

MINUTES
REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE
WESTERN MUNICIPAL WATER DISTRICT

September 6, 2017

CALL TO ORDER / PLEDGE OF ALLEGIANCE

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

Directors Present

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

Others Present

Craig Miller, Deputy General Manager
Kevin Mascaro, Director of Finance
Candi Judd, Director of Human Resources
Tim Barr, Director of Water Resources
Derek Kawaii, Director of Engineering
Greg Duecker, Director of Administration
Paul Ruge, Director of Operations
Ryan Shaw, Deputy Director of Water Resources
Gary Miller, Deputy Director of Operations
Thomas Thornton, Principal Engineer
Fakhri Manghi, Senior Civil Engineer
Karly Gaynor, Water Planning and Policy Manager
Veronica Zheng, Accounting Manager
Michael Mouser, IT Manager
Rachel McGuire, Communications Manager
Michael Hadley, Government Affairs Officer I
Anna Briones, Senior Accountant
Sonia Huff, Civil Engineer
Lisa Dougherty, Senior Accountant
Anna Briones, Senior Accountant
Susie Aguilar, Management Analyst I
Anita Wilcox, Management Analyst II
Daisy Banuelos, Financial Analyst I
Son Bui, Creative Services Specialist III
Robert Conrad, Application Specialist III
Mallory Gandara, Water Resources Specialist II
Rob Whipple, Water Resources Specialist II
Pam Davis, Human Resources Specialist II
Kim Gugliotta, Human Resources Specialist II
Monica Pearson, Administrative Assistant I

Margo McDaniels, Administrative Assistant I
Thomas Kleve, Senior Office Assistant
Lisa Lemoine, Senior Office Assistant
Brittney Spry, Office Assistant
Brandon Kruse, Operations Technician IV
Jesse Mobley, Operations Technician I
Jason Helvie, Operations Technician II
Sam Smith, Operations Technician II
Scott McAnally, Operations Technician IV
Paul Savaria, Operations Technician IV
Fred Ochoa, Senior Operations Technician I
Todd Fielding, Senior Operations Technician II
Chuck Hunt, Senior Operations Technician II
Tom Tabor, Senior Operations Technician I
Jean Perry, Executive Assistant
Steve Gustafsson, IT Specialist III
Jeff Ferre, Best, Best and Krieger
Brad Neufeld, Varner & Brandt
Kenneth Gambone, TD Securities LLC.
Michael Williams, C.M. de Crinis & Co., Inc.
Clayton Larkins, Tetra Tech
Lisa Mobley, Resident
Steven Krause, Resident

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.

PRESENTATIONS

Deputy General Manager Craig Miller introduced Director of Human Resources Candi Judd who made a presentation on Western Municipal Water District Employee Accomplishments from January through June 2017.

M-6697 – Approval of Consent Calendar

Legal Counsel Jeff Ferre explained that for item 3-A, Director's Request for Compensation for Director Galleano, on August 24, 2017 the Annual Water Data Summit, the dollar amount is correct, however the date should reflect August 24th and 25th.

President Evans requested that item 3-C be pulled for further discussion. It was then moved by Director Lopez, seconded by Director Stockton to approve the remainder of the Consent Calendar. As a result, the following Consent Calendar items were approved:

- A) Approve Directors' Request for Compensation with the noted minor correction
- B) Approve Regular Board Meeting Minutes, August 2, 2017, Regular Board Meeting Minutes, August 16, 2017, and Special Board Meeting Minutes, August 28, 2017
- D) Authorize the Transfer of Unclaimed Monies to the District's General Fund
- E) Receive and File Cash Disbursement Report, July 2017
- F) Receive and File Government Code Section 53065.5 Disclosure Report, July 2017
- G) Receive and File Investment Report, July 2017

Motion carried 4-0, with Director Dennstedt absent.

- C) Consider Approval of Purchase and Installation of Equipment to Provide Electrical Services from Riverside Public Utilities for the Sterling Pump Station and Reservoir Project Specification W-238B

Director of Engineering Derek Kawaii explained that Riverside Public Utilities will provide electrical services for the Sterling Pump Station including design, inspection, and equipment installation. This agreement will approve the purchase and installation of equipment to provide such services. It was moved by Director Galleano, seconded by President Evans to approve the purchase and installation of equipment to provide electrical services from Riverside Public Utilities for the Sterling Pump Station and Reservoir in the amount of \$244,647. Motion carried 4-0, with Director Dennstedt absent.

- END OF CONSENT CALENDAR -

M-6698 – Consider Selecting the Toronto-Dominion Bank as the Replacement Direct Pay Letter of Credit Provider for the Adjustable Rate Water Revenue Refunding Bond Series 2012A

Assistant General Manager/Chief Financial Officer Rod LeMond explained that this item is to recommend selecting the Toronto-Dominion Bank as the District's new letter of credit provider for the Adjustable Rate Water Revenue Refunding Bond Series 2012A for a five-year term. Following a full discussion and consideration of this matter by the Board, a motion was made by Director Lopez, second by Director Stockton to select the Toronto-Dominion Bank as the replacement institution to provide a direct-pay letter of credit supporting the District's 2012A Adjustable Rate Water Revenue Refunding Bonds and direct staff to accept Toronto-Dominion Bank's proposal for a five-year term. Motion carried 4-0, with Director Dennstedt absent.

M-6699 – Consider Approval of Hiring a Retired Annuitant in a Support Role to the Western Municipal Water District

Deputy General Manager Craig Miller explained that this item is to approve hiring Jeffrey D. Sims as a retired annuitant due to the ongoing operational issues experienced at the Western Riverside County Regional Wastewater Authority (WRCRWA) Plant and ongoing administrative initiatives with the Engineering, Development Services and

Operations Departments. Following a full discussion and consideration of this matter by the Board, a motion was made by Director Galleano, seconded by Director Lopez to Appoint Jeffrey D. Sims as a retired annuitant in a support role to provide critically needed assistance to the Engineering and Operation functions of the District for a timeframe of up to 12 months. Motion carried 4-0, with Director Dennstedt absent.

General Counsel Report

Legal Counsel Jeff Ferre provided a brief update on Senate Bill 623 relating to a proposed State public goods charge.

Staff Reports

Deputy General Manager Craig Miller and staff reported on the following:

- Made a presentation on the proposed Murrieta Committee Timeline
- Provided Metropolitan Water District's California WaterFix brochures

SAWPA Report

President Evans provided a summary report of the meeting, noting that there will be a special meeting tomorrow in regard to the selection of a new general manager.

MWD Report

Director Galleano provided an update on Metropolitan Water District matters.

CBWM Report

Director Galleano provided an update of the meeting, noting that there was discussion regarding groundwater sustainability and ongoing efforts with Metropolitan Water District for storage in the Chino Basin.

CDA Report

Director Stockton said there was nothing to report today.

WRCRWA Report

Director Lopez provided an update of the meeting.

WRCOG Report

There was nothing to report today.

SRRRA Report

Assistant General Manager/CFO Rod LeMond provided an update of SRRRA matters noting that the State Revolving Fund bonds were approved.

Director's Reports

Director Stockton requested that staff provide the Board with an update regarding the remodeling of the Meridian bathroom facilities to make them more water efficient.

Director Evans requested that staff provide the Board with an update on the proposed garden with the March Field Air Museum.

M-6700 – Closed Session

At 10:11 a.m. President Evans announced that the Board would go into Closed Session on the following items:

- 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
- B) CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION
Significant exposure to litigation and potential initiation of litigation pursuant to
paragraphs (2) and (4) of subdivision (d) of Government Code Section 54956.9
One potential case
- C) PUBLIC EMPLOYEE DISCIPLINE/DISMISSAL/RELEASE
Closed session pursuant to Government Code Section 54957
- D) CONFERENCE WITH LABOR NEGOTIATOR
Pursuant to Government Code Section 54957.6
District Designated Representative: Brad Neufeld of Varner & Brandt
Unrepresented Employee: General Manager
- E) PUBLIC EMPLOYEE APPOINTMENT
Closed Session Pursuant to Government Code Section 54957
Title: Interim General Manager

The Board came out of Closed Session and reconvened into Open Session at 11:09 a.m. Legal Counsel Brad Neufeld said that for agenda item 8-C, 8-D, and 8-E there was no reportable action. Deputy General Manager Craig Miller said that for agenda item 8-A there is reportable action and the Board has voted to file litigation against Albert A. Webb Associates in regard to the Chino Desalter Authority matter. The motion carried 3-0, with Director Lopez abstaining, and Director Dennstedt absent. Mr. Miller also reported that for agenda item 8-B there was no reportable action.

At this time, even though the Oral Communications portion of the Agenda had already been conducted, and even though action on the Consent Calendar has already taken place, President Evans provided the following member of the public with the opportunity to provide public comment in regard to agenda item 3-A:

Steven Krause

Adjourn

There being no further business to come before the Board, at 11:16 a.m. President Evans adjourned the Regular Board Meeting of Western Municipal Water District.



THOMAS P. EVANS
President



ROBERT STOCKTON
Secretary-Treasurer