



MONTEREY COUNTY WATER RESOURCES AGENCY

893 BLANCO CIRCLE
SALINAS, CA 93901
(831) 755.4860
(831) 424.7935 FAX

BOARD OF DIRECTORS

BOARD OF DIRECTORS

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Claude Hoover
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Robert Johnson, Deputy General Manager
Brent Buche, Deputy General Manager
Cathy Paladini, Finance Manager
Wini Chambliss, Clerk to the Board
Jesse Avila, Deputy County Counsel

REGULAR BOARD OF DIRECTORS MEETING

Monday, May 23, 2016

A G E N D A

CLOSED SESSION @ **11:30 A.M.**

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, May 19, 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 Alice Henault, 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, including auxiliary aids or services, in order to participate in the public meeting may make these requests to Alice Henault, at (831) 755-4896. Please notify the Agency at least 72 hours in advance to ensure availability of appropriate equipment.

1. CALL TO ORDER/ESTABLISH QUORUM FOR CLOSED SESSION – **11:30 A.M.**

2. PUBLIC COMMENTS ON CLOSED SESSION ITEMS

Closed Session under Government Code section 54950, relating to the following items:

a) Conference with Legal Counsel – Significant Exposure to Litigation

Pursuant to Government Code section 54956.9(d)(2), the Board of Directors will confer with legal counsel regarding existing litigation:

1. Application 12-04-019, Before the Public Utilities Commission of the State of California, of California-American Water Company (U210W) for Approval of the Monterey Peninsula Water Supply Project and Authorization to Recover all Present and Future Costs in Rates;
1. Monterey Coastkeeper v. Monterey County Water Resources Agency (Monterey County Superior Court case no. M108858); and
3. Discussion on Real Property Issues

3. ADJOURN TO CLOSED SESSION

4. RECONVENE MEETING/RE-ESTABLISH QUORUM (at 1:00 P.M.)

5. PLEDGE OF ALLEGIANCE

6. 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.)*

7. PRESENTATIONS:

- A. Castroville Seawater Intrusion Project Water Supply Update
- B. Reclamation Ditch Illegal Encampments Update

8. CONSENT CALENDAR

- A. Approve the Action Minutes of the Regular Board of Directors meeting held on April 25, 2016.
- B. Approve purchase orders/contracts in excess of \$500 and credit card purchases over \$500.
- C. Recommend that the Monterey County Water Resources Agency Board of Supervisors
 - a. Approve Budget Amendment No. 8 for the Water Resources Agency's FY 2015-16 year-end accounting transactions. The transaction first closes two asset accounts for the FY 2013-14 MRWPCA annual seed allocation reconciliation as a result of the WRA taking over the billing and collections of Water delivery/service charges. The second is an increase in appropriation for Fund 132 SVRP due to a \$15,000 increase in the annual United States Bureau of Reclamation (USBR) Loan payment. The third is an increase in appropriations to Fund 132 SVRP of \$37,000 to pay Raftelis Financial Consulting Services to review CSIP special assessments;
 - b. Authorize the Auditor-Controller to amend the Monterey County Water Resources Agency's FY 2015-16 Adopted Budget for Fund 131 CSIP O&M, WRA 020 to increase appropriation by \$618,646.91 financed by unassigned fund balance. (4/5th vote required); and
 - c. Authorize the Auditor-Controller to amend the Monterey County Water Resources Agency's FY 2015-16 Fund 132 SVRP O&M, WRA 021 to increase appropriations by \$903,774.43 financed by unassigned fund balance. (4/5th vote required).

- D. Consider receiving the Monterey County Water Resources Agency's Fiscal Year 2016-2017 Requested Budget Booklet that will be included with the following staff recommendations at the June 1, 2016 County Budget Hearings:
 - a. 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 Project approved on December 9, 2014;
 - b. Direct Agency Staff to find a revenue stream for Agency regulatory requirements;
 - c. In the event further cutbacks are required, request Agency Staff to prioritize projects in Fund 116;
 - d. 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,
 - e. Direct Agency staff to obtain a source of revenue before working on unfunded projects.

9. ACTION ITEMS

- A. Consider approving and recommending that the Monterey County Water Resources Agency Board of Supervisors approve a Professional Services Agreement with Raftelis Financial Consultants, Inc., in the amount of \$110,360 to:
 - a. conduct a review and analysis of the Agency's Assessments and Benefits for Zones 2B, 2Y, 2Z including water delivery/service charges;
 - b. provide an updated assessment methodology and analysis, and a cost of service approach to be considered by these taxpayers; and
 - c. authorize the General Manager to execute the Agreement, substantially in the form attached, and subject to approval by County Counsel.
- B. Consider adopting a Release Schedule for Nacimiento and San Antonio Reservoirs for 2016.
- C. Consider receiving a report regarding the reinstatement and funding of the Regional Advisory Committee; and providing direction to Staff.

10. KEY INFORMATION AND CALENDAR OF EVENTS

11. GENERAL MANAGER'S REPORT

12. 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

13. 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. Sustainable Groundwater Management Act Update
- F. Interlake Tunnel Status Report

14. CORRESPONDENCE

A. Letter dated March 31, 2016 from Robert Johnson, Deputy General Manager, Monterey County Water Resources Agency to local agencies and public water systems.
Re: Basin Boundary Modification Request – Notification and Request for Support

B. Letter dated April 27, 2016 from Nancy Isakson, President of Salinas Valley Water Coalition
Re: April 12, 2016 letter from Monterey County Water Resources Agency Board of Supervisors to Assembly Member Alejo regarding AB 1585

C. Letter dated April 27, 2016 from Monterey County Water Resources Agency to owners of parcels adjacent to the proposed Interlake Tunnel Project.
Re: Requesting access to properties for the purpose of environmental study work

D. Letters dated April 28, 2016 from Monterey County Water Resources to Messrs. Jeff Greene and Brice Potthoff
Re: Information regarding the scoping process leading to the development of an EIR for the proposed Interlake Tunnel.

E. Letter dated May 11, 2016 from Shaunna Juarez, MCWRA Associate Water Resources Engineer
Re: Salinas RiverStream Maintenance Program 2016 Annual Work Plan

F. Letter dated May 12, 2016 from Monterey Farm Bureau and the Salinas Valley Water Coalition to Board of Director Chair Hart and David Chardavoyne, General Manager
Re: Requesting that two additional items be added to the Board of Directors meeting Agenda for the May 23, 2016 meeting.

15. BOARD OF DIRECTORS' COMMENTS

16. ADJOURNMENT