

MINUTES
REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE
WESTERN MUNICIPAL WATER DISTRICT
OF RIVERSIDE COUNTY AND
SPECIAL MEETING OF THE BOARD OF DIRECTORS OF THE WESTERN MUNICIPAL
WATER DISTRICT FACILITIES AUTHORITY

June 7, 2017

CALL TO ORDER / PLEDGE OF ALLEGIANCE

The Regular Meeting of the Board of Directors of Western Municipal Water District and the Special Meeting of the Board of Directors of the Western Municipal Water District Facilities Authority was called to order at 9:30 a.m. and Director Lopez led the Pledge of Allegiance to the flag.

Directors Present

Tom Evans, Presiding
Brenda Dennstedt, Vice President
Robert Stockton, Secretary-Treasurer
Donald D. Galleano
S. R. "Al" Lopez

Others Present

John Rossi, General Manager
Craig Miller, Deputy General Manager
Rod LeMond, Assistant General Manager/CFO
Kevin Mascaro, Director of Finance
Derek Kawaii, Director of Engineering
Paul Ruge, Director of Operations
Tim Barr, Director of Water Resources
Candi Judd, Director of Human Resources
Greg Duecker, Director of Administration
Karly Gaynor, Water Planning and Policy Manager
Ryan Shaw, Deputy Director of Water Resources
Michele McKinney, Special Projects Coordinator
Susie Aguilar, Management Analyst
Daisy Banuelos, Financial Analyst
Jean Perry, Executive Assistant
Steve Gustafsson, IT Specialist III
Jeff Ferre, Best, Best and Krieger
Bradley Neufeld, Varner & Brandt
Howard Omdahl, Omdahl Development
Ben Drake, Rancho California Water District
Jonathan Ingram, City of Murrieta
Jeff Armstrong, Rancho California Water District
Roxanne Rountree, Eastern Municipal Water District
Clayton Larkins, Tetra Tech

ORAL COMMUNICATIONS

Any person may address the Board upon any subject within Western's jurisdiction, which is not on the agenda, at this time. However, any non-agenda matter that requires action will be referred to staff for a report and action at a subsequent Board meeting. Any person may also address the Board on any agenda matter at the time that matter is discussed, prior to Board Action.

There were no members of the public who wished to speak during Oral Communications.

M-6665 – Approval of Consent Calendar

It was moved by Director Stockton, seconded by Director Dennstedt to approve the Consent Calendar. As a result, the following Consent Calendar items were approved:

- A) Approve Directors' Requests for Compensation
- B) Approve Regular Board Minutes, May 17, 2017
- C) Consider Adoption of Resolution 2997 Honoring Debra C. Man
- D) Receive and File Cash Disbursement Report, April 2017
- E) Receive and File Government Code Section 53065.5 Disclosure Report, April 2017
- F) Receive and File Investment Report, April 2017
- G) Consider Approval of Fiscal Year 2017-2018 Annual Purchase Orders Exceeding \$100,000

Motion carried 5-0.

- END OF CONSENT CALENDAR -

With approval from the Board the Closed Session Item 8-A was moved to this place on the Agenda.

Closed Session

At 9:33 a.m. President Evans announced that the Board would go into Closed Session on the following matter:

- A) CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION
Significant exposure to litigation pursuant to paragraph (2) and (4)
of subdivision (d) of Government Code Section 54956.9
One potential case

The Board came out of Closed Session and reconvened into Open Session at 9:39 a.m. General Manager John Rossi said that for Agenda Item 9-A, the Board gave staff and counsel direction, but there was no reportable action.

With approval from the Board Agenda Item 6, Workshop on Murrieta Division Service Issues, was brought to this place on the Agenda.

M-6666 – Workshop on Murrieta Division Service Issues

General Manager John Rossi made a presentation on the Murrieta Division providing background of the Murrieta Service Area, an overview of challenges, imported water picture, projected demands and long term plans, agency rate comparison, importance of Committee decision and principles for consideration. The Board and staff proceeded to engage in discussion regarding these matters.

The following individuals spoke in regard to this matter:

Jeff Armstrong, Rancho California Water District General Manager
Ivan Holler, City of Murrieta Development Services Director
Kassen Klein, Kassen Klein Consulting
Sherrie Munroe, Markham Development Management Group
Jonathan Ingram, City of Murrieta Mayor Pro Tem
Howard Omdahl, Omdahl Development
Ben Drake, Rancho California Water District Board Member

Following a full discussion and consideration of this matter by the Board, a motion was made by Director Stockton, seconded by Director Evans to direct the Murrieta Ad Hoc Committee to continue with the process of the future direction of the Murrieta Division Service Area. Motion carried 4-1, with Director Dennstedt voting no.

At 10:47 a.m. President Evans announced that there would be a brief break and then staff would go into Closed Session.

With approval of the Board Closed Session Items 9-B and 9-C were brought to this place on the Agenda.

M-6667 Closed Session

At 10:52 a.m. President Evans announced that the Board would go into Closed Session on the following matters:

B) CONFERENCE WITH LABOR NEGOTIATORS

Closed Session pursuant to Government Code Section 54957.6

District designated representatives: John Rossi, General Manager, Candi Judd, Director of Human Resources, Brad Neufeld, Labor Counsel

Employee organization: Management/professional/confidential employees

C) CONFERENCE WITH LABOR NEGOTIATORS

Closed Session pursuant to Government Code Section 54957.6

District designated representatives: John Rossi, General Manager, Candi Judd, Director of Human Resources, Brad Neufeld, Labor Counsel

Employee organization: Western Municipal Water District Employees Association

The Board came out of Closed Session and reconvened into Open Session at 10:58 a.m. Special Counsel Brad Neufeld reported that for Agenda Item 8-C the Board unanimously approved a new Memorandum of Understanding with Western's Employee Association for the years 2017 through 2021. For Agenda Item 8-B Mr. Neufeld reported that the Confirmation of Understanding Group approved a new Confirmation of Understanding (COU) for 2017 through 2021. He then provided the Board and staff with an overview of the proposed revisions to the new COU. A motion was made by Director Galleano, seconded by Director Stockton to approve the new COU. Motion carried 5-0.

M-6668 – Consider Approval of the Fiscal Year 2017-2018 Capital Spending Plan

General Manager John Rossi introduced Financial Analyst Daisy Banuelos who provided an overview of the 2017-2018 Capital Spending Plan. Following a full discussion and consideration of this matter by the Board, a motion was made by Director Stockton, seconded by Director Lopez to approve the Fiscal Year 2017-2018 Capital Spending Plan. Motion carried 5-0.

M-6669 – Affirmation of the Board Members and Officers of the Western Municipal Water District Facilities Authority

Assistant General Manager/CFO Rod LeMond provided an update regarding outstanding bond proceeds issued by the Western Municipal Water District Facilities Authority. Legal Counsel Jeff Ferre then explained that staff recommends that the Board annually affirm the board members and officers of the Western Municipal Water Districts Facilities Authority, noting that the board members of the Authority are the same as the board members for the Western Municipal Water District. The new officers would be Director Thomas P. Evans, Chair; Director Brenda Dennstedt, Vice Chair; Director Robert Stockton, Secretary. The fourth position in the rotation would be Director Donald D. Galleano and the fifth position in the rotation would be Director S.R. "Al" Lopez.

There was a request by Director Dennstedt to change the language of the titles from Chairman to Chair. Following a full discussion and consideration of this matter by the Board, a motion was made by Director Lopez, seconded by Director Dennstedt to affirm the board members and officers of the Western Municipal Water District Facilities Authority with the noted changes to use the titles of "Chair" and "Vice Chair." Motion carried 5-0.

Legal Counsel Report

Legal Counsel Jeff Ferre said there was nothing to report today.

Staff Reports

General Manager John Rossi and staff reported on the following:

- Provided an update on the Alessandro Building
- Provided an update on the WRCRWA Change of Use Agreement

SAWPA Report

Director Evans provided a summary report of the meeting, noting that Celeste Cantu's retirement party is scheduled for June 22, 2017.

MWD Report

Director Galleano said there was nothing to report today.

CBWM Report

Director Galleano said there was nothing to report today.

CDA Report

Director Stockton said there was nothing to report today.

WRCRWA Report

Assistant General Manager/CFO Rod LeMond said there was nothing to report today.

WRCOG Report

Director Dennstedt provided a report of the meeting.

SRRRA Report

Director Dennstedt reported that the SRRRA Board recently had a meeting in Sacramento to discuss the State Revolving Fund bonds.

Director's Report

Director Evans reported that he and Director Stockton are scheduled to meet with the Mayor or Riverside to present a check from Western to support the Long Night of Arts and Innovation Event.

Adjourn

There being no further business to come before the Board, at 11:15 a.m. President Evans adjourned the Regular Board Meeting of Western Municipal Water District.



THOMAS P. EVANS
President



ROBERT STOCKTON
Secretary-Treasurer