



**SAWPA COMMISSION
REGULAR MEETING MINUTES
SEPTEMBER 19, 2017**

COMMISSIONERS PRESENT

Susan Lien Longville, Chair, San Bernardino Valley Municipal Water District
Ronald W. Sullivan, Vice Chair, Eastern Municipal Water District
Jasmin A. Hall, Secretary-Treasurer, Inland Empire Utilities Agency
Philip L. Anthony, Orange County Water District

COMMISSIONERS ABSENT

Thomas P. Evans, Western Municipal Water District

**ALTERNATE COMMISSIONERS
PRESENT; NON-VOTING**

Kati Parker, Alternate, Inland Empire Utilities Agency
Gil Navarro, Alternate, San Bernardino Valley Municipal Water District
Bruce Whitaker, Alternate, Orange County Water District

STAFF PRESENT

Rich Haller, Larry McKenney, Mark Norton, Karen Williams, Dean Unger, David Ruhl, Carlos Quintero, Lucas Gilbert, Kelly Berry

The Regular Commission Meeting of the Santa Ana Watershed Project Authority was called to order at 9:31 a.m. by Chair Longville at the Santa Ana Watershed Project Authority, 11615 Sterling Avenue, Riverside, California, only; the telephone conference as noticed was not connected.

1. CALL TO ORDER/PLEDGE OF ALLEGIANCE

2. ROLL CALL

Roll call was duly noted and recorded by the Clerk of the Board.

3. PUBLIC COMMENTS

There were no public comments.

4. CONSENT CALENDAR

A. APPROVAL OF MEETING MINUTES: SEPTEMBER 5, 2017

B. APPROVAL OF MEETING MINUTES: SEPTEMBER 7, 2017

C. TREASURER'S REPORT – AUGUST 2017

MOVED, approve the Consent Calendar.

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| Result: | Adopted (Unanimously) |
| Motion/Second: | Anthony/Hall |
| Ayes: | Anthony, Hall, Longville, Sullivan |
| Nays: | None |
| Abstentions: | None |
| Absent: | None |

5. NEW BUSINESS

A. INLAND EMPIRE BRINE LINE REACH V REHABILITATION AND IMPROVEMENT PROJECT, PHASE 1 – CONTINUED USE OF PUBLIC RELATIONS CONSULTANT (CM#2017.121)

David Ruhl provided a PowerPoint presentation on public relations efforts relating to the Inland Empire Brine Line Reach V Rehabilitation and Improvement Project, Phase 1, and recommended continuing those efforts.

MOVED, approve Change Order No. 4 with Hammons Strategies in an amount not to exceed \$11,250, increasing the total contract amount to \$78,750 and extending the current Agreement for an additional three (3) months through December 2017.

Result: **Adopted (Unanimously)**
Motion/Second: Anthony/Hall
Ayes: Anthony, Hall, Longville, Sullivan
Nays: None
Abstentions: None
Absent: None

B. APPROVAL OF BRINE LINE RATE MODEL RFP (CM#2017.122)

Carlos Quintero provided a PowerPoint presentation outlining a Request for Proposals (RFP) seeking professional services to prepare a Brine Line rate model.

MOVED, issue a Request for Proposals (RFP) for professional services to prepare a Brine Line rate model.

Result: **Adopted (Unanimously)**
Motion/Second: Anthony/Sullivan
Ayes: Anthony, Hall, Longville, Sullivan
Nays: None
Abstentions: None
Absent: None

C. INLAND EMPIRE BRINE LINE ORDINANCE NO. 8 AND RESOLUTION 2017-11 ESTABLISHING LOCAL LIMITS AND BEST MANAGEMENT PRACTICES REQUIREMENTS, INLAND EMPIRE BRINE LINE (CM#2017.123)

Lucas Gilbert provided a PowerPoint presentation on the proposed Ordinance No. 8 and Resolution 2017-11 establishing local limits and best management practices requirements for the Inland Empire Brine Line. At the conclusion of Gilbert's presentation, Chair Longville opened the public hearing and invited comments; there were no public comments. Chair Longville closed the public hearing and called for a motion.

MOVED, adopt Ordinance No. 8 and Resolution No. 2017-11 establishing local limits and best management practices requirements for the Inland Empire Brine Line.

Result: **Adopted (Unanimously)**
Motion/Second: Anthony/Sullivan
Ayes: Anthony, Hall, Longville, Sullivan
Nays: None
Abstentions: None
Absent: None

D. 2018 MEDICAL INSURANCE CAP (CM#2017.118)

Rich Haller noted that SAWPA has historically set the medical insurance cap to the lower of the Kaiser or Anthem Blue Cross Family Rate. For 2018, the Anthem Blue Cross Family Rate is \$2,105.63 and Kaiser is \$1,700.70. Staff therefore requested authorization to adjust the medical insurance cap to \$1,700.70, effective January 1, 2018.

MOVED, adjust the 2018 medical insurance cap to \$1,700.90, which reflects the ACWA/JPIA 2018 Kaiser Family Plan rate.

Result: **Adopted (Unanimously)**
Motion/Second: Sullivan/Anthony
Ayes: Anthony, Hall, Longville, Sullivan
Nays: None
Abstentions: None
Absent: None

E. AB 574 QUIRK – POTABLE REUSE

Rich Haller provided an oral report on AB 574 Quirk – Potable Reuse. AB 574 was enrolled September 13, after having passed the Senate on September 6 and the Assembly on September 11, and is awaiting signature by the Governor. Staff recommended sending a support letter to the Governor on behalf of SAWPA.

MOVED, direct the General Manager to send a letter to Governor Brown supporting AB 574 Quirk – Potable Reuse.

Result: **Adopted (Unanimously)**
Motion/Second: Anthony/Hall
Ayes: Anthony, Hall, Longville, Sullivan
Nays: None
Abstentions: None
Absent: None

6. INFORMATIONAL REPORTS

The following oral/written reports/updates were received and filed.

A. INTER-FUND BORROWING – JULY 2017 (CM#2017.115)

B. PERFORMANCE INDICATORS/FINANCIAL REPORTING – JULY 2017 (CM#2017.116)

C. BUDGET VS. ACTUAL VARIANCE REPORT – FYE 2017 FOURTH QUARTER – JUNE 30, 2017 (CM#2017.117)

D. FINANCIAL REPORT FOR THE FOURTH QUARTER ENDING JUNE 30, 2017

E. FOURTH QUARTER FYE 2017 EXPENSE REPORTS

F. OWOW PLAN UPDATE 2018 STATUS (CM#2017.119)

Mike Antos provided an oral OWOW Plan Update 2018 status report. Commissioner Anthony asked if there were any specific changes to be highlighted. Antos noted data management has been trailing and that educational goals have not been as prominent as they will become moving forward.

Commissioner Sullivan requested that information be brought before the Commission for consideration prior to the OWOW Steering Committee, since the Commission is the authorizing body. Rich Haller assured this will be the case moving forward.

G. UPDATE ON THE SANTA ANA SUCKER PROTECTION AND BENEFICIAL USE ENHANCEMENT PROJECT (CM#2017.120)

Ian Achimore provided a PowerPoint presentation on the Santa Ana Sucker Protection and Beneficial Use Enhancement Project. This is a pilot project that will provide valuable information on the creation of future sucker habitat.

H. GENERAL MANAGER'S REPORT

Rich Haller announced the Brine Line Operations Center (BLOC) is now fully operational and invited Commissioners to stop by for a facility tour after the meeting.

I. CHAIR'S COMMENTS/REPORT

There were no comments/reports from the Chair.

J. COMMISSIONERS' COMMENTS

There were no Commissioners' comments.

K. COMMISSIONERS' REQUEST FOR FUTURE AGENDA ITEMS

There were no additional requests for future agenda items.

7. CLOSED SESSION

Chair Longville recessed the meeting to Closed Session at 10:14 a.m. Designated personnel essential to the discussion of Agenda Item No. 7.A. were present during Closed Session until that discussion concluded at 10:32 a.m. From that time forward, no designated personnel were present during Closed Session.

A. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION PURSUANT TO GOVERNMENT CODE SECTION 54956.9(d)(1)

Name of Case: Spiniello Companies v. Charles King Company, Inc., Santa Ana Watershed Project Authority, The Ohio Casualty Insurance Company (Superior Court of Los Angeles BC616589)

B. PURSUANT TO GOVERNMENT CODE SECTION 54957 – PERSONNEL MATTERS

General Manager

Chair Longville resumed Open Session at 10:39 a.m., and announced the Commission would next consider approval of an employment agreement with Richard E. Haller to serve as the new general manager. Recommendation Summary: Effective date September 19, 2017; annual salary \$220,000; monthly automobile allowance; SAWPA pays CalPERS pension EPMC of 4.20% (reduced 1.40% annually until June 30, 2020, at which time SAWPA will pay 0%); vacation, management and sick leave in accordance with existing SAWPA policy; medical coverage/retiree medical coverage in accordance with existing SAWPA policy. Chair Longville called for a motion

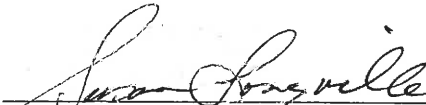
MOVED, approve the final version of the employment agreement with Richard E. Haller, effective September 19, 2017, to serve as the General Manager of SAWPA.

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| Result: | Adopted (Unanimously) |
| Motion/Second: | Anthony/Sullivan |
| Ayes: | Anthony, Hall, Longville, Sullivan |
| Nays: | None |
| Abstentions: | None |
| Absent: | None |

8. ADJOURNMENT

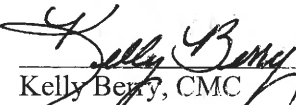
There being no further business for review, Chair Longville adjourned the meeting at 10:41 a.m.

Approved at a Regular Meeting of the Santa Ana Watershed Project Authority Commission on Tuesday, October 3, 2017.



Susan Longville, Chair

Attest:



Kelly Berry, CMC
Clerk of the Board