

**MINUTES OF THE FORMAL BOARD OF DIRECTORS' MEETING
FEBRUARY 23, 2017**

**ENGINEERING AND OPERATIONS COMMITTEE
CALL TO ORDER / ROLL CALL**

Chair Heinrichs called the Engineering and Operations Committee meeting to order at 9:01 a.m. Committee members present were Chair Heinrichs, Vice Chairs Hilliker and Miller, and Directors Boyle, Brady*, Butkiewicz, Fong-Sakai, Hogan, Morrison*, Olson, Razak, Smith, and Watkins. Committee members absent were Directors Preciado and Simpson. Also present were Directors Arant, Barnum, Cherashore, Hedberg, Evans, Gallo, Guerin, Kennedy, Lewinger, Madaffer, Muir, Murtland, Saxod, Scalzitti, Steiner, Tu, Weston, and Wilson. At that time, there was a quorum of the Board, and the meeting was conducted as a meeting of the Board; however, only committee members participated in the vote.

Staff present was General Manager Stapleton, General Counsel Hattam, Deputy General Manager Kerl, Assistant General Manager Cushman, Director of Operations and Maintenance Fisher, Director of Engineering Reed, Director of Water Resources Yamada, Energy Program Manager Rodgers, Operations and Maintenance Manager Faber, Operations and Maintenance Manager Meda, Principal Water Resource Specialist Putnam, and Senior Engineer Trimm.

ADDITIONS TO AGENDA

There were no additions to the agenda.

PUBLIC COMMENT

Martha Weld from the Whistle Blower organization addressed the committee.

DIRECTORS' COMMENTS

There were no Directors' comments.

CHAIR'S REPORT

Chair Heinrichs reported that the Engineering and Operations Committee Draft Work Plan for calendar years 2017 and 2018 was included in the Board packet. He highlighted several items for review and consideration by the committee and asked that committee members provide input to himself, Mr. Reed, or Mr. Fisher by Monday, March 6, 2017. He stated the final Work Plan would be adopted at the March 23, 2017 committee meeting.

Mr. Reed provided an update on the damaged spillway at Oroville Dam and the safety of the Olivenhain and San Vicente Dams. He presented information regarding the status of the Oroville Dam including location, purpose and background of the dam, main spillway damage and condition, and emergency spillway usage and repairs. He also reported on the background and purpose of Olivenhain and San Vicente dams, their discharge systems, and emergency spillways.

Mr. Yamada reported that The Water Authority and member agencies could provide uninterrupted service if deliveries from Oroville were impacted due to repairs. He stated this was due to low water demands, significant water reserves, and the region's decreasing reliance on State Water Project supply.

I. CONSENT CALENDAR

1. Amendment 2 to service contract with Nash Fabricators, Inc. for in-shop fabrication, repair, and machine shop services.

Staff recommendation: Authorize the General Manager to execute Amendment 2 to the services contract with Nash Fabricators, Inc. for \$160,000 increasing the contract amount from \$140,000 to \$300,000.

* Director Brady arrived at 9:41 a.m., prior to the vote on the Consent Calendar.

Director Miller moved, Director Hilliker seconded, and the motion to approve staffs' recommendation passed unanimously.

II. ACTION/DISCUSSION/PRESENTATION

1. Solar Power and Services Agreement between the San Diego County Water Authority and Pristine Sun, LLC.

Staff recommendation: Authorize the General Manager to enter into a General Terms and Conditions Agreement with Solar Power for a Floating Photovoltaic Power System on Olivenhain Reservoir ("General Conditions Agreement") for negotiation of a potential no-cost Solar Power and Services Agreement with Pristine Sun, Corporation.

Ms. Rodgers gave a presentation regarding the Olivenhain Floating Photovoltaic Power System including a description of the potential project, information regarding the request for proposals, and potential project agreements.

Director Brady moved, Director Razak seconded, and the motion to approve staffs' recommendation passed unanimously.

2. Pipeline 4 Relining at Lake Murray project update.

Mr. Trimm gave an update on the project including project location and description, isolation of Pipeline 4, pipeline excavation, portal safety shoring, placement of liners, liner welding and testing, grout installation, application of cement mortar lining, and decommissioning of the Alvarado Hydroelectric facility.

* Director Morrison arrived at 10:01 a.m., after all voting had taken place.

3. La Mesa Sweetwater Extension Pipeline inspection results and repair.

Mr. Faber presented information regarding the La Mesa Sweetwater Extension Pipeline inspection and repair including pipeline location, description of bar-wrapped pipe, proximity to Helix Water District pipeline, partnering with Helix on inspection, remote field technology, inspection results, location of repair site, excavation, pipe removal, installation, and final grading.

4. Energy Task Force Update.

Director Hogan presented an update regarding the San Vicente Energy Storage Study including a review of input and direction received from the Engineering and Operations Committee on September 8, 2016, activities completed by the City of San Diego and the Water Authority, activities currently underway, and next steps.

III. INFORMATION

There were no information items.

IV. CLOSED SESSION

There were no Closed Session items.

V. ADJOURNMENT

There being no further business to come before the Engineering and Operations Committee, Chair Heinrichs adjourned the meeting at 10:19 a.m.

ADMINISTRATIVE AND FINANCE COMMITTEE

CALL TO ORDER / ROLL CALL

Chair Saxod called the Administrative and Finance Committee meeting to order at 10:25 a.m. Committee members present were Chair Saxod, Vice Chairs Arant and Wilson, and Directors Ayala*, Cherashore*, Gallo, Guerin, Hall, Hedberg, Heinrichs, Murtland, and Watkins. Committee members absent were Directors Croucher and Simpson. Also present were Directors Barnum, Boyle, Butkiewicz, Evans*, Fong-Sakai*, Hall, Hogan, Kennedy, Lewinger, Madaffer, Miller, Morrison, Muir, Olson, Razak, Smith, Steiner, Tu, Watkins and Weston. At that time there was a quorum of the Board and the meeting was then conducted as a meeting of the Board; however, only committee members participated in the vote.

Staff present was General Manager Stapleton, General Counsel Hattam, Deputy General Manager Kerl, Assistant General Manager Cushman, Director of Finance/Treasurer Harris, Director of Administrative Services Brown, Budget and Analysis Manager Whyte, Financial Planning Manager Shank and Controller Woidzik.

ADDITIONS TO AGENDA

There were no additions to the agenda.

PUBLIC COMMENT

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

CHAIR'S REPORT

Chair Saxod reviewed the Administrative & Finance Draft Committee Work Plan and stated it was included on page 18 in the board packet. She highlighted items in the Work Plan including approving the Cost of Service Study, adopting the FY18-19 Budget, adopting rates and charges for CY 2018 and 2019, approving cyber security initiatives to protect critical infrastructure and information, approving business insurance renewals, and approving debt issuance for Carlsbad Intake Financing, future CIP debt and potential refunding for outstanding debt.

DIRECTORS' COMMENTS

There were no Directors' comments.

I. CONSENT CALENDAR

1. Monthly Treasurer's Report on Investments and Cash Flow.
Staff recommendation: Note and file the monthly Treasurer's report.

Director Murtland moved, Director Arant seconded, and the motion to approve staffs' recommendation passed unanimously.

* Director Cherashore and Director Evans arrived at 10:30 a.m.

II. ACTION/DISCUSSION/PRESENTATION

1. Approve the selection of firms to serve in the Water Authority's pre- approved bond counsel pool.
Staff recommendation: Approve the formation and use of a pre-qualified bond counsel pool.

Ms. Harris provided a presentation on the item intended to solicit from the Board on Bond Counsel Pre-Qualified Pool Selection. The presentation highlighted the RFQ process, selection panel and the evaluation based upon selection criteria.

Director Arant moved, Director Wilson seconded, and the motion to approve staffs' recommendation passed unanimously.

* Director Fong-Sakai arrived at 10:35 a.m.

2. Controller's Report on Monthly Financial Reports.

Mr. Woidzik gave a brief presentation on the Monthly Financial Reports.

Directors asked questions and staff provided answers.

3. Capital Market Update.

Ms. Harris introduced Jamison Feheley and John Houlberg from J.P. Morgan to present a Capital Market Update. The presentation provided information on Municipal Debt Issuance, Interest Rate Environment, and the Federal Reserve projection updates in detail.

Directors asked questions and presenters provided answers.

III. INFORMATION

The following information item was received and filed:

1. Board Calendar.

IV. CLOSED SESSION

There were no Closed Session items.

V. ADJOURNMENT

There being no further business to come before the Administrative and Finance Committee, Chair Saxod adjourned the meeting at 11:05 a.m.

WATER PLANNING COMMITTEE

CALL TO ORDER/ROLL CALL

Chair Cherashore called the Water Planning Committee meeting to order at 11:15 a.m. Committee members present were Chair Cherashore, Vice Chairs Boyle and Evans, and Directors Ayala, Barnum, Brady, Hedberg, Kennedy, Lewinger, Muir, Preciado, Razak*, Smith, Tu and Weston. Also present were Directors Arant, Butkiewicz, Croucher, Fong-Sakai, Gallo, Guerin, Heinrichs, Hogan, Miller, Morrison, Murtland*, Olson, Saxod, Steiner*, Watkins and Wilson. At that time, there was a quorum of the Board, and the meeting was conducted as a meeting of the Board; however, only committee members participated in the vote.

Staff present was General Manager Stapleton, General Counsel Hattam, Deputy General Manager Kerl, Assistant General Manager Cushman, Water Resources Director Yamada, Public Outreach and Conservation Director Foster, Principal Water Resources Specialist Bombardier, and Senior Water Resources Specialist Chadwick.

ADDITIONS TO THE AGENDA

There were no additions to the agenda.

PUBLIC COMMENT

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

CHAIR'S REPORT

Chair Cherashore welcomed those present. His opening remarks referenced several highlights featured in the Draft 2017-2018 Water Planning Committee Work Plan, and he asked that input on the draft plan be submitted by March 6, 2017. He also announced that the American Water Works Association / American Membrane Technology Association recently awarded the Claude "Bud" Lewis Carlsbad Desalination Plant its Membrane Facility Award for 2017.

DIRECTORS' COMMENTS

There were no Directors' comments.

I. CONSENT CALENDAR

There were no Consent Calendar items.

II. ACTION/DISCUSSION/PRESENTATIONS

1. Public Hearing on the Draft Mitigated Negative Declaration (MND) for the Second San Diego Aqueduct Moosa Canyon Crossing Erosion Control Project.

Chair Cherashore opened the public hearing at 11:20 a.m. and advised how to provide public comments during the hearing. He called upon Mr. Chadwick to provide an overview of the project.

Mr. Chadwick presented information on project location, objectives, environmental impacts and proposed mitigation, and timeline and tasks related to required administrative actions and permits. Staff responded to a question posed by Director Kennedy.

*Directors Razak, Steiner and Murtland arrived at 11:20, 11:24, and 11:27 a.m., respectively.

Chair Cherashore again called for public comments. Seeing none, he advised written comments would be accepted until 5:00 p.m. March 8, 2017. He closed the hearing at 11:28 a.m.

2. Update on water supply conditions and drought response activities.

Mr. Bombardier presented graphs and information on regional, state and local precipitation, storage, and forecasts through February 21, 2017, including record-setting levels in Northern Sierra precipitation and snowpack and the State Water Project's San Luis and Oroville Reservoirs. He added that a 770,000 acre-foot drop in one week in February at Oroville was purposefully initiated in response to continued record precipitation and the reservoir's recently damaged spillways.

Staff responded to questions and comments from Directors Arant, Barnum, Kennedy, Guerin, Tu, Preciado and Croucher, who would like to see coordination among member agencies to send community leaders, for example from the Citizens Water Academy, to meetings of the State Water Resources Control Board. Director Lewinger requested staff report back on the amount of acre-feet lost due to lack of storage in the State Water Project System.

With respect to comments on near-term supplies, Ms. Stapleton reported that the Water Authority conducted stress-test analyses that show there would be sufficient supplies over the next three years, assuming dry conditions. With respect to comments on state legislation and involvement at the state level, she reported staff would track State Assemblymember Adam Gray's recently introduced Assembly Bill 313 that proposed changes in responsibilities between

and among the Department of Water Resources and the State Water Resources Control Board and that adds a new appeals commission on water rights issues. She stated that the Water Authority and others have provided comments to the State Board proposing the Emergency Regulation be applied regionally as needed, as opposed to state-wide. Ms. Stapleton added that, provided the record-breaking hydrology continued to mitigate the drought, the focus going forward should be the Governor's Water Use Efficiency Framework and long-term implications.

III. INFORMATION

The following information item was received and filed:

1. Water Resources report.

IV. CLOSED SESSION

There were no Closed Session items.

V. ADJOURNMENT

Chair Cherashore adjourned the meeting at 11:59 a.m.

LEGISLATION AND PUBLIC OUTREACH COMMITTEE

CALL TO ORDER/ROLL CALL

Chair Guerin called the Legislation and Public Outreach Committee to order at 1:03 p.m. Committee members present were Chair Guerin, Vice Chairs Hall and Tu, Directors Arant, Butkiewicz, Croucher, Evans, Gallo, Hilliker, Madaffer, Muir, Scalzitti and Steiner. Committee members absent were Director Morrison and Supervisor Gaspar. Also present were Directors Ayala, Barnum, Boyle, Brady, Cherashore, Fong-Sakai, Hedberg, Heinrichs, Hogan, Kennedy, Lewinger, Miller, Murtland, Olson, Preciado, Razak, Saxod, Simpson, Smith, Watkins, Weston and Wilson. At that time, there was a quorum of the Board, and the meeting was conducted as a meeting of the Board; however, only committee members participated in the vote.

Staff present were General Manager Stapleton, General Counsel Hattam, Deputy General Manager Kerl, Assistant General Manager Cushman, Director of Public Outreach and Conservation Foster and Senior Public Affairs Representative Lee.

ADDITIONS TO AGENDA

There were no additions to the agenda.

PUBLIC COMMENT

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

CHAIR'S REPORT

Chair Guerin provided an update on the Legislation and Public Outreach Committee's Draft Work Plan. She highlighted work plan areas including adopting updated Legislative Policy Guidelines, adopting positions on legislation and sponsoring legislation, and

participation in legislative outreach activities. She requested input regarding the Work Plan be provided to staff by March 6, 2017.

She reported that on February 13-14, 2017, Chair Muir and Vice Chair Madaffer traveled to Sacramento with General Manager Stapleton and Assistant General Manager Cushman for a series of visits with members of the San Diego legislative delegation, Governor's office, and other key legislators.

She also reported that on February 28, 2017, she and Board Secretary Croucher would travel to Sacramento with the San Diego Regional Chamber of Commerce for the annual advocacy visit to the State Capitol. She also stated that on February 28, 2017, Director Tu would travel to Washington, D.C. for the ACWA Federal Conference.

She announced that Water Authority efforts to promote efficient water use as a positive and permanent lifestyle through the "Live WaterSmart" campaign would continue this spring with several partnerships including a new season of plant fairs in partnership with The Home Depot.

I. CONSENT CALENDAR

There were no Consent Calendar items.

II. ACTION/DISCUSSION/PRESENTATION

1. Legislative Issues.

1-A Washington Report by Ken Carpi.

Mr. Carpi provided a Washington update including updates on the upcoming State of the Union address. He stated that 549 administration appointments were recently made and were awaiting confirmation by the Senate.

1-B Federal Legislative Priorities for 2017.

Staff recommendation: Adopt federal legislative priorities for 2017.

Mr. Cushman provided a Sacramento update, including a review of Water Authority sponsored bills and additional bills of interest, before the federal legislative priorities were brought up for a vote.

Director Tu moved, Director Madaffer seconded, and the motion to approve staffs' recommendation passed unanimously.

2. Fleet Science Center Exhibit Renovation.

Mr. Lee presented background on the Fleet Science Center Water Authority exhibit built more than 15 years ago. He provided a summary of upgrades that were recently completed including new display panels, bilingual content and a focus on local supplies. He stated the renovation was funded by the Doe Charitable Trust.

III. INFORMATION

The following information item was received and filed:

1. Government Relations Update.

IV. ADJOURNMENT

There being no further business to come before the Legislation and Public Outreach Committee, Chair Guerin adjourned the meeting at 1:43 p.m.

IMPORTED WATER COMMITTEE

CALL TO ORDER / ROLL CALL

Chair Weston called the Imported Water Committee meeting to order at 1:50 p.m. Committee members present were Chair Weston, Vice Chairs Fong-Sakai and Kennedy, Directors Barnum, Hogan, Lewinger, Madaffer, Miller, Murtland, Olson, Saxod, Scalzitti, Steiner, and Wilson. Committee member absent was Supervisor Gaspar. Also present were Directors Arant, Ayala, Brady, Butkiewicz, Cherashore, Croucher, Gallo, Hall, Hedberg, Hilliker, Morrison, Muir, Preciado, Razak, Simpson, Smith, Tu, and Watkins. At that time, there was a quorum of the Board, and the meeting was conducted as a meeting of the Board; however, only committee members participated in the vote.

Staff present was General Manager Stapleton, General Counsel Hattam, Deputy General Manager Kerl, Assistant General Manager Cushman, MWD Program Director Chen, and Colorado River Program Director Denham. Also present was Chris Frahm, Legal Counsel for Brownstein Hyatt Farber Schreck.

ADDITIONS TO AGENDA

There were no additions to the agenda.

PUBLIC COMMENT

There was one member of the public who requested to speak after item I-1 was presented.

At that time the agenda was taken out of order and Mr. Hattam took the committee into Closed Session at 1:52 p.m.

IV. CLOSED SESSION

1. Conference with Legal Counsel – Existing Litigation
Government Code §54956.9(d)(1)
SDCWA v. Metropolitan Water District of Southern California
Case Nos. CPF-10-510830; CPF-12-512466; CPF-14-514004; CPF-16-515282; CPF-16-515391; and A148266

2. Conference with Legal Counsel – Existing Litigation
Government Code §54956.9(d)(1)
State Water Resources Control Board Petition of Imperial Irrigation District for
Modification of Revised Water Rights Order 2002-0013

Mr. Hattam announced Closed Session item IV-2 would be handled in its entirety by special counsel Scott Slater from Brownstein Hyatt Farber Shreck. At that time Mr. Hattam recused himself and stated the General Counsel's office would not attend or participate in the Closed Session, and Mr. Slater joined the meeting via teleconference.

Mr. Hattam brought the Committee out of Closed Session at 3:43 p.m. and stated the Committee had recommended to the Board that the General Counsel's office be allowed to sign a litigation planning agreement with Southwest Strategies for a not-to-exceed amount of \$340,000 through June 2018.

CHAIR'S REPORT

Chair Weston stated the Imported Water Committee Draft Work Plan was included on pages 90-92 in the Board Packet and the Work Plan covered calendar years 2017 and 2018. He reviewed highlights of the Work Plan, and requested the Board review and return any input by March 6, 2017, as the Work Plan would be finalized at the March 23, 2017, committee meeting. He also mentioned that he asked staff to make sure the Work Plan included tracking of State Water Project expenditures, such as the repair costs for the Oroville spillways, and how they may be allocated to the water contractors.

Chair Weston reported that Water Authority staff had traveled to Sacramento and met with State representatives, and members of the San Diego delegation, where they discussed progress on Salton Sea restoration activities, and further activity planned for 2017.

Chair Weston provided a Colorado River Hydrology update stating that in February 2017, snowpack and runoff levels throughout the Colorado River basin continued to be well above average.

DIRECTORS' COMMENTS

There were no Directors' comments.

I. CONSENT CALENDAR

1. Amend agreement for Consulting Services with Southwest Strategies.
Board Officers' recommendation: Amend the agreement with Southwest Strategies for expanded and continued consulting public outreach services to the Water Authority by \$476,505 through June 30, 2018, extending the term of the agreement by 12 months, and increasing total contract funding to an amount not to exceed \$875,505.

Mr. Cushman presented the Board Officers' enhanced public outreach program, and the

purpose and key reasons for amending the consulting services agreement with Southwest Strategies to assist with near and long-term decisions.

Chair Weston called on public speaker Meena Westford with Metropolitan Water District, who spoke on the item.

Director Madaffer moved, Vice Chair Kennedy seconded, and the motion to approve the Board Officers' recommendation passed unanimously.

II. ACTION/DISCUSSION/PRESENTATION

1. Review of the Final Environmental Impact Report/Supplemental Environmental Impact Statement for California WaterFix.

Due to time constraints, Chair Weston requested the item be moved to the March 23, 2017 meeting.

2. MWD issues and activities update.
2-A Metropolitan Water District Delegates' Report.

Due to time constraints, the Delegates requested the Board refer to the board packet for updates.

3. Colorado River Programs.
3-A Colorado River Board Representative's Report.

Due to time constraints, Director Wilson requested the Board refer to the board packet for updates.

III. INFORMATION

The following information item was received and filed:

1. Metropolitan Water District Program Report.

V. ADJOURNMENT

There being no further business to come before the Imported Water Committee, Chair Weston adjourned the meeting at 4:12 p.m.

FORMAL BOARD OF DIRECTORS' MEETING OF FEBRUARY 23, 2017

1. **CALL TO ORDER** Chair Muir called the Formal Board of Directors' meeting to order at 4:16 p.m.
2. **SALUTE TO THE FLAG** Director Smith led the salute to the flag.

3. **ROLL CALL, DETERMINATION OF QUORUM**

Secretary Croucher called the roll. Directors present were Ayala, Butkiewicz, Cherashore, Croucher, Evans, Fong-Sakai, Gallo, Guerin, Hall, Hedberg, Heinrichs, Hilliker, Hogan, Kennedy, Lewinger, Madaffer, Miller, Muir, Murtland, Olson, Preciado, Saxod, Scalzitti, Smith, Steiner, Tu, Weston, and Wilson. Directors absent were Arant, Barnum, Boyle, Brady, Morrison, Razak, Simpson, Watkins, and Supervisor Gaspar.

3-A **Report on proxies received.** Director Weston was the proxy for Director Barnum.

4. **ADDITIONS TO AGENDA**

There were no additions to the agenda.

5. **APPROVAL OF MINUTES**

Director Ayala moved, Director Kennedy seconded, and the motion carried at 84.43% of the vote to approve the minutes of the Formal Board of Directors' meeting of January 26, 2016.

6. **OPPORTUNITY FOR MEMBERS OF THE PUBLIC WHO WISH TO ADDRESS THE BOARD ON MATTERS WITHIN THE BOARD'S JURISDICTION**

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

7. **PRESENTATIONS & PUBLIC HEARINGS**

7-A **Re-Appointment of Director.** Re-Appointment of Director Ken Olson representing the City of Del Mar. Term ending March 12, 2023.

Chair Muir announced the reappointment of Director Olson, representing the City of Del Mar.

7-B **Recognition of Ken Sanders, Senior Engineering Technician, Employee of the 2nd Quarter.**

Chair Muir and Ms. Stapleton recognized Senior Engineering Technician Ken Sanders as employee of the 2nd Quarter.

* Director Tu left the meeting at 4:22 p.m., before the vote on the Consent Calendar.

8. **REPORTS BY CHAIRS**

8-A **Chairs report:** Chair Muir reported that he attended the San Diego Regional Chamber of Commerce Annual Dinner on February 2, 2017, with Vice Chair Madaffer, and Directors Cherashore, Tu, and Heinrichs. He also attended a SANDAG workshop held on February 2, 2017, where Ms. Stapleton spoke on the MWD rate case, the Bay Delta, and the drought long-term water use

efficiency. On February 15, 2017, Ms. Stapleton spoke at the San Dieguito Water District on the same topics. On February 13 and 14, 2017, Chair Muir reported he traveled to Sacramento with Vice Chair Madaffer, Ms. Stapleton and Mr. Cushman for a series of visits with members of the San Diego legislation delegation and other key legislators.

- 8-B Report by Committee Chairs:
Engineering and Operations Committee. Director Heinrichs reviewed the meeting and the action taken.
Administrative and Finance Committee. Director Saxod reviewed the meeting and the action taken.
Water Planning Committee. Director Cherashore reported no action was taken.
Legislation and Public Outreach Committee. Director Guerin reviewed the meeting and the action taken.
Imported Water Committee. Director Weston reviewed the meeting and the action taken.

9. **CONSENT CALENDAR**

Director Cherashore moved, Director Croucher seconded, and the motion carried at 84.43% of the vote to approve Consent Calendar. Directors voting no or abstaining are listed under the item number.

- 9- 1. Amendment 2 to service contract with Nash Fabricators, Inc. for in-shop fabrication, repair, and machine shop services.
The Board authorized the General Manager to execute Amendment 2 to the services contract with Nash Fabricators, Inc. for \$160,000 increasing the contract amount from \$140,000 to \$300,000.
- 9- 2. Solar Power and Services Agreement between the San Diego County Water Authority and Pristine Sun, LLC.
The Board authorized the General Manager to enter into a General Terms and Conditions Agreement with Solar Power for a Floating Photovoltaic Power System on Olivenhain Reservoir (“General Conditions Agreement”) for negotiation of a potential no-cost Solar Power and Services Agreement with Pristine Sun, Corporation.
- 9- 3. Monthly Treasurer’s Report on Investments and Cash Flow.
The Board noted and filed monthly Treasurer’s Report.
- 9- 4. Approve the selection of firms to serve in the Water Authority’s pre-approved bond counsel pool.
The Board approved the formation and use of a pre-qualified bond counsel pool.
- 9- 5. Federal Legislative Priorities for 2017.
The Board adopted federal legislative priorities for 2017.

9- 6. Amend agreement for Consulting Services with Southwest Strategies.

The Board approved to amend the agreement with Southwest Strategies for expanded and continued consulting public outreach services to the Water Authority by \$476,505 through June 30, 2018, extending the term of the agreement by 12 months, and increasing total contract funding to an amount not to exceed \$875,505.

10. **ACTION/DISCUSSION**

10-A Ratify the appointment of Mark Watton to the Colorado River Board.

Director Kennedy moved, Director Lewinger seconded, and the motion carried at 84.43% to approve the ratification of Mark Watton's appointment to the Colorado River Board.

11. **SPECIAL REPORTS**

11-A GENERAL MANAGER'S REPORT – Ms. Stapleton stated the March 9th Special Board meeting was cancelled and that the April 13th Special meeting would be held.

11-B GENERAL COUNSEL'S REPORT – Mr. Hattam stated he had nothing further to report.

11-C SANDAG REPORT – Chair Muir reported he attended the SANDAG workshop which focused on completed and ongoing transportation jobs, a failure analysis of Measure A, and discussion regarding TransNet funding infrastructure challenges.

SANDAG Subcommittees:

Borders Committee – Director Croucher reported he attended a meeting on January 27, 2017, that was specific to delivered goods and the economic impacts through land, port and air.

Regional Planning Committee – Director Olson reported he attended a meeting on February 3, 2017, which focused primarily on the Environmental Mitigation Program, the Smart Growth Incentive Program, Transportation Grant Program.

11-D AB 1234 Compliance Reports – No reports were given.

12. **CLOSED SESSION(S)**

A Closed Session was not needed for items 12-A and 12-B and Chair Muir announced that items 12-C and 12-D would be continued to the March Board meeting.

12-A Conference with Legal Counsel – Existing Litigation
Government Code §54956.9(d)(1)
SDCWA v. Metropolitan Water District of Southern California;

Case Nos. CPF-10-510830; CPF-12-512466; CPF-14-514004; CPF-16-515282; CPF- 16-515391; A146901; and A148266

12-B Conference with Legal Counsel – Existing Litigation
Government Code §54956.9(d)(1)
State Water Resources Control Board Petition of Imperial Irrigation District
for Modification of Revised Water Rights Order 2002-0013

12-C Public Employee Performance Evaluation
Government Code §54957 – Title: General Manager
Conference with Labor Negotiators, Government Code §54957.6
Designated Board Representatives: Chair, Vice-Chair, Secretary
Unrepresented Employee: General Manager

12-D Public Employee Performance Evaluation
Government Code §54957 – Title: General Counsel
Conference with Labor Negotiators, Government Code §54957.6
Designated Board Representatives: Chair, Vice-Chair, Secretary
Unrepresented Employee: General Counsel

13. **ACTION FOLLOWING CLOSED SESSION**

There were no action items following closed session.

14. **OTHER COMMUNICATIONS**

There were no other communication items.

15. **ADJOURNMENT**

There being no further business to come before the Board, Chair Muir adjourned the meeting at 4:32 p.m.



Mark Muir, Chair



Gary Croucher, Secretary



Melinda Cogle, Clerk of the Board