



MONTEREY COUNTY WATER RESOURCES AGENCY

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BOARD OF DIRECTORS

BOARD OF DIRECTORS

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Deidre Sullivan
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Cathy Paladini, Finance Manager
Wini Chambliss, Clerk to the Board
Jesse Avila, Deputy County Counsel

REGULAR BOARD OF DIRECTORS MEETING

Monday, April 25, 2016

A G E N D A

Staff reports relative to the agenda items listed below will be available for public review on the Agency's website by 7:00 PM by Thursday, April 21, 2016 and at the Monterey County Water Resources Agency (Agency), 893 Blanco Circle, Salinas. If additional documents are produced by the Agency and provided to a majority of the Board regarding any item on the agenda after staff reports have been distributed, they will be available at the Agency during normal business hours and posted on the Agency website at http://www.mcwra.co.monterey.ca.us/BOD/BOD/AgendaCurrent_n.htm. For additional information, please contact Wini Chambliss, Clerk to the Board, at (831) 755-4896.

If requested, the agenda and associated documents shall be made available in appropriate alternative formats to persons with a disability, as required by Section 202 of the Americans with Disabilities Act of 1990 (42 USC Sec. 12132), and the federal rules and regulations adopted in implementation thereof. Individuals with a disability requiring a modification or accommodation in order to participate in the public meeting (including auxiliary aids or services) may make these requests to Wini Chambliss, Clerk to the Board, at (831) 755-4896. Please notify the Clerk to the Board at least 72 hours in advance to ensure availability of appropriate equipment.

Monday, April 25, 2016

REGULAR BOARD OF DIRECTORS MEETING

AGENDA

1. CONVENE MEETING/ESTABLISH QUORUM

2. PLEDGE OF ALLEGIANCE

3. PUBLIC COMMENTS

*(Limited to three minutes per speaker on matters within Monterey County Water Resources Agency jurisdiction and **not listed** on the agenda. Members of the Public will have the opportunity to ask questions or make statements on agenda items as they are considered by the Board.)*

4. CONSENT CALENDAR

- A. Approve the Action Minutes of the Special Board of Directors Budget Workshop held on March 28, 2016, Regular Board of Directors meeting held on March 28, 2016 and Special Joint Meeting of the Monterey County Water Resources Agency Board of Directors and Board of Supervisors held on April 12, 2016.
- B. Receive a report on Salinas Valley Water Conditions for the Second Quarter of Water Year 2015-2016.
- C. Receive and accept the Monterey County Water Resources Agency Third Quarterly Financial Status report through March 2016.
- D. Accept and recommend that the Monterey County Water Resources Agency Board of Supervisors accept a request for written consent to Subordination of Pass-through payments relating to Successor Agency to the Gonzales Redevelopment Agency, Gonzales Redevelopment Project, Tax Allocation Refunding Bonds.
- E. Approve and recommend that the Monterey County Water Resources Agency Board of Supervisors approve setting a Public Hearing date on June 7, 2016 @ 1:30 PM to consider adopting assessment rate charges with no rate increases for Zones 2B, 2Y and 2Z for Fiscal Year 2016-2017, the Castroville Seawater Intrusion Project (CSIP) and the Salinas Valley Reclamation Project (SVRP); and, direct the Clerk of the Board to publish hearing notices in the CALIFORNIAN, THE SOLEDAD BEE, THE REGISTER-PAJARONIAN and the KING CITY RUSTLER at least ten (10) days prior to the date set for the hearing.
- F. Approve and recommend that the Monterey County Water Resources Agency Board of Supervisors approve setting a Public Hearing date on June 7, 2016 @ 1:30 PM to consider adopting FY 2016-2017 benefit assessment charges for Zones 1, 1A, 8, 9, 12 and 17; recommending approval to the Monterey County Water Resources Agency Board of Supervisors; and, direct the Clerk of the Board to publish hearing notices in the CALIFORNIAN, THE SOLEDAD BEE, THE REGISTER-PAJARONIAN and the KING CITY RUSTLER at least ten (10) days prior to the date set for the hearing.
- G. Approve and recommend that the Monterey County Water Resources Agency Board of Supervisors approve setting a Public Hearing date on June 7, 2016 @ 1:30 PM to consider adopting FY 2016-2017 Zone 2C assessment charges; and, direct the Clerk of the Board to publish hearing notices in the CALIFORNIAN, THE SOLEDAD BEE, THE REGISTER-

PAJARONIAN and the KING CITY RUSTLER at least ten (10) days prior to the date set for the hearing.

5. ACTION ITEMS

- A. Consider adopting a resolution amending the Bylaws of the Monterey County Water Resources Agency Board of Directors.
- B. Consider selecting another day/time for monthly Regular Board of Directors meetings to comply with the Monterey County Water Resources Agency Board of Supervisors' directive to videotape and livestream Board of Directors meetings.
- C. Approve and recommend that the Monterey County Water Resources Agency Board of Supervisors:
 - i. Approve Budget Amendment No. 7 for the Monterey County Water Resources Agency, a necessary transaction to match the FY 2015-16 budgeted labor allocations in Fund 111 – Administration Account for the remainder of the fiscal year;
 - ii. Authorize the Auditor-Controller to amend the Monterey County Water Resources Agency's FY 2015-16 Adopted Budget for the following Agency Funds and their Appropriation Units: 112 – Pajaro WRA002; 113 – County Wide WRA 003; 114 – Nacimiento Non Operations & Maintenance WRA004; 116 – Dam Operations WRA006; 117 – Lower Salinas River WRA007; 118 – Merritt Lake WRA008; 119 – CSIP WRA009; 120 – North Monterey County WRA010; 121 – Soledad Storm Drain WRA011; 122 – Reclamation Ditch WRA012; 124 – San Lorenzo Creek WRA014; 126 – Carnation Subdivision WRA016; 127 – Moro Cojo Slough WRA017; 128 – Storm Drain WRA018; 129 – Gonzales Slough WRA019; 130 – Nacimiento Hydro WRA022; 131 – CSIP Operations & Maintenance WRA020; 134 – Salinas River Diversion Facility WRA028; for a total increase in appropriations in the amount of \$759,707, financed by each fund's individual fund balance – see Attachment 1 (4/5th vote required); and,
 - iii. Authorize the Auditor-Controller to amend the Monterey County Water Resources Agency's FY 2015-16 Adopted Budget for Fund 115 San Antonio Non-Operations & Maintenance, appropriation Unit WRA005, to increase revenue by \$275,260 and appropriations by \$165,658 (4/5th vote required).
- D. Consider approving and recommending that the Monterey County Water Resources Agency Board of Supervisors approve the Monterey County Water Resources Agency's Fiscal Year 2016-2017 Requested Budget including the following staff recommendations:
 - i. Request the County of Monterey to appropriate and transfer \$929,000 from the County's FY 2016-17 Requested Budget General Fund to Agency Fund 116 Dam Operations for the Interlake Tunnel and Spillway Modification Projects approved on December 9, 2014.
 - ii. Direct Agency Staff to find a revenue stream for Agency regulatory requirements;
 - iii. In the event further cutbacks are required, request Agency Staff to prioritize projects in Fund 116;
 - iv. Approve annual COLA increase on Flood Zone & Zone 2C assessments; and direct Agency staff to complete an updated water service/delivery fee policy expeditiously; and,
 - v. Direct Agency staff to obtain a source of revenue before working on unfunded projects.

- E. Consider approving and recommending that the Monterey County Water Resources Agency Board of Supervisors approve a Second Amendment to the Third Reimbursement and Funding Agreement in substantially the form attached and subject to review by County Counsel; and, authorizing the General Manager to execute the Second Amendment to the Third Reimbursement and Funding Agreement.
- F. Consider approving and recommending that the Monterey County Water Resources Agency Board of Supervisors approve a Settlement Agreement on MPWSP Desalination Plant Return Water; and, authorizing the General Manager to execute the Settlement Agreement on MPWSP Desalination Plant Return Water substantially in the form attached, subject to County Counsel approval.
- G. Consider approving and recommending that the Monterey County Water Resources Agency Board of Supervisors approve a Return Water Purchase Agreement; and, authorizing the General Manager to execute the Return Water Purchase Agreement substantially in the form attached, subject to County Counsel approval.

6. KEY INFORMATION AND CALENDAR OF EVENTS

7. GENERAL MANAGER'S REPORT

8. COMMITTEE REPORTS

- A. Basin Management Plan Committee: Richard Ortiz, Chair
- B. Finance Committee: Claude Hoover, Chair
- C. Personnel/Administration Committee: Mark Gonzalez, Chair
- D. Planning Committee: Deidre Sullivan, Chair
- E. Reservoir Operations Committee: David Hart, Chair

9. INFORMATION ITEMS

- A. Development Review
- B. Monterey County Water Recycling Projects & Salinas Valley Water Project/Salinas River Surface Diversion Update
- C. Reservoir Release Update
- D. Well Permit Application Activities Update
- E. Update on Pipeline Near San Ardo

10. CORRESPONDENCE

- A. Letter dated April 18, 2016 from Pamela H. Silkwood – Horan Lloyd Attorneys at Law
Re: Big Country LP – San Ardo
- B. Letter dated April 12, 2016 from Jane Parker, Chair – MCWRA Board of Supervisors to Assembly Member Luis Alejo

Re: AB 1585 (Alejo) Monterey County Water Resources Agency: Lake Nacimiento and Lake San Antonio – SUPPORT

- C. Letter dated April 12, 2016 from Jane Parker, Chair – MC Board of Supervisors to Assembly Member Luis Alejo

Re: AB 1585 (Alejo) Monterey County Water Resources Agency: Lake Nacimiento and Lake San Antonio – SUPPORT

- D. Letter dated April 1, 2016 from John Ainsworth, Acting Executive Director - California Coastal Commission

Re: Application to amend Coastal Development Permit No. 9-13-0621 / A-3-MRA-14-0050 granted to California American Water Company (“Cal Am”) for constructing, operating, and decommissioning a test well, along Monterey Bay shoreline, Monterey County

- E. Letter dated March 31, 2016 from MCWRA to Affected Local Agencies and Public Water Systems of Monterey County

Re: MCWRA Request to Modify the Existing Boundary of the Paso Robles Area Subbasin of the Salinas Valley Groundwater Basin under the Sustainable Groundwater Management Act (SGMA)

- F. Letter dated March 30, 2016 from MCWRA to Paul Robins, Executive Director – Resource Conservation District of Monterey County

Re: Proposition 1 WUE proposal “On-Farm Spanish-language Irrigator Certification Training in Water Use Efficiency” submitted by the Resource Conservation District of Monterey County

- G. Letter dated March 29, 2016 from Edward Waggoner, Water Resources Manager - City of Soledad

Re: Notification Letter Regarding the City of Soledad 2015 Urban Water Management Plan

- H. Letter dated 28 March 2016 from Nancy Isakson, President – Salinas Valley Water Coalition

Re: Water Right Permit #11043 of Monterey County Water Resources Agency

11. BOARD OF DIRECTORS’ COMMENTS

12. ADJOURNMENT