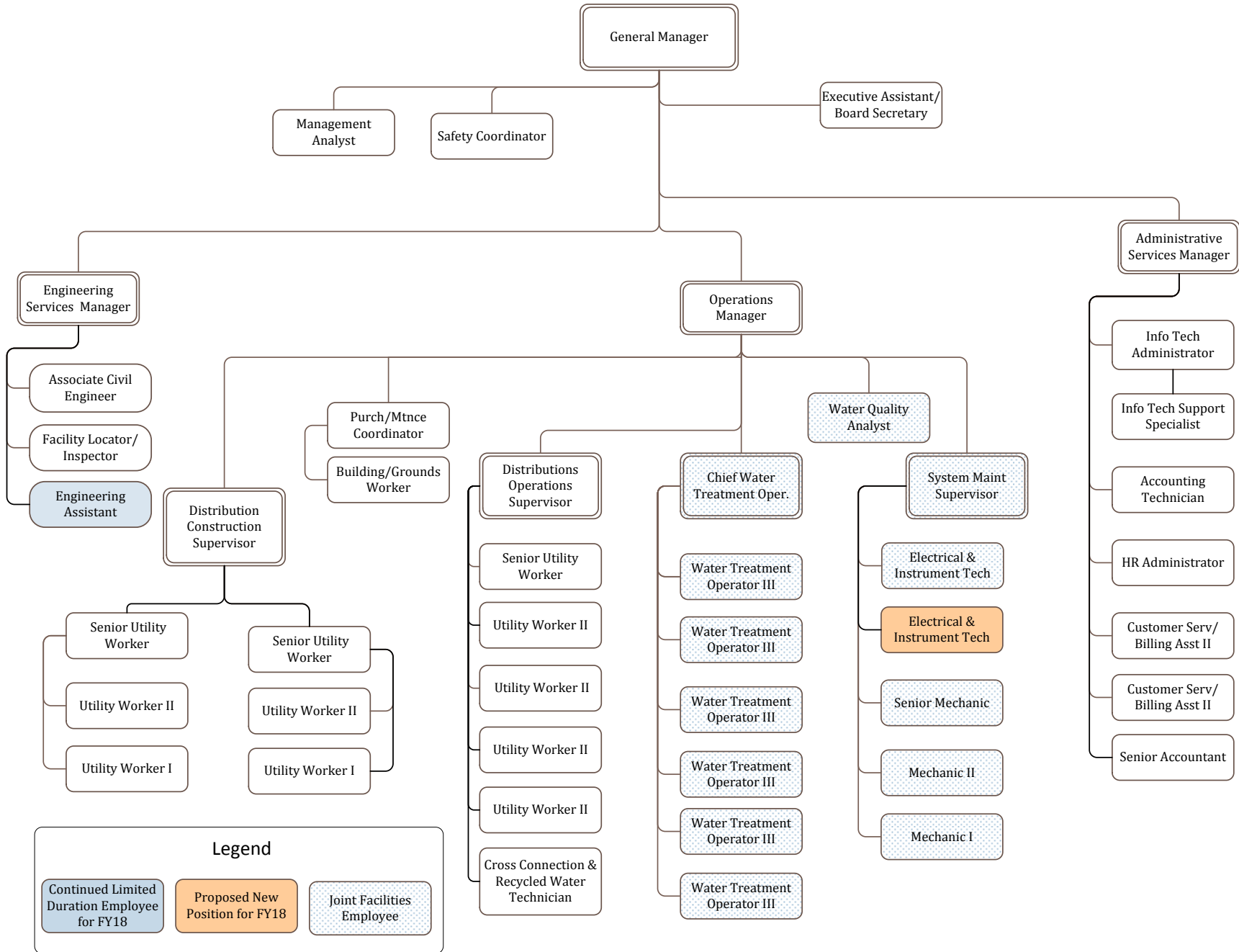


Note: Totals may not foot due to rounding.

ATTACHMENT B

Proposed FY18 Organizational Structure

Total Regular FTE: 47



Legend

- Continued Limited Duration Employee for FY18
- Proposed New Position for FY18
- Joint Facilities Employee

DATE: April 12, 2017

TO: Executive Committee

FROM: General Manager

SUBJECT: Discussion of Board of Directors Planning Workshop #1

RECOMMENDATION:

It is the staff recommendation that the Executive Committee:

1. Review and discuss the Board of Directors Planning Workshop scheduled for April 13, 2017; and
2. Take other actions as appropriate.

DISCUSSION:

A Special Meeting of the Board of Directors of the Santa Fe Irrigation District is scheduled for Thursday, April 13, 2017 for the purpose of conducting a Planning Workshop. The meeting is scheduled for 8:30 A.M. to 12:30 P.M., and Mr. Ken Weinberg of Ken Weinberg Water Resources Consultants LLC will serve as the workshop facilitator.

At the time this agenda was prepared, the workshop agenda had not been finalized. It is anticipated that the Special Meeting Agenda will be distributed on Monday, April 10, 2017. This item has been agendaized to provide the Executive Committee the opportunity to review and discuss the preparation for the workshop and provide any input to staff.

FISCAL IMPACT:

No fiscal impact resulting from the review of this item.

Prepared by: Kim Johnson, Executive Assistant

Approved by: Michael J. Bardin, General Manager



SANTA FE IRRIGATION DISTRICT BOARD OF DIRECTORS MEETING

Santa Fe Irrigation District
5920 Linea del Cielo, Rancho Santa Fe, California 92067

**THURSDAY, APRIL 20, 2017
8:30 a.m.**

ROLL CALL – CALL MEETING TO ORDER

PLEDGE OF ALLEGIANCE – Director King

ITEMS TO BE ADDED TO THE AGENDA

(Government Code Section 54954.2)

ORAL COMMUNICATIONS

Opportunity for members of the public to address the Board (Government Code Section 54954.3) Individuals may address the Board regarding items not appearing on the posted agenda, which are within the subject matter jurisdiction of the Board, at any time. Comments and inquiries pertaining to items listed on the agenda will be received during the deliberation of the agenda item. Speakers are asked to state their name, address, and topic, and to observe a time limit of three (3) minutes each. Members of the public desiring to address the Board are asked to complete a speaker's card, available at the table near the entrance and present it to the Board Secretary prior to the start of the meeting.

PRESENTATIONS AND AWARDS

1. Employee Recognition:
 - a. Tommy Booker, 20 years of service to the District
 - b. Eric Christiansen, 20 years of service to the District
 - c. Rene Heraz, New Customer Service I representative
 - d. Jeanne Deaver - Distinguished Budget Presentation Award for the FY16 District Budget - *Government Finance Officers Association*

2. JPIA Pooled Insurance Program Refund Check Presentation – Andy Sells, JPIA CEO

ACTION AGENDA

The following items on the Action Agenda call for discussion and action by the Board of Directors. All items are placed on the Agenda so that the Board may discuss and take action on the item if the Board is so inclined.

CONSENT ITEMS

The following listed items on the consent calendar are routine matters and there will be no discussion unless the Board of Directors removes an item. Items removed by the Board or public will be heard following approval of the remaining items on the Consent Calendar.

3. Approval of Minutes – March 16, 2017 Regular Board Meeting (pages 4-8)

4. Receive and File Monthly Finance Reports (pages 9-23)
 - a. Budget Performance
 - b. Disbursements
 - c. Monthly Investment Transaction Report
5. Quarterly Treasurer's Investment Report
6. Quarterly Board Expenses Report

ACTION AND DISCUSSION ITEMS

7. Consider Adopting Positions On State Bills AB 1323 (Weber) and AB 869 (Rubio)
8. Consider Adoption of Resolution No. 17-___, Supporting The San Diego County Water Authority's Long Term Water Supply Plan And Litigation Against The Metropolitan Water District Of Southern California
9. Review Draft of FY18 Budget and Scheduling of a Public Hearing to Consider the Adoption of the FY18 District Budget
10. Review and Discuss Board of Directors Workshop #1

DIRECTORS' COMMENTS

Director's comments are comments by Directors concerning District business, which may be of interest to the Board. They are placed on the Agenda to enable the individual Board members to convey information to the Board and the public. No action is to be taken on comments made by the Board members.

11. Directors' Comments (oral)
12. Directors' Reports on Conferences, Activities, and Events (oral reports)

REPORTS

The following reports are placed on the Agenda to provide information to the Board and the public. There is no action called for on these items. The Board may engage in discussion of any report upon which specific subject matter is identified in the Agenda, but may not take any action other than to place the matter on a future Agenda.

13. Operations Reports (pages 59-62)
 - a. R.E. Badger Filtration Plant Report
 - b. Water Resources Report
14. San Diego County Water Authority Board Meeting Report – President Hogan (page 63)
15. Committee Reports (page 64)
 - a. Executive Committee
 - b. Administrative and Finance Committee
 - c. Water Resources Committee
16. General Manager's Report (oral)

17. General Counsel's Comments (oral)

INFORMATION ITEMS - None

CLOSED SESSION

At any time during the Regular Session, the Board may adjourn to Closed Session to consider litigation, or discuss with Legal Counsel matters within the Attorney/Client Privilege, subject to the appropriate disclosures. Discussion of litigation is within the Attorney/Client Privilege and may be held in Closed Session. (Pursuant to Government Code Section 54956.9)

18. Conference with Legal Counsel- Anticipated Litigation
Significant exposure to litigation pursuant to paragraph (2) of subdivision (d) of
Government Code Section 54956.9
Three potential cases

ADJOURNMENT

Any writings or documents provided to a majority of the Board of Directors for any item on this agenda will be made available for public inspection in the District Office located at 5920 Linea del Cielo, Rancho Santa Fe, CA during normal business hours.

Assistance for the disabled: If you are disabled in any way and need accommodation to participate in the Board meeting, please call the Board Secretary at (858) 756-2424 for assistance at least three (3) working days prior to the meeting so the necessary arrangements can be made.

Preliminary 2017 Regular Agenda Items List

May 18, 2017

- Pledge: President Hogan
- Employee Recognition
- Recognition of Water Awareness Poster Contest Winners
- Review Final Draft of FY 2018 District Budget
- Authorize the General Manager to Execute an Agreement with CalTrans for Replacement of District Pipeline Along Interstate 5

June 15, 2017

- Pledge: Vice President Daddi
- Employee Recognition – Damian Garcia, 20 years
- Notice of Completion for the San Dieguito Pump Station Replacement Project (J-600)
- Public Hearing – consider FY 2018 Budget
- Adopt FY 2018 Budget
- Adopt CEQA Guidelines
- Traffic Control Services Contract
- Administrative Code Amendments/Update
- Review Miscellaneous Fees and Charges

July 20, 2017

- Pledge: Director Dunford
- Employee Recognition
- Quarterly Treasurer's Investment Report
- Distribution of Fiscal Year 2018 District Budget
- Establish FY 2018 Appropriations Limit
- Receive and File Annual Report of Reimbursements and Compensation Paid to Directors and Other Expenses
- Set Fixed Charge Special Assessment

August 17, 2017

- Pledge: Director Petree
- Employee Recognition
- Semi-annual Security Update (AFC)
- Annual Review of Records Retention Schedule

September 21, 2017

- Pledge: Director King
- Employee Recognition
- CSDA and LAFCO Elections
- ACWA Elections (odd years)

October 19, 2017

- Pledge: President Hogan
- Employee Recognition Danny Burns, 10 years; Lamont Foster – 10 years
- Quarterly Treasurer’s Report
- Quarterly Board Expenses Report
- Review of Jan. 2018 Water Rate Increase

Board Workshop Items:

- State Water Use Efficiency Standards
- Alternative Water Supply Development
- Regional and Statewide engagement level
- Strategic Business Plan Update
- General Manager Performance Objectives
- AMI project Update and Demonstration of AMI Customer Portal
- Water Budget Rate Structure Presentation/Overview

Parking Lot Items:

- PERS Update and Overview
- Modifications to Inter-Connect Agreements with the City of San Diego
- Identification of Data Markers for Customer Utility Database
- Admin. Code Update

Administrative Code Revisions

- Article 13 – Billing Procedures
- Article 14 – Meters
- Article 18 – Annexations and Detachments, Water Service Outside District
- Article 20 – Procurement
- Article 23 – Extension of District Lines
- Article 24 – Easements, Encroachments, and Other Permits
- Article 25 – Interruption of Service
- Article 26 – Fire Hydrants
- Article 27 – Backflow Prevention
- Article 28 – Public Works Construction Contracts