

**MINUTES OF THE FORMAL BOARD OF DIRECTORS' MEETING
MARCH 24, 2011**

WATER PLANNING COMMITTEE

CALL TO ORDER/ROLL CALL

Chair Dion called the Water Planning Committee meeting to order at 9:04 a.m. Committee members present were Chair Dion, Vice Chairs Price and Saunders, Directors Ferguson, Hogan, Linden, Steiner, Walson and K. Williams. Director Pocklington arrived at 9:06 a.m. and Director Jungreis arrived at 9:18 a.m. Directors Boyle, Heidel and Watton were absent. Also present were Directors Arant, Bailey, Bond, Bowersox, Dailey, Douglas, Knutson, Lewinger, Lewis, Saxod, Smith, Tu, Wight, Wilson and Wornham. 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 Hentschke, Deputy General Manager Kerl, Assistant General Manager Cushman, Director of Water Resources Weinberg, Water Resources Managers Purcell and Yamada, Principal Water Resources Specialist Frieauf, Senior Water Resources Specialists Chadwick, Diehr, Lopez and Water Resources Specialist Dobalian.

PUBLIC COMMENT

There were no comments made by the public.

DIRECTORS' COMMENTS

There were no Directors' comments.

CHAIR'S REPORT

Chair Dion commented on the success of the recent 2010 Urban Water Management Plan workshop held on March 22, 2011 for member agencies. He also announced there would be a 2010 Urban Water Management Plan Water Planning Committee Workshop held at the Water Authority on May 23, 2011, at 1:30 p.m. with all board members invited.

I. CONSENT CALENDAR

1. Professional services contract to AECOM for environmental support in obtaining Programmatic General Permits for Compliance with the Clean Water Act.
Staff recommendation: Award a professional services contract to AECOM to provide environmental support for obtaining U.S. Army Corps of Engineers Section 404 and Regional Water Quality Control Board Section 401 programmatic General Permits for a not-to-exceed amount of \$246,000.

Director Steiner moved, Director Price seconded, and the motion passed unanimously.

II. ACTION/DISCUSSION

1. Water Planning Committee Goals for 2011 and 2012.
Water Planning Committee Chair and Vice Chairs' recommendation: Adopt the Water Planning Committee Goals for 2011 and 2012.

Director Price moved, Director Saunders seconded, and the motion passed unanimously.

2. Water Shortage Management and Drought Response Plan.
2-A Presentation on water supply conditions.

Ms. Dobalian presented an overview of water supply conditions, reporting that weather conditions had been very favorable for the State Water Project and the Colorado River basin. Information on local conditions, as well as the Metropolitan Water District's Water Supply Allocation Plan, were included. Director Steiner recommended the graph scale used on the presentation slide depicting MWD Dry Year Storage Balances be increased to a maximum of five million acre-feet.

- 2-B Presentation on three-year water supply conditions.

Ms. Dobalian continued her presentation with a three-year supply planning outlook covering fiscal years 2012 through 2014. Staff responded to questions posed by Director Lewinger concerning preferential rights and MWD.

The following item was received and filed:

- 2-C Fiscal Year 2011 water supply allocations monitoring.

3. Approve guiding principles for member agency purchases of Water Authority-owned local water supplies and approve corresponding revisions to the Local Supply Conveyance and Exchange Policy.
Staff recommendation:
 1. Adopt the proposed guiding principles for member agency purchases of Water Authority-owned local water supplies.
 2. Approve corresponding revision to the Local Supply Conveyance and Exchange Policy.

Director Steiner moved and Director Saunders seconded a motion to continue this item to the April 28, 2011 Board meeting.

Chair Dion called for questions and concerns to be presented as part of the motion's discussion. Questions included those from Directors Douglas, Jungreis, Lewinger, Lewis, Pocklington, Price, Steiner K. Williams, and Wilson. Staff was directed to prepare a list of pros and cons from the point of view of the Water Authority, and from the point of view of the member agency, that would enter into such a purchase agreement. Ms. Stapleton invited written questions to be submitted to herself or Mr. Weinberg, or both, and advised that the item would be

brought before the Member Agency Managers at their April meeting, and would return to the Water Planning Committee to include their comments. At the conclusion of discussion, the motion to continue this item to the April 28, 2011 Board meeting carried.

4. Professional services contract with RBF Consulting for technical studies for the proposed Camp Pendleton Seawater Desalination.
Staff recommendation: Award a professional services contract to RBF Consulting to conduct technical studies for the proposed Camp Pendleton Seawater Desalination Project for \$2,600,000.

Mr. Lopez presented information on the project background, Request-for-Proposals process, selection process, timeline and work to be completed. Staff responded to questions posed by Directors Dailey, Jungreis, Price, Saxod and Steiner and confirmed the focus of the contract was the intake and discharge system, whereas following studies were planned to address specific questions regarding the two sites in question.

Director Pocklington moved, Director Steiner seconded, and the motion passed unanimously.

III. INFORMATION

The following items were received and filed:

1. Status report on Local Investigations and Studies Assistance Program.
2. Water Resources report.

IV. CLOSED SESSION

There were no Closed Session items.

V. ADJOURNMENT

Chair Dion adjourned the meeting at 10:22 a.m.

IMPORTED WATER COMMITTEE **CALL TO ORDER / ROLL CALL**

Vice Chair Tu called the Imported Water Committee meeting to order at 10:24 a.m. Committee members present were Directors Arant, Bond, Bowersox, Knutson, Lewinger, Lewis, Linden, Steiner, Wight, and Wilson. Director Morrison arrived at 12:00 p.m. Directors Heidel, McIntosh, and Watton were absent. Also present were Directors Bailey, Boyle, Dailey, Dion, Douglas, Ferguson, Hilliker, Hogan, Jungreis, Mudd, Pocklington, Price, Saunders, Saxod, Smith, Walson, H. Williams, K. Williams, and Wornham. At that time, there was a quorum of the full Board, and the meeting was conducted as a meeting of the Board, however, only committee members participated in the vote.

Staff present included General Manager Stapleton, General Counsel Hentschke, Deputy General Manager Kerl, Assistant General Manager Cushman, Colorado River Program Director Razak, MWD Program Chief Chen, and others.

ADDITIONS TO AGENDA

There were no additions to the agenda.

PUBLIC COMMENT

There were no public comments.

CHAIR'S REPORT

Vice Chair Tu stated that for the first time in five years, the Department of Water Resources opened the spillway at Oroville for flood protection releases and DWR increased the State Water Project Contractors' requested Table A amounts from 60 percent to 70 percent for calendar year 2011. She stated that the Bureau of Reclamation's final inspection of the Coachella Canal Lining project was scheduled for April 6, 2011.

DIRECTORS' COMMENTS

There were no Directors' comments

I. CONSENT CALENDAR

There were no items on the consent calendar.

II. ACTION/DISCUSSION

1. Imported Water Committee Draft Goals for 2011 and 2012.
Imported Water Committee Chair and Vice Chairs' recommendation: Adopt the Imported Water Committee Goals for 2011 and 2012.

Director Knutson made a motion, Director Arant seconded, and the motion passed unanimously to approve the Imported Water Committee goals.

2. MWD Issues and Activities update.
2-A Metropolitan Water District's Delegates report.

The delegates reported on the discussions and actions taken at the recent MWD board meetings.

- 2-B Metropolitan Water District's Biennial Budget for Fiscal Years 2011/12 and 2012/13.

Ms. Chen reviewed MWD's biennial budget and discussed MWD's transition from a one-year budget to a two-year budget. She reviewed the budget's sales assumptions, cost reductions, and projected expenditures. She stated the board would take action on the proposed fiscal year 2012/13 provisional budget in April; the fiscal year 2011/12 budget was adopted in August 2010. Following her presentation directors asked questions and expressed concerns on MWD's budget's sales assumptions and the rate and revenue structure.

2-C Metropolitan Water District water supply update.

Water Policy Manager Westford reported on MWD's 2011 water supplies, its supply and demand outlook, and storage levels. She stated that MWD was currently conducting a review of its water supply allocation formula.

3. Colorado River Programs.
3-A Colorado River Board representative's report.

Director Knutson reported that the Bureau of Reclamation had projected an equalization release of 11.6 maf from Lake Powell to Lake Mead in 2011 that would raise Lake Mead's level by eight feet.

4. QSA Mitigation Project.
4-A Presentation on Salton Sea update.

Principal Water Resources Specialist Denham discussed the current state of the Salton Sea and the policy issues involved with environmental mitigation and restoration activities for the Sea.

- 4-B Resolution supporting Salton Sea restoration.
Staff recommendation: Adopt Resolution No. 2011-___ supporting restoration of the Salton Sea.

Director Steiner made a motion, Director Knutson seconded and the motion passed unanimously to adopt the Resolution supporting Salton Sea restoration.

III. INFORMATION

The following information item was noted and filed:

1. Metropolitan Water District Program report.

IV. CLOSED SESSION

There were no closed session items.

V. ADJOURNMENT

There being no further business to come before the Imported Water Committee, Vice Chair Tu adjourned the meeting at 12:08 p.m. Item 2-D was addressed later in the afternoon.

II. ACTION/DISCUSSION

Vice Chair Tu reconvened the Imported Water Committee at 2:27 p.m.

2. MWD Issues and Activities update.
2-D Delta Plan update.

Ms. Westford gave an update on the Delta Stewardship Council's Draft Delta Plan.

V. ADJOURNMENT

There being no further business to come before the Imported Water Committee, Vice Chair Tu adjourned the meeting at 2:33 p.m.

ENGINEERING AND OPERATIONS COMMITTEE

CALL TO ORDER/ROLL CALL

Chair Knutson called the Engineering and Operations Committee to order at 1:00 p.m. Committee members present were Chair Knutson, Vice Chairs Dailey and Pocklington, Directors Douglas, Ferguson, Hogan, Lewinger, Morrison, Saxod, Smith, Wilson, and Wornham. Director K. Williams arrived at 1:04 p.m. Absent were Directors McIntosh and Mudd. Other Board members present were Directors Bond, Boyle, Bowersox, Croucher, Dion, Hilliker, Muir, Price, Tu, Walson, and H. Williams. At that time, there was a quorum of the full 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 Hentschke, Deputy General Manager Kerl, Assistant General Manager Cushman, Director of Engineering Stiff, Acting Director of Right of Way Busch, Director of Operations and Maintenance Eaton, O&M Manager Stine, and Engineer PE Shepard.

ADDITIONS TO AGENDA

There were no additions to the agenda.

PUBLIC COMMENT

There were no members of the public who wished to address the Committee.

CHAIR'S REPORT

Chair Knutson announced the San Vicente Pumping Facilities received the ASCE Region 9 "Outstanding Water Conveyance Project" award presented to the Water Authority and Black & Veatch during the ASCE's Awards Dinner on March 9, 2011. Also mentioned was the formation of a new Engineering & Operations Lake Hodges Subcommittee.

I. CONSENT CALENDAR

1. Notice of Completion for installation of a heating, ventilation, and air conditioning system for the Escondido Operations Center project.
Staff recommendation: Authorize the General Manager to accept the Escondido Operations Center heating, ventilation, and air conditioning system project as complete, record the Notice of Completion, and release funds held in retention to Southcoast Heating & Air Conditioning LP within the statutory period.
2. Accept the Lakeside 1 Flow Control Facility from Lakeside Water District.
Staff recommendation: Accept the Lakeside 1 Flow Control Facility as complete from Lakeside Water District.

Vice Chair Pocklington moved, Director Wornham seconded, and the motion passed unanimously to approve the Consent Calendar items.

II. ACTION/DISCUSSION

1. Engineering and Operations Committee Goals for 2011 and 2012.
Engineering and Operations Committee Chair and Vice Chair's recommendation: Adopt the Engineering and Operations Committee Goals for 2011 and 2012.

Vice Chair Dailey moved, Vice Chair Pocklington seconded and the motion to adopt the goals passed unanimously.

III. INFORMATION

There were no Information items on the agenda.

IV. CLOSED SESSION

There were no Closed Session items on the agenda.

V. ADJOURNMENT

There being no further business to come before the Engineering and Operations Committee, Chair Knutson adjourned the meeting at 1:04 p.m.

LEGISLATION, CONSERVATION AND OUTREACH
CALL TO ORDER/ROLL CALL

Chair Saxod called the Legislation, Conservation and Outreach Committee to order at 1:08 p.m. Committee members present were Chair Saxod, Vice Chairs Hilliker and Jungreis, and Directors Bailey, Bowersox, Boyle, Croucher, Dailey, Douglas, Muir, Tu, Walson, and H. Williams. Committee member absent was Director Mudd. Other Board members present were Directors Bond, Dion, Ferguson, Hogan, Knutson, Lewinger, Morrison, Pocklington, Smith,

Steiner, K. Williams, Wilson, and Wornham. At that time, there was a quorum of the full 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 Hentschke, Deputy General Manager Kerl, Director of Public Affairs Foster, Water Conservation Program Executive Rose, Government Relations Manager Volberg, and Small Contractor Outreach and Opportunities Program (SCOOP) Manager Yanushka.

ADDITIONS TO AGENDA

There were no additions to the agenda.

PUBLIC COMMENT

There were no members of the public who wished to address the Committee.

CHAIR'S REPORT

Chair Saxod reported that she attended the ACWA Conference in Washington, D.C., and met with legislative representatives to discuss water issues. She thanked Water Authority staff for having information packets ready and Legislative Advocate Ken Carpi and staff who helped set up meetings.

Chair Saxod reported that the Sacramento trip with the city of San Diego and the Water Authority scheduled for March 16 was postponed due to schedule conflicts with legislators. She stated it would be rescheduled for a later date.

DIRECTORS' COMMENTS

There were no Directors' Comments.

I. CONSENT CALENDAR

There were no Consent Calendar items.

II. ACTION/DISCUSSION

1. Legislation, Conservation and Outreach Committee Goals for 2011 and 2012. Legislation, Conservation and Outreach Committee Chair and Vice Chairs' recommendation: Adopt the Legislation, Conservation and Outreach Committee Goals for 2011 and 2012.

Director Dailey moved, Director Croucher seconded and the motion passed unanimously to adopt the Legislation, Conservation and Outreach Committee Goals for 2011 and 2012.

2. Legislative Issues.
2-A Report by Carpi and Clay.

Mr. Clay reported on issues in Sacramento and Washington, D.C. Director Lewinger

requested staff to schedule a meeting with the General Managers of the member agencies to review how the legislature might maneuver to try to take special district money to reduce the state's budget deficit.

2-B Adopt positions on various state bills.

Staff recommendation: Adopt a position of Support on AB 19 (Fong); Support on AB 275 (Solorio); Oppose on AB 550 (Huber); Oppose, unless amended, on AB 576 (Dickinson); Oppose on SB 200 (Wolk), and support on SB 328 (Kehoe).

Chair Saxod advised that SB 200 would be withdrawn from consideration and remaining bills would be voted upon separately. Director Bailey moved, Director Tu seconded to adopt a position of Support, if amended, on AB 19 (Fong). Chair Saxod called for the question and the motion passed unanimously to adopt a position of Support, if amended, on AB 19. Director Croucher moved, Director Tu seconded to adopt a position of Support on AB 275 (Solorio) and SB 328 (Kehoe). Chair Saxod called for the question and the motion passed unanimously to adopt staff recommendation. Director Dailey moved, Director Tu seconded to adopt a position of Oppose on AB 550 and Oppose, unless amended, on AB 576. Chair Saxod called for the question and the motion passed unanimously to adopt staff recommendation.

III. INFORMATION

1. Conservation Action Committee report.

Director Boyle reported that the committee met on March 14 and the golf industry presented its efforts to reduce water use. There were also presentations on water supplies and the city of San Diego's Water Purification project. He further reported that a supplier provided a presentation on graywater. The next meeting was scheduled for May 19, 2011.

2. Quarterly Water Conservation Garden report.

Director Bowersox reported that everything was working as planned and provided a list of upcoming events. Chair Saxod thanked all directors for supporting the garden.

3. Small Contractor Outreach and Opportunities Program Quarterly report.

Ms. Yanushka provided a presentation, including review of current SCOOP metrics and goal, summary of cumulative SCOOP activities, SCOOP historical performance, other agencies' small business goals, and next steps.

The following items were received and filed:

4. Government relations update.
5. Quarterly report on Public Affairs outreach activities.
6. Status report on legislation and legislative positions.

IV. ADJOURNMENT

There being no further business to come before the Legislation, Conservation and Outreach Committee, Chair Saxod adjourned the meeting at 1:52 p.m.

ADMINISTRATIVE AND FINANCE COMMITTEE

CALL TO ORDER / ROLL CALL

Chair Wight called the Administrative and Finance Committee meeting to order at 2:00 p.m. Committee members present were Chair Wight, Vice Chairs Bond and Croucher, Directors Bailey, Dion, Hilliker, Muir, Smith, H. Williams, and Wornham. Committee members absent were Directors Arant, Lewis, Price and Saunders. 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. Also present were Directors Bowersox, Dailey, Douglas, Ferguson, Hogan, Jungreis, Knutson, Lewinger, Morrison, Pocklington, Saxod, Steiner, Tu, Walson, K. Williams, and Wilson.

Staff present was General Manager Stapleton, General Counsel Hentschke, Deputy General Manager Kerl, Assistant General Manager Cushman, Director of Finance/Treasurer Sandler, Director of Human Resources Leone, Director of Administrative Services Young, Financial Planning Manager Shank, and Controller Greek. In addition, Bond Counsel Stephen Spitz, and Financial Advisors Jim Bemis and Doug Montague of Montague DeRose attended the meeting.

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 Wight congratulated Kiely Keane-Alt and the PeopleSoft team for a successful upgrade.

DIRECTORS' COMMENTS

There were no Directors' comments.

I. CONSENT CALENDAR

1. Treasurer's report.
Staff recommendation: Note and file the monthly Treasurer's report.
2. Resolution amending the designation of authorized officers or employees to act on behalf of the San Diego County Water Authority with respect to banking and investment accounts.
Staff recommendation: Adopt Resolution No. 2011-___ amending the designation of authorized officers or employees to act on behalf of the San Diego County Water Authority with respect to banking and investment accounts.

3. Resolution amending the titles of authorized officers and employees to invest in the Local Agency Investment Fund.
Staff recommendation: Adopt Resolution No. 2011-___ amending the titles of authorized officers and employees to invest in the Local Agency Investment Fund.
4. Accept City of San Diego/Water Authority operating strategies and defer the remaining three CIP projects, as recommended by the Comprehensive Reliability and Cost Assessment subcommittee and tabled from the January 27, 2011 Board meeting.
Staff recommendation: Accept operating strategies developed by City and Water Authority staff, direct staff to develop and enter into a letter agreement to mitigate operational affects at the Alvarado and Lower Otay Treatment Plants, and accept the recommended deferment of the remaining three projects from the January 27, 2011 Board Meeting.

Director Hilliker moved, Director Smith seconded, and the motion passed unanimously to approve the consent calendar.

II. ACTION/DISCUSSION

Director Wornham announced that he would abstain from the variable rate debt management strategy and selection of liquidity facility provider item from the Action/Discussion agenda due to his employment with Wells Fargo Bank. He asked the record to show that he has a remote financial interest in the matter and would not participate in or attempt to influence the decisions with respect to the matter and would leave the room during the consideration of the item. Director Wornham explained he had obtained an opinion from the General Counsel regarding the matter and the opinion was on file with the Clerk of the Board as required by the Administrative Code.

Director Wornham left the Board Room at that time.

1. Administrative and Finance Committee Goals for 2011 and 2012.
Administrative and Finance Committee Chair and Vice Chairs' recommendation:
Adopt the Administrative and Finance Goals for 2011 and 2012.

Vice Chair Croucher moved, Director Bailey seconded, and the motion passed unanimously to adopt the goals.

2. Approve the recommended variable rate debt management strategy and the selection of liquidity facility providers to support the commercial paper program.
Staff recommendation:
 - (1) Approve the recommended variable rate debt management strategy;
 - (2) Approve the selection of three liquidity facility providers:
 - 1) Barclays Capital; 2) Citibank; 3) Wells Fargo Bank;

- (3) Approve the amendment to the Bayerische Landesbank Liquidity Facility Agreement; and
- (4) Adopt Resolution 2011-___ authorizing the issuance and sale of short-term revenue certificates and authorizing and approving certain actions in connection therewith.

Mr. Shank provided a presentation to review and approve the recommended variable-rate debt management strategy; approve selection of new liquidity facility providers; approve amendments to the existing renegotiated Bayerische Landesbank (BLB) liquidity facility; and approve the form of documents to support the new bank liquidity facilities.

Directors made comments and asked questions.

Director Dion moved, Director Smith seconded, and the motion passed unanimously to approve the staff recommendation.

III. INFORMATION

1. Controller's report.
2. 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 Wight adjourned the meeting at 2:18 p.m.

FORMAL BOARD OF DIRECTORS' MEETING OF MARCH 24, 2011

1. **CALL TO ORDER** Chair Hogan called the Formal Board of Directors' meeting to order at 3:00 p.m.

2. **SALUTE TO THE FLAG** Director Wilson led the salute to the flag.

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

Secretary Smith called the roll. Directors present were Bailey, Bond, Bowersox, Croucher, Dailey, Dion, Douglas, Ferguson, Hilliker, Hogan, Jungreis, Knutson, Muir, Pocklington, Saunders, Saxod, Smith, Steiner, Tu, Walson, Wight, H. Williams, Wilson, and Wornham. Directors absent were Arant, Boyle, Heidel, Lewinger, Lewis, Linden, McIntosh, Morrison, Mudd, Price, Watton, K. Williams and Representative Slater-Price.

3-A **Report on proxies received.** Director Bowersox was the proxy for Director McIntosh, Director Smith was the proxy for Director Linden, Director Knutson was the proxy for Director Arant, Director Croucher was the proxy for Director Watton.

4. **ADDITIONS TO AGENDA** There were no additions to the agenda.

5. **APPROVAL OF MINUTES** Director Saxod moved, Director Dailey seconded, and the motion carried at 89.72% of the vote to approve the minutes of the Special meeting of the Water Planning Committee of February 10, 2011 and the Joint meeting between the San Diego County Water Authority Water Planning Committee and the SANDAG Regional Planning Committee on February 11, 2011 and the Formal Board of Directors' meeting of February 24, 2011.

6. **OPPORTUNITY FOR MEMBERS OF THE PUBLIC WHO WISH TO ADDRESS THE BOARD ON MATTERS WITHIN THE BOARD'S JURISDICTION**
There were no public speakers.

7. **PRESENTATIONS AND PUBLIC HEARINGS**

7-A **Reappointment of Director.** Reappointment of Hershell Price, City of Del Mar. Term expires March 12, 2017.

7-B Recognition of Mike Flanagan, Senior Right of Way agent, employee of the 2nd quarter.

Chair Hogan announced the reappointment of Director Price and Mike Flanagan was recognized as employee of the 2nd quarter.

8. **REPORTS BY CHAIRS**

8-A **Chairs report: Chair Hogan.** Chair Hogan announced the joint trip to Sacramento with the Board Officers, Elsa Saxod, Legislation, Conservation and Outreach Chair and the city of San Diego Mayor and staff, was cancelled due to the State budget crisis and would be rescheduled at a later date. He reminded the Board of the upcoming Board retreat on March 31, 2011. He stated himself, Director Saxod, and Susan Leone, Director of Human Resources, attended the Labor Council Awards event.

8-B **Report by Committee Chairs.**

Water Planning Committee. Director Dion reviewed the meeting and the actions taken.

Imported Water Committee. Director Tu reviewed the meeting and the actions taken.

Engineering and Operations Committee. Director Knutson reviewed the meeting and the actions taken.

Legislation, Conservation and Outreach Committee. Director Saxod reviewed the meeting and the action taken.

Administrative and Finance Committee. Director Wight reviewed the meeting and the actions taken.

9. **CONSENT CALENDAR**

Director Bond moved, Director Muir seconded, and the motion carried at 89.72% of the vote to approve the consent calendar. Directors voting no or abstaining are listed under the item number.

9- 1. Professional services contract to AECOM for environmental support in obtaining Programmatic General Permits for Compliance with the Clean Water Act.

The Board awarded a professional services contract to AECOM to provide environmental support for obtaining U.S. Army Corps of Engineers Section 404 and Regional Water Quality Control Board Section 401 Programmatic General Permits for a not-to-exceed amount of \$246,000.

9- 2. Water Planning Committee Goals for 2011 and 2012.

The Board adopted the Water Planning Committee Goals for 2011 and 2012.

9- 3. Approve guiding principles for member agency purchases of Water Authority-owned local water supplies and approve corresponding revisions to the Local Supply Conveyance and Exchange Policy.

This item was continued to the April 28, 2011 Board meeting.

9- 4. Professional services contract with RBF Consulting for technical studies for the proposed Camp Pendleton Seawater Desalination Project.

The Board awarded a professional services contract to RBF Consulting to conduct technical studies for the proposed Camp Pendleton Seawater Desalination Project for \$2,600,000.

9- 5. Imported Water Committee Goals for 2011 and 2012.

The Board adopted the Imported Water Committee Goals for 2011 and 2012.

9- 6. Resolution supporting Salton Sea restoration.

The Board adopted **Resolution No. 2011- 07** supporting restoration of the Salton Sea.

9- 7. Notice of Completion for installation of a heating, ventilation, and air conditioning system for the Escondido Operations Center project.

The Board authorized the General Manager to accept the Escondido Operations Center heating, ventilation, and air conditioning system project as complete, record the Notice of Completion, and release funds held in retention to Southcoast Heating & Air Conditioning LP within the statutory period.

- 9- 8. Accept the Lakeside 1 Flow Control Facility from Lakeside Water District.
The Board accepted the Lakeside 1 Flow Control Facility as complete from Lakeside Water District.
- 9 -9. Engineering and Operations Committee Goals for 2011 and 2012.
The Board adopted the Engineering and Operations Committee Goals for 2011 and 2012.
- 9- 10. Legislation Conservation and Outreach Committee Goals for 2011 and 2012.
The Board adopted the Legislation Conservation and Outreach Committee Goals for 2011 and 2012.
- 9- 11. The Board adopted positions on various state bills.
 1. Adopted a position of Support, if amended on AB 19 (Fong)
 2. Adopted a position of Support on AB 275 (Solorio)
 3. Adopted a position of Oppose on AB 550 (Huber)
 4. Adopted a position of Oppose, unless amended on AB 576 (Dickinson)
 5. Adopted a position of Support on SB 328 (Kehoe)
- 9- 12. Treasurer's report.
The Board noted and filed the monthly Treasurer's report.
- 9- 13. Resolution amending the designation of authorized officers or employees to act on behalf of the San Diego County Water Authority with respect to banking and investment accounts.
The Board adopted **Resolution No. 2011-08** amending the designation of authorized officers or employees to act on behalf of the San Diego County Water Authority with respect to banking and investment accounts.
- 9- 14. Resolution amending the titles of authorized officers and employees to invest in the Local Agency Investment Fund.
The Board adopted **Resolution No. 2011-09** amending the titles of authorized officers and employees to invest in the Local Agency Investment Fund.
- 9 -15. Accept City of San Diego/Water Authority operating strategies and defer the remaining three CIP projects, as recommended by Comprehensive Reliability and Cost Assessment subcommittee and tabled from the January 27, 2011 Board meeting.
The Board accepted operating strategies developed by City and Water Authority staff, directed staff to develop and enter into a letter agreement to mitigate operational affects at the Alvarado and Lower Otay Treatment Plants, and accepted the recommended deferment of the remaining three projects from the January 27, 2011 Board Meeting.

- 9- 16. Administrative and Finance Committee Goals for 2011 and 2012.
The Board adopted the Administrative and Finance Committee Goals for 2011 and 2012.
- 9- 17. Approve the recommended variable rate debt management strategy and the selection of liquidity facility providers to support the commercial paper program.
The Board approved the recommended variable rate debt management strategy; Approved the selection of three liquidity facility providers: 1) Barclays Capital; 2) Citibank; 3) Wells Fargo Bank; Approved the amendment to the Bayerische Landesbank Liquidity Facility Agreement; and Adopted **Resolution 2011-10** authorizing the issuance and sale of short-term revenue certificates and authorizing and approving certain actions in connection therewith.

Director Wornham abstained on this item and announced his financial interest was previously disclosed during the Administrative & Finance Committee and was noted in the official records.

10. **ACTION/DISCUSSION**

11. **CLOSED SESSION(S)**

11-A There were no Closed Session items.

12. **Action following Closed Session.**

13. **SPECIAL REPORTS**

13-A GENERAL MANAGER'S REPORT – No report was given.

13-B GENERAL COUNSEL'S REPORT – No report was given.

13-C SANDAG REPORT – Director Muir announced the meeting was being held the next day.
SANDAG BORDERS/REGIONAL PLANNING COMMITTEE – Director H. Williams reviewed the recent meetings.

13-D AB 1234 COMPLIANCE REPORTS – No reports were given.

14. **OTHER COMMUNICATIONS** - Director Dion announced there was a Special meeting of the Water Planning Committee that would be held on May 23, 2011.

15. **ADJOURNMENT**

There being no further business to come before the Board, Chair Hogan adjourned the meeting at 3:15 p.m.

Michael T. Hogan, Chair

Richard K. Smith, Secretary

Doria F. Lore, Clerk of the Board