



MONTEREY COUNTY WATER RESOURCES AGENCY

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BOARD OF DIRECTORS

BOARD OF DIRECTORS:

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Ken Ekelund
Mark Gonzalez
David Hart
John Huerta
Richard Ortiz
Deidre Sullivan

STAFF:

David E. Chardavoyne, General Manager
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

Monday, June 22, 2015 @ 1:00 P.M.

REGULAR BOARD OF DIRECTORS MEETING

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, June 18, 2015 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, including auxiliary aids or services, in order to participate in the public meeting 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.

- 1. **CALL TO ORDER/ESTABLISH QUORUM – 12:00 P.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 – Existing Litigation
Pursuant to Government Code section 54956.9(d)(1), the Board of Directors will confer with legal counsel regarding pending litigation: Monterey Coastkeeper v. Monterey County Water Resources Agency (Monterey County Superior Court case no. M108858); and, Monterey County Water Resources Agency, et al. v. Boyle Engineering Corporation, et al. (Santa Clara County Superior Court case no. 113-CV-250447).
- b) 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 two matters of significant exposure to litigation.

- 3. **ADJOURN TO CLOSED SESSION**
- 4. **RECONVENE MEETING/RE-ESTABLISH QUORUM (No earlier than 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. PRESENTATION	7
A. Schilling Place Update – Mr. Steve Morgan	
8. CONSENT CALENDAR	9
A. Approve purchase orders/contracts in excess of \$500 and credit card purchases over \$500 in April/May 2015.	
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B. Ratify a Resolution declaring the official intent of the Monterey County Water Resources Agency to reimburse certain expenditures from proceeds of indebtedness, including expenses reimbursed by the County of Monterey, relating to the Interlake Tunnel Project.	
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C. Approve and recommend that the Monterey County Water Resources Agency Board of Supervisors hold a Public Hearing on June 23, 2015 @ 10:30 AM to consider adopting the Fiscal Year 2015-16 benefit assessment rates for Zones 1, 1A, 8, 9, 12 and 17.	
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D. Approve and recommend that the Monterey County Water Resources Agency Board of Supervisors hold a Public Hearing on June 23, 2015 @ 10:30 AM to consider adopting assessment rate charges with no rate increases for Zones 2B, 2Y, and 2Z; the Castroville Seawater Intrusion Project (CSIP); and, the Salinas Valley Reclamation Project (SVRP) for Fiscal Year 2015-2016.	
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E. Approve and recommend that the Monterey County Water Resources Agency Board of Supervisors hold a Public Hearing on June 23, 2015 @ 10:30 AM to consider adopting Zone 2C assessment charges for FY 2015-2016.	
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- F. Approve the revised Memorandum of Understanding (MOU), dated June 2, 2015, between the Monterey County Water Resources Agency and the California Military Department for conducting fisheries field work at Camp Roberts; and, authorize the General Manager to execute the MOU. 147
- G. Approve the Memorandum of Understanding (MOU) between the Monterey County Water Resources Agency, The Nature Conservancy, the Resource Conservation District of Monterey County and the Grower-Shipper Association, Monterey County for advancing the implementation of the Salinas River Stream Maintenance Program, Phases I & II; and, authorize the General Manager to execute the MOU. 165

9. ACTION ITEMS 173

- A. Consider receiving a Project Status Report on the Interlake Tunnel Project and Spillway Modification Project prior to a future request for approval of Amendment No. 1 to the Second Reimbursement and Funding Agreement between the County of Monterey and the Monterey County Water Resources Agency. 175
- B. Consider approving and recommending that the Monterey County Water Resources Agency Board of Supervisors approve Amendment No. 1 to the Second Reimbursement and Funding Agreement between the County of Monterey and the Monterey County Water Resources Agency; and, authorize the General Manager to execute the Amendment. This Amendment solely extends the term from June 30, 2015 to September 30, 2015. 179
- C. Consider approving and recommending that the Monterey County Water Resources Agency Board of Supervisors receive the Monterey County Water Resources Agency’s Supplemental Funding Strategic Plan for pursuing grants and other funds for the Interlake Tunnel Project and other Agency Projects. 189
- D. Consider approving and recommending that Monterey County Water Resources Agency Board of Supervisors approve a Request for Proposals for financial consulting services for the Water Resources Agency. 225
- E. Consider approving Amendment No. 1 to the GSA with Industrial Machine Shop, Inc. in the amount of \$60,000 to provide repair, fabrication and machining services of components for facilities and projects owned and managed by MCWRA; encumbering \$40,000 from Fund 118 for the purpose of rebuilding an industrial pump; and, authorizing the General Manager to execute the Amendment. 259
- F. Consider receiving a report updating ongoing hydrogeologic analysis of reservoir releases and Reservoir Operations Committee action regarding releases from Nacimiento Reservoir. ... 279

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	285
A. Development Review	287
B. Monterey County Water Recycling Projects & Salinas Valley Water Project/Salinas River Surface Diversion Update	289
C. Reservoir Release Update	293
D. Well Permit Application Activities Update	295
14. CORRESPONDENCE	299
A. Letter dated May 27, 2015 from Mike Jones, District Manager - California Water Service Re: California Water Service Company Participation and Membership in Groundwater Sustainability Agency	301
B. Letter dated May 29, 2015 from Chris Bunn, President – Crown Packing Co., Inc. Re: Petition for Extension of Time – Water Right Permit No. 11043, Monterey County Water Resources Agency, Salinas River, Monterey County	305
C. Email dated Tuesday, June 02, 2015 10:41 AM from Ken Harris, Executive Director – Central Coast Regional Water Quality Control Board	307
D. Letter dated June 3, 2015 from Nancy Isakson, President – Salinas Valley Water Coalition Re: No Confidence in Current Management of the Monterey County Water Resources Agency	309
E. Letter dated June 3, 2015 from Norman C. Groot, Executive Director – Monterey County Farm Bureau Re: Petition for Extension of Time on Water Right Permit #11043 Monterey County Water Resources	311
F. Note dated June 3, 2015 from Tam M. Doduc, Board Member – State Water Resources Control Board Re: Tour on May 29, 2015	313
G. Letter dated June 5, 2015 from MCWRA to Bob Holden, Principal Engineer - Monterey Regional Water Pollution Control Agency Re: Pure Water Monterey Groundwater Replenishment (GWR) Project Draft Environmental Impact Report (DEIR) dated April 2015	315
H. Letter dated June 15, 2015 from Ron Chesshire, CEO – Monterey/Santa Cruz Counties Building & Construction Trades Council Re: No Confidence in Current MCWRA Administration	321
15. BOARD OF DIRECTORS' COMMENTS	
16. ADJOURNMENT	