



AGENDA

**COMMISSION MEETING OF THE
CHINO BASIN REGIONAL FINANCING AUTHORITY
AND
MEETING OF THE
BOARD OF DIRECTORS**

**WEDNESDAY, JANUARY 15, 2014
10:00 A.M.**

**INLAND EMPIRE UTILITIES AGENCY*
AGENCY HEADQUARTERS
6075 KIMBALL AVENUE, BUILDING A
CHINO, CALIFORNIA 91708**

**CALL TO ORDER
OF THE CHINO BASIN REGIONAL FINANCING AUTHORITY**

FLAG SALUTE

PUBLIC COMMENT

Members of the public may address the Commission on any item that is within the jurisdiction of the Board; however, no action may be taken on any item not appearing on the agenda unless the action is otherwise authorized by subdivision (b) of Section 54954.2 of the Government Code.

ADDITIONS TO THE AGENDA

In accordance with section 54954.2 of the Government Code (Brown Act), additions to the agenda require two-thirds vote of the legislative body, or, if less than two-thirds of the members are present, a unanimous vote of those members present, that there is a need to take immediate action and that the need for action can be the attention of the local agency subsequent to the agenda being posted.

1. ACTION ITEMS

A. MINUTES

The Commission will be asked to approve the minutes of January 16, 2013 Chino Basin Regional Financing Authority Commission meeting.

B. ELECTION OF OFFICERS

It is recommended that the Commissioners elect a President, Vice President, and Secretary for the Chino Basin Regional Financing Authority.

C. APPOINTMENT OF THE CHINO BASIN REGIONAL FINANCING AUTHORITY TREASURER

It is recommended that the Commissioners approve the appointment of Chief Financial Officer Christina Valencia to serve as Treasurer for 2014, and appoint Manager of Accounting and Fiscal Management Javier Chagoyen-Lazaro as the alternate Treasurer.

2. ADJOURN

CALL TO ORDER
OF THE INLAND EMPIRE UTILITIES AGENCY BOARD OF DIRECTORS MEETING

PUBLIC COMMENT

Members of the public may address the Board on any item that is within the jurisdiction of the Board; however, no action may be taken on any item not appearing on the agenda unless the action is otherwise authorized by Subdivision (b) of Section 54954.2 of the Government Code. Those persons wishing to address the Board on any matter, whether or not it appears on the agenda, are requested to complete and submit to the Board Secretary a "Request to Speak" form which are available on the table in the Board Room. Comments will be limited to five minutes per speaker. Thank you.

ADDITIONS TO THE AGENDA

In accordance with Section 54954.2 of the Government Code (Brown Act), additions to the agenda require two-thirds vote of the legislative body, or, if less than two-thirds of the members are present, a unanimous vote of those members present, that there is a need to take immediate action and that the need for action came to the attention of the local agency subsequent to the agenda being posted.

1. NEW HIRE INTRODUCTION

2. CONSENT CALENDAR

NOTICE: All matters listed under the Consent Calendar are considered to be routine and non-controversial and will be acted upon by the Board by one motion in the form listed below. There will be no separate discussion on these items prior to the time the Board votes unless any Board members, staff or the public requests specific items be discussed and/or removed from the Consent Calendar for separate action.

A. MINUTES

The Board will be asked to approve the minutes from the December 18, 2013, Board meeting.

B. RP-4 WIND TURBINE POWER PURCHASE AGREEMENT

It is recommended that the Board:

1. Approve the Direct Agreement between Inland Empire Utilities Agency and Foundation HA Energy Generation, LLC for the benefit of Hat Obs Op A LLC; and
2. Authorize the General Manager to execute the Direct Agreement.

C. APPROVAL OF AMENDMENT NO. 1 TO THE MUTUAL AID AGREEMENT WITH MEMBER AGENCIES

It is recommended that the Board:

1. Approve Amendment No. 1 to add Jurupa Community Services District (JCSD) to the Mutual Aid Agreement between Cucamonga Valley Water District, the Cities of Ontario, Fontana, Chino, Chino Hills, Montclair, Upland, and Inland Empire Utilities Agency (Agency); and
2. Authorize the General Manager to execute the Amendment No. 1 to the Mutual Aid Agreement.

3. ACTION ITEMS

A. PROPOSED 2014 FEDERAL AND STATE LEGISLATIVE PRIORITIES AND STRATEGY

It is recommended that the Board adopt the 2014 Federal and State Legislative Priorities and Strategy.

B. RP-1 PRIMARY EFFLUENT PIPELINE AND DEWATERING BUILDING ACCESS EMERGENCY DESIGN AND CONSTRUCTION SERVICES AUTHORIZATION

It is recommended that the Committee/Board:

1. Ratify a new task order under RMS Design and Engineering, Inc.'s Master Contract 4600001443, for a not-to-exceed amount of \$37,800 to provide design services and construction support for Project No. EN14051, RP-1 Centrifuge Bldg. Stair and Catwalk Installation;
2. Authorize the General Manager to execute an emergency construction contract for Project No. EN14051, RP-1 Centrifuge Bldg. Stair and Catwalk Installation at a not-to-exceed amount of \$432,300;
3. Ratify a new task order under Integrated Design Services' (IDS) Master Contract 4600001441, for a not-to-exceed amount of \$98,625 to provide design services and construction support for Project No. EN14052, RP-1 Primary Clarifier West Effluent Pipeline Replacement;

4. Authorize the General Manager to execute an emergency construction contract for Project No. EN14052, RP-1 Primary Clarifier West Effluent Pipeline Replacement at a not-to-exceed amount of \$558,100; and
5. Authorize the General Manager to execute the new task orders for design services and construction support for the above projects.

4. INFORMATION ITEMS

- A. LEAN UPDATE (POWERPOINT)
- B. OVERVIEW OF UNFUNDED LIABILITIES FOR PENSION AND OTHER POST-EMPLOYMENT BENEFITS (WRITTEN/POWERPOINT)
- C. MWD UPDATE (ORAL)
- D. SCE INTER-CONNECTION UPDATE (ORAL)

RECEIVE AND FILE INFORMATION ITEMS

- E. TREASURER'S REPORT OF FINANCIAL AFFAIRS (WRITTEN/POWERPOINT)
- F. STATUS REPORT ON SELF-REGENERATING WATER SOFTENER REGIONAL ORDINANCE AND REBATE PROGRAM (WRITTEN)
- G. PUBLIC OUTREACH AND COMMUNICATION (WRITTEN)
- H. LEGISLATIVE REPORT FROM INNOVATIVE FEDERAL STRATEGIES (WRITTEN)
- I. LEGISLATIVE REPORT FROM THE DOLPHIN GROUP (WRITTEN)
- J. LEGISLATIVE REPORT FROM AGRICULTURAL RESOURCES (WRITTEN)
- K. CALIFORNIA STRATEGIES, LLC MONTHLY ACTIVITY REPORT (WRITTEN)
- L. HCM/PAYROLL PROGRESS UPDATE (POWERPOINT)
- M. 2ND QUARTER PLANNING & ENVIRONMENTAL COMPLIANCE UPDATE (POWERPOINT)
- N. FY 2014/15 TYCIP PROJECT UPDATE (POWERPOINT)
- O. IEUA 2ND QUARTER WATER UPDATE (WRITTEN)

Materials related to an item on this agenda submitted to the Agency, after distribution of the agenda packet, are available for public inspection at the Agency's office located at 6075 Kimball Avenue, Chino, California during normal business hours.

5. AGENCY REPRESENTATIVES' REPORTS
 - A. SAWPA REPORT (WRITTEN)
 - B. MWD REPORT (WRITTEN)
 - C. REGIONAL SEWERAGE PROGRAM POLICY COMMITTEE REPORT (CANCELLED FOR JANUARY 2, NEXT MEETING FEBRUARY 6)
 - D. CHINO BASIN WATERMASTER REPORT (WRITTEN)
6. GENERAL MANAGER'S REPORT (WRITTEN)
7. BOARD OF DIRECTORS' REQUESTED FUTURE AGENDA ITEMS
8. DIRECTORS' COMMENTS
 - A. CONFERENCE REPORTS

This is the time and place for the Members of the Board to report on prescheduled Committee/District Representative Assignment meetings, which were held since the last regular Board meeting, and/or any other items of interest.

9. CLOSED SESSION
 - A. PURSUANT TO GOVERNMENT CODE SECTION 54956.9(a) – CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION
 - 1) Chino Basin Municipal Water District vs. City of Chino, Case No. RCV51010
 - 2) Martin vs. IEUA, Case No. CIVRS 1000767
 - 4) Sheilds vs. IEUA, Case No. CIVRS 1301638
 - 5) Desaddi vs. IEUA, Case No. CIVRS 1304617
 - B. PURSUANT TO GOVERNMENT CODE SECTION 54956.9 – CONFERENCE WITH LEGAL COUNSEL - ANTICIPATED LITIGATION

Two (2) Cases

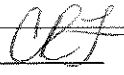
C. PURSUANT TO GOVERNMENT CODE SECTION 54957 – PERSONNEL MATTERS

- 1) Manager of Internal Audit
- 2) Board Secretary/Office Manager

10. ADJOURN

*A Municipal Water District

In compliance with the Americans with Disabilities Act, if you need special assistance to participate in this meeting, please contact the Board Secretary (909) 993-1736, 48 hours prior to the scheduled meeting so that the Agency can make reasonable arrangements.

Proofed by: 

Declaration of Posting

I, April Woodruff, Board Secretary of the Inland Empire Utilities Agency*, A Municipal Water District, hereby certify that a copy of this agenda has been posted by 5:30 p.m. at the Agency's main office, 6075 Kimball Avenue, Building A, Chino, CA on Thursday, January 9, 2014.



April Woodruff


INFORMATION
ITEM


4E


Date: January 15, 2014

To: The Honorable Board of Directors

Through: Finance, Legal, and Administration Committee (01/08/14)

From:  P. Joseph Grindstaff
General Manager

Submitted by: Christina Valencia
Chief Financial Officer/Assistant General Manager 

Javier Chagoyen-Lazaro
Manager of Finance and Accounting 

Subject: Treasurer's Report of Financial Affairs

RECOMMENDATION

The Treasurer's Report of Financial Affairs for the month ended November 30, 2013, is an informational item for the Board's review.

BACKGROUND

The Treasurer's Report of Financial Affairs for the month ended November 30, 2013, is submitted in a format consistent with State requirements.

Total cash, investments, and restricted deposits of \$129,535,257 reflecting an increase of \$.96 million compared to the balance reported in October 2013. The increase was mainly attributed to property tax receipts for a total of \$3.7 million, partially offset by project expenditures.

The Agency's investment portfolio average rate of return in November 2013 was 0.466% or 0.001% lower than the yield of 0.467% reported in October 2013. The slight decrease was due to lower LAIF yield performance.

The Treasurer's Financial Affairs report denotes investment transactions that have been executed in accordance with the criteria stated in the Agency's Investment Policy (Resolution No. 2013-6-1).

PRIOR BOARD ACTION

The Board reviewed the Financial Affairs Report for the month of October 31, 2013 on December 18, 2013.

IMPACT ON BUDGET

The interest earned on the Agency's investment portfolio increases the Agency's reserves.



Inland Empire Utilities Agency

A MUNICIPAL WATER DISTRICT

Treasurer's Report of Financial Affairs

for November 30, 2013

**Finance, Legal, and Administration
Committee**

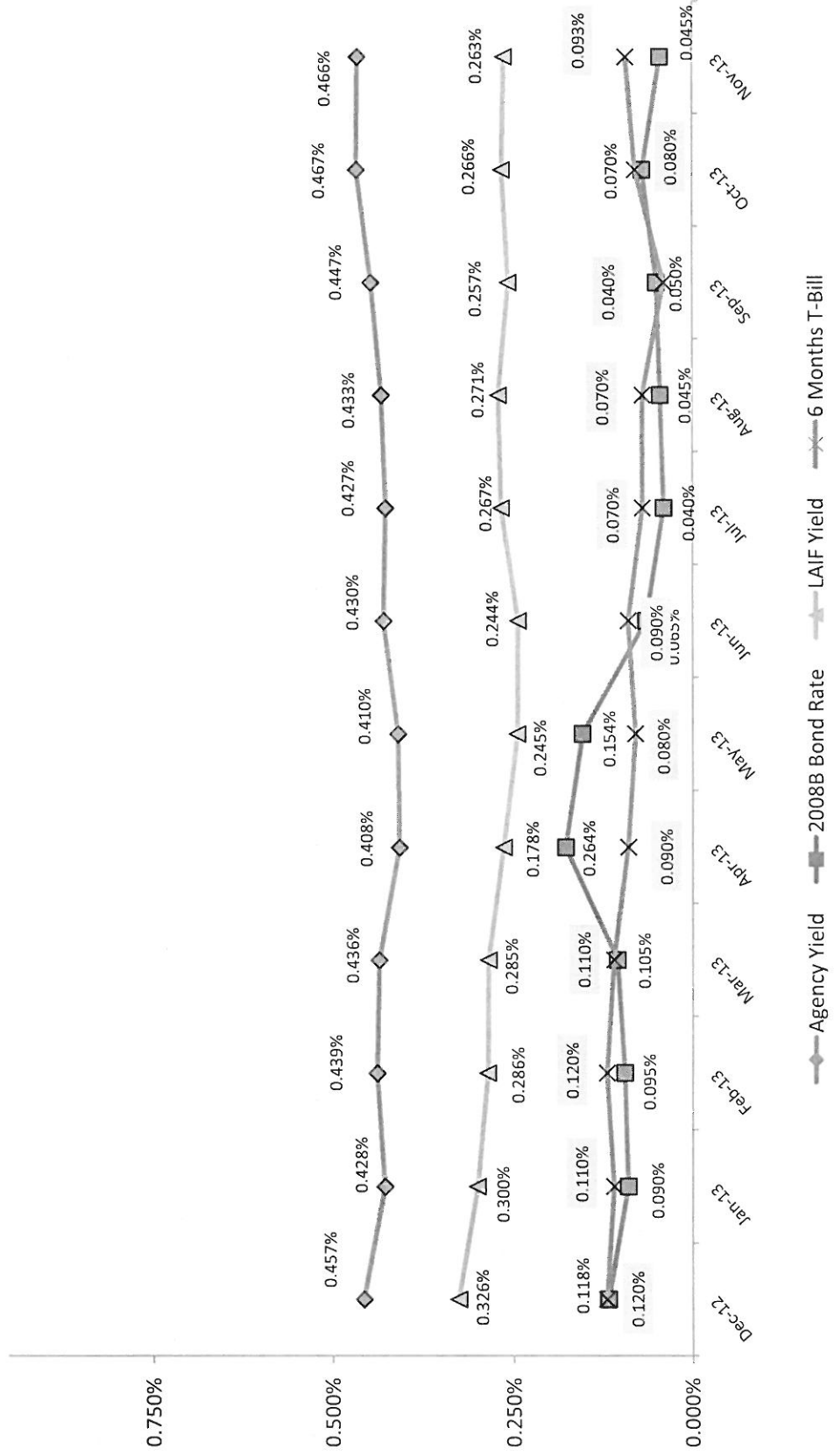
January 08, 2014

Report of Financial Affairs



Liquidity				
Description	November 2013	October 2013	Increase (Decrease)	
Cash, Investments, Restricted Deposits	\$129.5M	\$128.6M	\$ 0.9M	
Investment Portfolio Yield	0.466%	0.467%	0.001%	
Portfolio				
Description	Allowable Threshold	Investment Value (\$ million)	Yield	Current Portfolio %
Short Term, Under 1 Year				
LAIF	\$50M	\$38.7	0.263%	42.0%
CalTrust	\$20M	\$ 3.5	0.380%	3.8%
Citizens Business –Sweep	40%	\$15.2	0.300%	16.5%
CBB – Certificate of Deposit	20%	\$4.2	0.450%	4.5%
Bank of the West – MMA	20%	\$10.0	0.340%	10.9%
1 to 3 Years				
Medium Term Notes	20%	\$6.3	1.165%	6.9%
Over 3 Years				
State Municipal Bonds	10%	\$6.7	1.042%	7.2%
US Government Securities	n/a	\$7.5	0.966%	8.2%

Month End Portfolio Yield Comparison





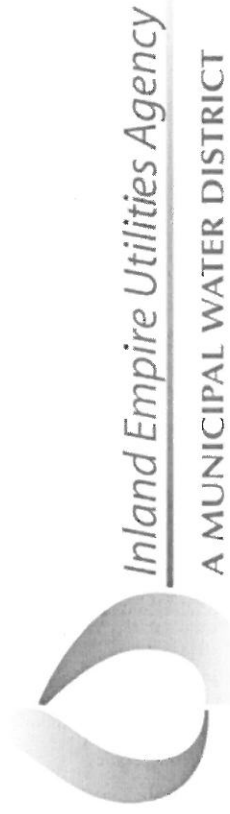
Inland Empire Utilities Agency

A MUNICIPAL WATER DISTRICT

QUESTIONS?

TREASURER'S REPORT OF FINANCIAL AFFAIRS

For the Month Ended November 30, 2013



All investment transactions have been executed in accordance with the criteria stated in the Agency's Investment Policy (Resolution No. 2013-6-1) adopted by the Inland Empire Utilities Agency's Board of Directors during its regular meeting held on June 19, 2013.

The funds anticipated to be available during the next six-month period are expected to be sufficient to meet all foreseen expenditures during the period.

* A Municipal Water District

INLAND EMPIRE UTILITIES AGENCY

Cash and Investment Summary

*Month Ended
November 30, 2013*

	November	October
<u>Cash, Bank Deposits, and Bank Investment Accounts</u>	\$25,546,894	\$13,931,215
<u>Investments</u>		
Local Agency Investment Fund (LAIF)	\$38,710,190	\$48,710,190
CalTrust	3,520,403	3,515,849
Certificates of Deposit	4,150,000	4,150,000
Municipal Bonds	6,680,335	6,692,960
Medium Term Notes	6,345,556	6,345,816
U.S. Government Sponsored Entities	7,506,811	7,507,011
Total Investments	\$66,913,295	\$76,921,826
Total Cash and Investments Available to the Agency	\$92,460,189	\$90,853,041
<u>Restricted Deposits</u>		
Debt Service Accounts	\$4,817,808	\$6,617,465
CCRA Deposits Held by Member Agencies	31,446,553	30,364,691
Escrow Deposits	810,708	743,197
Total Restricted Deposits	\$37,075,069	\$37,725,353
Total Cash, Investments, and Restricted Deposits	\$129,535,257	\$128,578,394

INLAND EMPIRE UTILITIES AGENCY
Cash and Investment Summary

Month Ended
November 30, 2013

Cash, Bank Deposits, and Bank Investment Accounts

Demand (Checking) Accounts

Citizens Business Bank Demand/Sweep Account	\$15,245,171
Workers' Compensation Account	45,521
Bank of America Payroll Account	43,377
Bank of America Payroll Taxes Account	45,822
Subtotal Demand Deposits	<u>\$15,379,891</u>

Other Cash and Bank Accounts

Petty Cash	\$2,250
Subtotal Other Cash	<u>\$2,250</u>

Bank of the West Money Market Account

\$10,024,180

US Bank Pre-Investment Money Market Account

\$140,573

Total Cash and Bank Accounts

\$25,546,894

Investments

Local Agency Investment Fund (LAIF)

LAIF Non-Restricted Fund	\$33,048,361
LAIF Insurance Sinking Fund	5,661,829
Subtotal Local Agency Investment Fund	<u>\$38,710,190</u>

CalTrust

Short Term	\$3,520,403
Subtotal CalTrust	<u>\$3,520,403</u>

Certificates of Deposit

Citizens Business Bank	\$4,150,000
Subtotal Certificates of Deposit	<u>\$4,150,000</u>

INLAND EMPIRE UTILITIES AGENCY
Cash and Investment Summary

Month Ended
November 30, 2013

Investments Continued

Municipal Bonds

State and Local Municipal Bonds
 Subtotal State Municipal Bonds

\$6,680,335
\$6,680,335

Medium Term Notes

Arden Realty/GE
 Toyota Motor Corporation
 General Electric Capital Corporation
 JP Morgan Securities
 John Deere Capital Corp
 Subtotal Medium Term Notes

\$347,868
 1,003,951
 994,373
 2,996,148
 1,003,216
\$6,345,556

U.S. Government Sponsored Entities

Fannie Mae Bonds
 Freddie Mac Bonds
 Federal Home Loan Bank Bonds
 Subtotal U.S. Government Sponsored Entities

\$2,506,811
 3,000,000
 2,000,000
\$7,506,811

Total Investments

\$66,913,295

Restricted Deposits

Debt Service Reserves

05A Debt Service Accounts
 08B Debt Service Accounts
 10A Debt Service Accounts
 Subtotal Debt Service Reserves

\$2,281,442
 2,536,331
 35
\$4,817,808

INLAND EMPIRE UTILITIES AGENCY
Cash and Investment Summary

Month Ended
November 30, 2013

CCRA Deposits Held by Member Agencies

City of Chino	\$7,969,269
Cucamonga Valley Water District	7,314,502
City of Fontana	5,663,572
City of Montclair	2,806,570
City of Ontario	4,321,171
City of Chino Hills	968,632
City of Upland	2,402,837
Subtotal CCRA Deposits Held by Member Agencies	<u>\$31,446,553</u>

Escrow Deposits

City National Bank (SSC Construction Inc.)	\$33,776
First Enterprise Bank (Paso Robles Tank, Inc)	15,880
Community Bank (Kaveh Engineering)	147,080
Community Bank (MNR Cosntruction)	514,029
Citizens Business Bank (Pascal & Ludwig Construction)	99,943
Subtotal Escrow Deposits	<u>\$810,708</u>

Total Restricted Deposits

	<u>\$37,075,069</u>
	<u><u>\$129,535,257</u></u>

Total Cash, Investments, and Restricted Deposits as of November 30, 2013

Total Cash, Investments, and Restricted Deposits as of 11/30/13	\$129,535,257
Less: Total Cash, Investments, and Restricted Deposits as of 10/31/13	128,578,394
<i>Total Monthly Increase (Decrease)</i>	<u><u>\$956,864</u></u>

INLAND EMPIRE UTILITIES AGENCY
Cash and Investment Summary

Month Ended
November 30, 2013

Investments	Credit Rating @ Purchase		CHANGES IN Credit Rating		Par Amount	Cost Basis Amount	Term (Days)	Nov Amortization	Nov Value	% Coupon	% Yield to Maturity	Maturity Date	Market Value
	S&P	Moody's	S&P	Moody's									
Cash, Bank Deposits, and Bank Investment Accounts													
Citizens Business Bank													
Demand/Sweep Account					\$15,245,171	\$15,245,171	N/A	N/A	\$15,245,171		0.300	N/A	\$15,245,171
Subtotal CBB					\$15,245,171	\$15,245,171			\$15,245,171		0.300		\$15,245,171
Citizens Business Bank													
Workers' Compensation Account					\$45,521	\$45,521	N/A	N/A	\$45,521		N/A	N/A	\$45,521
Subtotal CBB					\$45,521	\$45,521			\$45,521		N/A		\$45,521
Bank of America													
Payroll Checking					\$43,377	\$43,377	N/A	N/A	\$43,377		N/A	N/A	\$43,377
Payroll Tax Checking					45,822	45,822	N/A	N/A	45,822		N/A	N/A	45,822
Subtotal B of A					\$89,198	\$89,198			\$89,198		N/A		\$89,198
Bank of the West													
Money Market Plus - Business Account					\$10,024,180	\$10,024,180	N/A	N/A	\$10,024,180		0.340	N/A	\$10,024,180
Subtotal Bank of the West Money Market					\$10,024,180	\$10,024,180			\$10,024,180		0.340		\$10,024,180
US Bank													
Federated Automated MMA					\$140,573	\$140,573	N/A	N/A	\$140,573		0.010	N/A	\$140,573
Subtotal USB Money Market					\$140,573	\$140,573			\$140,573		0.010		\$140,573
Petty Cash													
					\$2,250	\$2,250	N/A	N/A	\$2,250		N/A	N/A	\$2,250
Total Cash, Bank Deposits and Bank Investment Accounts													
					\$25,546,894	\$25,546,894			\$25,546,894				\$25,546,894
Investments													
LAIF Accounts													
Non-Restricted Funds					\$33,048,361	\$33,048,361	N/A	N/A	\$33,048,361		0.263	N/A	\$33,048,361
LAIF Sinking Fund					5,661,829	5,661,829	N/A	N/A	5,661,829		0.263	N/A	5,661,829
Subtotal LAIF Accounts					\$38,710,190	\$38,710,190			\$38,710,190		0.263		\$38,710,190
CALTRUST Accounts													
Short-Term					\$3,520,403	\$3,520,403	N/A	N/A	\$3,520,403		0.380	N/A	\$3,520,403
Subtotal CalTrust Accounts					\$3,520,403	\$3,520,403			\$3,520,403		0.380		\$3,520,403
Certificates of Deposit													
CBB Certificate of Deposit					\$4,150,000	\$4,150,000	425	N/A	\$4,150,000		0.450	09/19/14	\$4,150,000
Subtotal Certificate of Deposits					\$4,150,000	\$4,150,000			\$4,150,000		0.450		\$4,150,000

INLAND EMPIRE UTILITIES AGENCY
Cash and Investment Summary

Month Ended
November 30, 2013

Investments	Credit Rating @ Purchase		CHANGES IN Credit Rating		Par Amount	Cost Basis Amount	Term (Days)	Nov Amortization	Nov Value	% Coupon	% Yield to Maturity	Maturity Date	Market Value
	S&P	Moody's	S&P	Moody's									

Investments (continued)

U.S. Government Sponsored Entities

(As of August 2011, all US GSE's have been downgraded to AA+ Rating by S&P)

Freddie Mac Bond	AA+	N/R	AAA		\$2,000,000	\$2,000,000	1,278		\$2,000,000	1.00%	1.00%	06/30/15	\$2,001,200
Federal Home Loan Bank	AA+	N/R			2,000,000	2,000,000	1,266		2,000,000	0.85%	0.85%	06/06/16	2,003,080
Fannie Mae Bond	AA+	AAA			1,500,000	1,507,455	1,080	(204)	1,507,013	1.20%	1.19%	09/26/16	1,510,140
Freddie Mac Bond	AA+	AAA			1,000,000	1,000,000	1,280		1,000,000	1.01%	1.00%	02/27/17	1,004,390
Fannie Mae Bond	AA+	AAA			1,000,000	999,750	1,800	4	999,798	0.76%	0.75%	12/18/17	996,830
Subtotal U.S. Gov't Sponsored Entities					\$7,500,000	\$7,507,205		(200)	\$7,506,810		0.965		\$7,515,640

Municipal Bonds

Riverside General Pension Obligation - Taxable Bond	SP-1	N/R			\$2,000,000	\$2,000,000			\$2,000,000	0.65%	0.65%	06/01/14	\$2,000,940
Riverside County CA Asset Leasing Corp	AA-	N/R			515,000	531,176		(1,028)	526,515	3.00%	0.55%	11/01/14	527,236
California State General Obligation - BAB	A-	A1	A		475,000	511,566		(1,457)	480,924	5.25%	1.45%	04/01/14	483,218
California State General Obligation Bond	A-	A1	A		1,000,000	1,117,280		(3,322)	1,047,399	5.00%	0.89%	02/01/15	1,055,620
California State General Obligation Bond	A-	A1	A		1,500,000	1,673,955		(4,740)	1,576,945	5.45%	1.50%	04/01/15	1,594,350
California State General Obligation Bond	A-	A1	A		1,000,000	1,089,000		(2,078)	1,048,552	3.95%	1.35%	11/01/15	1,065,970
Subtotal State and Local Municipal Bonds					\$6,490,000	\$6,922,977		(\$12,625)	\$6,680,335		1.042		\$6,727,334

Medium Term Notes

Arden Realty/General Electric	AA+	AA2	A1		\$340,000	\$364,691	1,431	(\$518)	\$347,868	5.25%	3.25%	03/01/15	\$353,297
JP Morgan Securities	A	A2	A3		2,000,000	1,993,460	659	294	1,995,026	0.80%	0.981	04/23/15	2,000,040
Toyota Motor Credit Corp	AA-	AA3			1,000,000	1,006,293	934	(200)	1,003,951	0.88%	0.87%	07/17/15	1,006,870
General Electric Floating Rate (75 bp over Libor -1% floor)	AA+	AA2	A1		1,000,000	988,500	1,265	273	994,373	1.26%	1.26%	08/11/15	1,007,000
JP Morgan Securities	A	A2	A3		1,000,000	1,001,500	1,079	(41)	1,001,122	1.125%	1.074	02/26/16	1,004,460
John Deere Capital Corp	A	A2			1,000,000	1,004,000	1,729	(68)	1,003,216	1.85%	1.114	10/10/17	989,280
Subtotal Medium Term Notes					\$6,340,000	\$6,358,444		(\$260)	\$6,345,556		1.165		\$6,360,947
Total Investments					\$66,710,593	\$67,169,219			\$66,913,294				\$66,984,514

Source of Investment Market Value: US Bank

INLAND EMPIRE UTILITIES AGENCY
Cash and Investment Summary

Month Ended
November 30, 2013

Investments	Credit Rating @ Purchase		CHANGES IN Credit Rating		Par Amount	Cost Basis Amount	Term (Days)	Nov Amortization	Nov Value	% Coupon	% Yield to Maturity	Maturity Date	Market Value
	S&P	Moody's	S&P	Moody's									
Restricted Deposits													
Debt Service and Arbitrage Accounts													
05A Debt Service Accts													
US Bank Debt Serv. Accounts	AAA	AAA	AAA	AA+	\$2,281,442	\$2,281,442	N/A	N/A	\$2,281,442		0.000	N/A	\$2,281,442
Subtotal '05A Debt Service Accts					\$2,281,442	\$2,281,442			\$2,281,442		0.000		\$2,281,442
08B Debt Service Accounts													
US Bank Debt Serv. Accounts	N/A	AAA			\$2,533,030	\$2,533,030	N/A	N/A	\$2,536,331		0.840	N/A	\$2,536,331
Subtotal '08B Debt Service Accts					\$2,533,030	\$2,533,030			\$2,536,331		0.840		\$2,536,331
10A Debt Service Accounts													
US Bank Debt Serv. Accounts					\$35	\$35	N/A	N/A	\$35		0.030	N/A	\$35
Subtotal '10A Debt Service Accts					\$35	\$35			\$35		0.030		\$35
Total Debt Service Accounts					\$4,815,472	\$4,814,507			\$4,817,808				\$4,817,808

INLAND EMPIRE UTILITIES AGENCY
Cash and Investment Summary

Month Ended
November 30, 2013

Investments	Credit Rating @ Purchase		CHANGES IN Credit Rating		Par Amount	Cost Basis Amount	Term (Days)	Nov Amortization	Nov Value	% Coupon	% Yield to Maturity	Maturity Date	Market Value
	S&P	Moody's	S&P	Moody's									
CCRA Deposits Held by Member Agencies													
City of Chino					\$7,969,269	\$7,969,269	N/A	N/A	\$7,969,269		N/A	N/A	\$7,969,269
Cucamonga Valley Water District					7,314,502	7,314,502	N/A	N/A	7,314,502		N/A	N/A	7,314,502
City of Fontana					5,663,572	5,663,572	N/A	N/A	5,663,572		N/A	N/A	5,663,572
City of Montclair					2,806,570	2,806,570	N/A	N/A	2,806,570		N/A	N/A	2,806,570
City of Ontario					4,321,171	4,321,171	N/A	N/A	4,321,171		N/A	N/A	4,321,171
City of Chino Hills					968,632	968,632	N/A	N/A	968,632		N/A	N/A	968,632
City of Upland					2,402,837	2,402,837	N/A	N/A	2,402,837		N/A	N/A	2,402,837
					<u>\$31,446,552</u>	<u>\$31,446,552</u>			<u>\$31,446,552</u>				<u>\$31,446,552</u>
Subtotal CCRA Deposits Held by Member Agencies													
(Totals as reported through September 30, 2013)													
Escrow Deposits													
Pascal Ludwig Contractors					\$33,776	\$33,776	N/A	N/A	\$33,776		N/A	N/A	\$33,776
Paso Robles Tank					147,080	147,080	N/A	N/A	147,080		N/A	N/A	147,080
SSC Construction					514,029	514,029	N/A	N/A	514,029		N/A	N/A	514,029
MNR Construction					99,943	99,943	N/A	N/A	99,943		N/A	N/A	99,943
Kaveh Engineering & Construction					7,009	7,009	N/A	N/A	7,009		N/A	N/A	7,009
MS Construction Management Group					3,396	3,396	N/A	N/A	3,396		N/A	N/A	3,396
MS Construction Management Group					15,880	15,880	N/A	N/A	15,880		N/A	N/A	15,880
					<u>\$821,112</u>	<u>\$821,112</u>			<u>\$821,112</u>				<u>\$821,112</u>
Subtotal Escrow Deposits													
					<u>\$37,083,136</u>	<u>\$37,083,136</u>			<u>\$37,083,136</u>				<u>\$37,083,136</u>
Total Restricted Deposits													
					<u>\$129,340,623</u>	<u>\$129,798,284</u>			<u>\$129,545,661</u>				<u>\$129,616,880</u>

Total Cash, Investments, and Restricted Deposits as of November 30, 2013

INLAND EMPIRE UTILITIES AGENCY
Cash and Investment Summary

Month Ended
 November 30, 2013

November Purchases					
No.	Date	Transaction	Investment Security	Par Amount Purchased	Investment Yield
Total Purchases					
					\$ -

November Investment Maturities, Calls & Sales					
No.	Date	Transaction	Investment Security	Par Amount Matured/Sold	Investment Yield to Maturity
Total Maturities, Calls & Sales					
					\$ -

INLAND EMPIRE UTILITIES AGENCY
Cash and Investment Summary

Month Ended
November 30, 2013

<u>Directed Investment Category</u>	<u>Amount Invested</u>	<u>Yield</u>
Investment in the Local Agency Investment Fund	\$38,710,190	0.263%
CalTrust	3,520,403	0.380%
Medium Term Notes	6,345,556	1.165%
Municipal Bonds	6,680,335	1.042%
U.S. Government Sponsored Entities	7,506,810	0.965%
	\$62,763,294	0.590%
Bank Investment Accounts		
Citizens Business Bank - Demand/Sweep Account	\$15,245,171	0.300%
Citizens Business Bank - Certificate of Deposit	4,150,000	0.450%
Bank of the West Money Market Account	10,024,180	0.340%
	\$29,419,352	0.316%

Total Portfolio

Investment Portfolio Rate of Return

\$92,182,646
0.466%

Restricted/Transitory/Other Demand Accounts

	<u>Amount Invested</u>	<u>Yield</u>
US Bank - 2005A Debt Service Account	\$2,281,442	0.000%
US Bank - 2008B Debt Service Accounts	2,536,331	0.840%
US Bank - 2010A Debt Service Accounts	35	0.030%
CCRA Deposits Held by Member Agencies	31,446,552	N/A
Citizens Business Bank - Workers' Compensation Account	45,521	N/A
US Bank - Pre-Investment Money Market Account	140,573	0.010%
Other Accounts*	91,448	N/A
	\$36,541,902	0.422%

Total Other Accounts
Average Yield of Other Accounts

Total Agency Directed Deposits

\$128,724,548

* Note: Bank of America Payroll Deposits used as compensating balances for bank services.

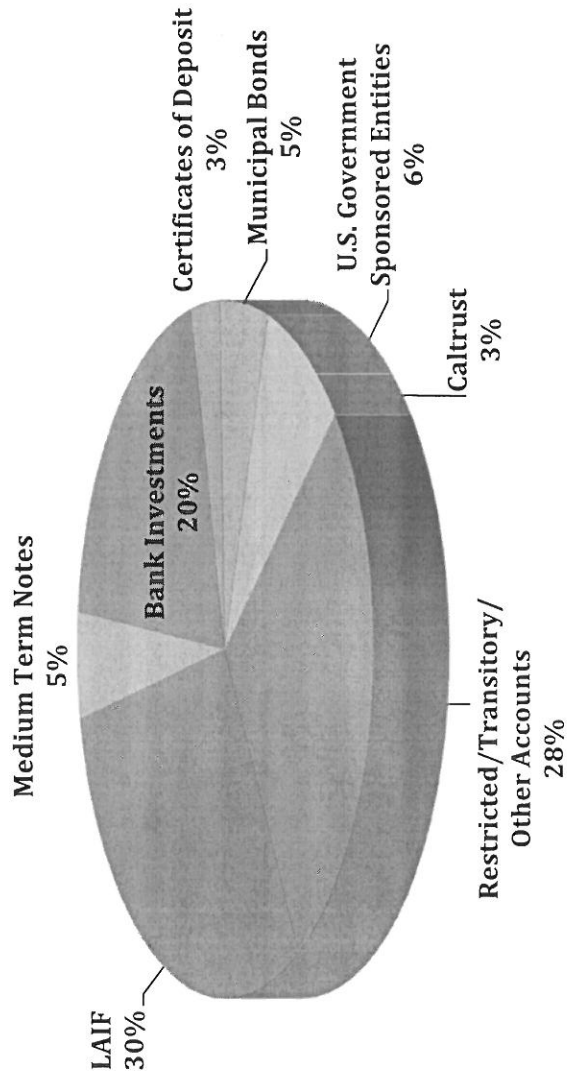
Inland Empire Utilities Agency

Treasurer's Report of Financial Affairs

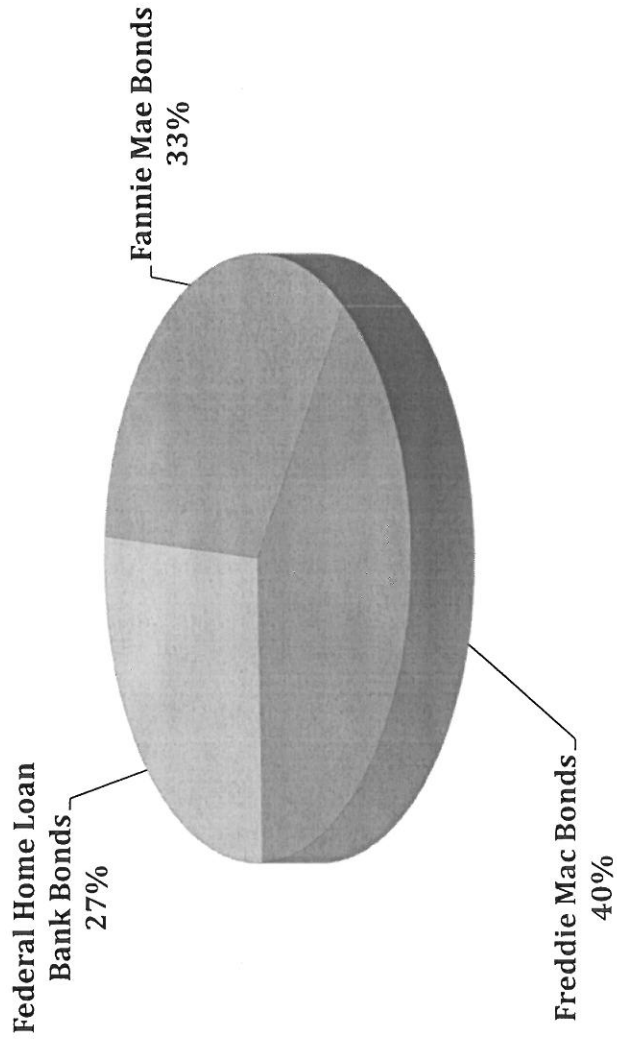
For the Month Ended November 30, 2013

Combined Agency Portfolio (net of escrow deposits)

\$128,724,548



Inland Empire Utilities Agency
Treasurer's Report of Financial Affairs
For the Month Ended November 30, 2013
U.S. Government Sponsored Entities Portfolio
\$7,506,811



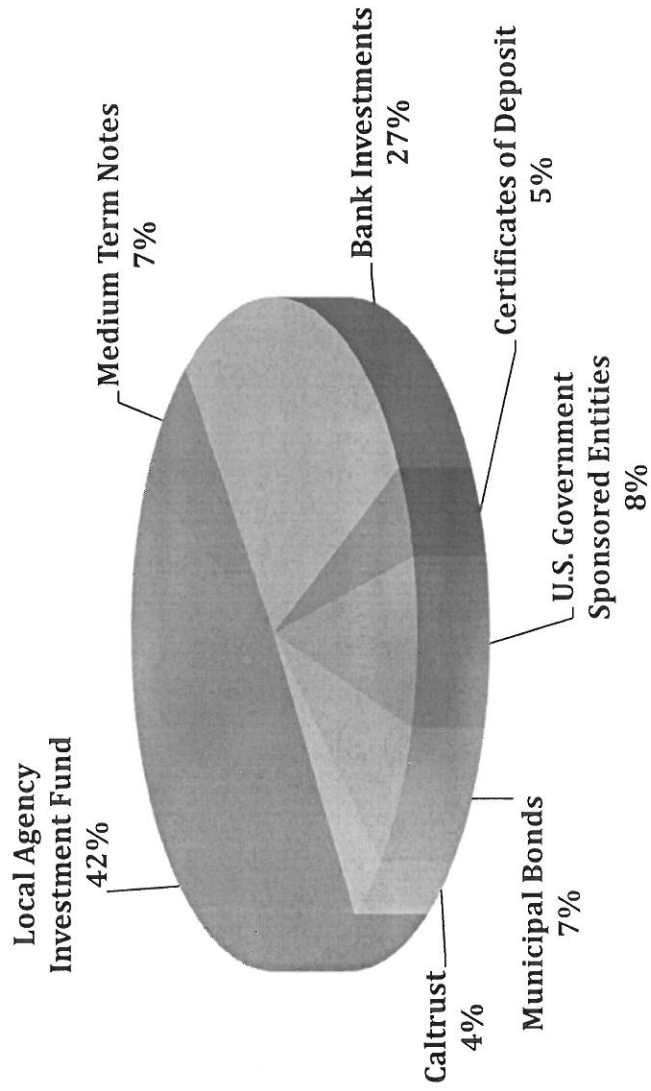
Inland Empire Utilities Agency

Treasurer's Report of Financial Affairs

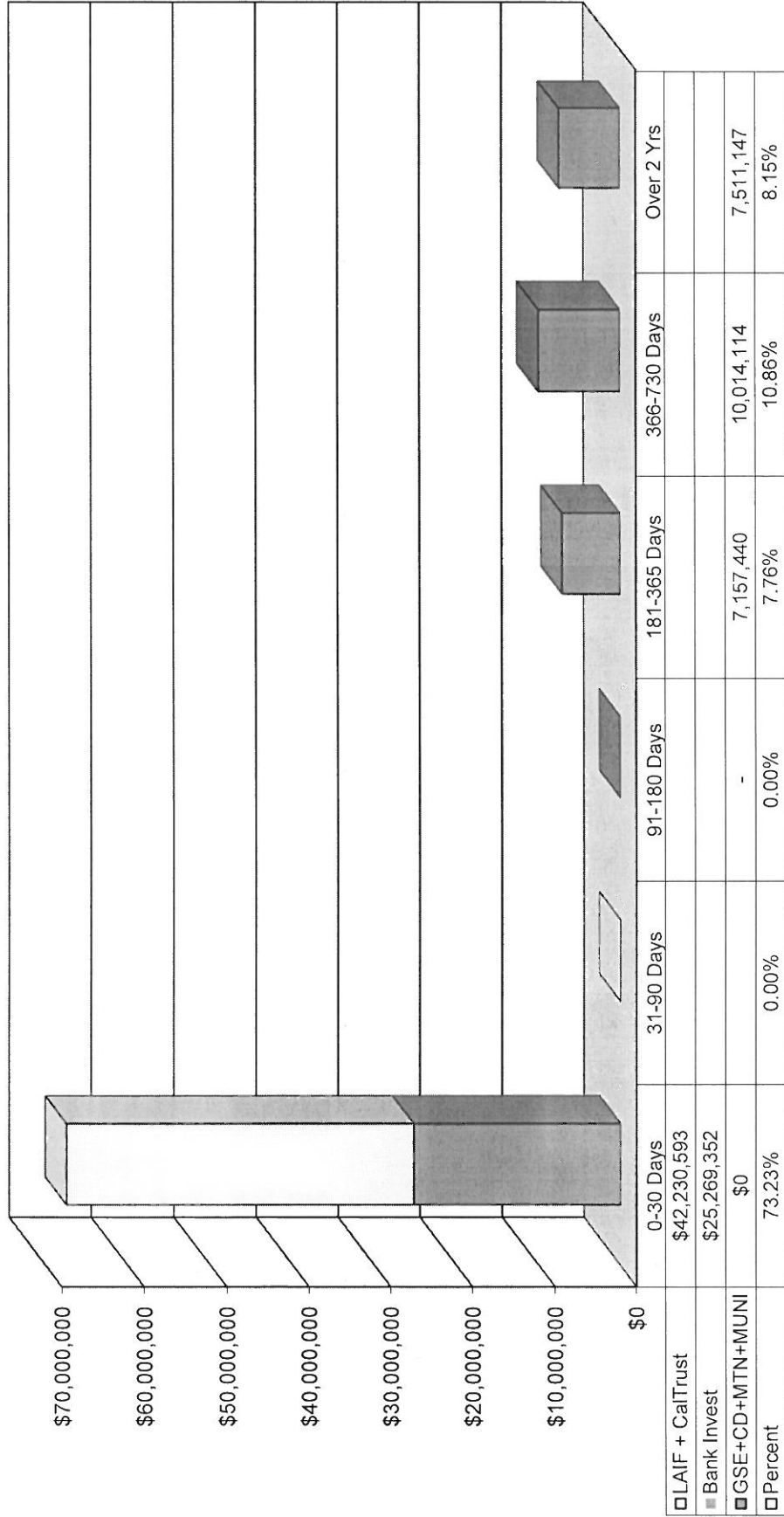
For the Month Ended November 30, 2013

Unrestricted Agency Investment Portfolio

\$92,182,646



Inland Empire Utilities Agency
Treasurer's Report of Financial Affairs
 For the Month Ended November 30, 2013
Directed Investment Portfolio Maturity Distribution
\$92,182,646

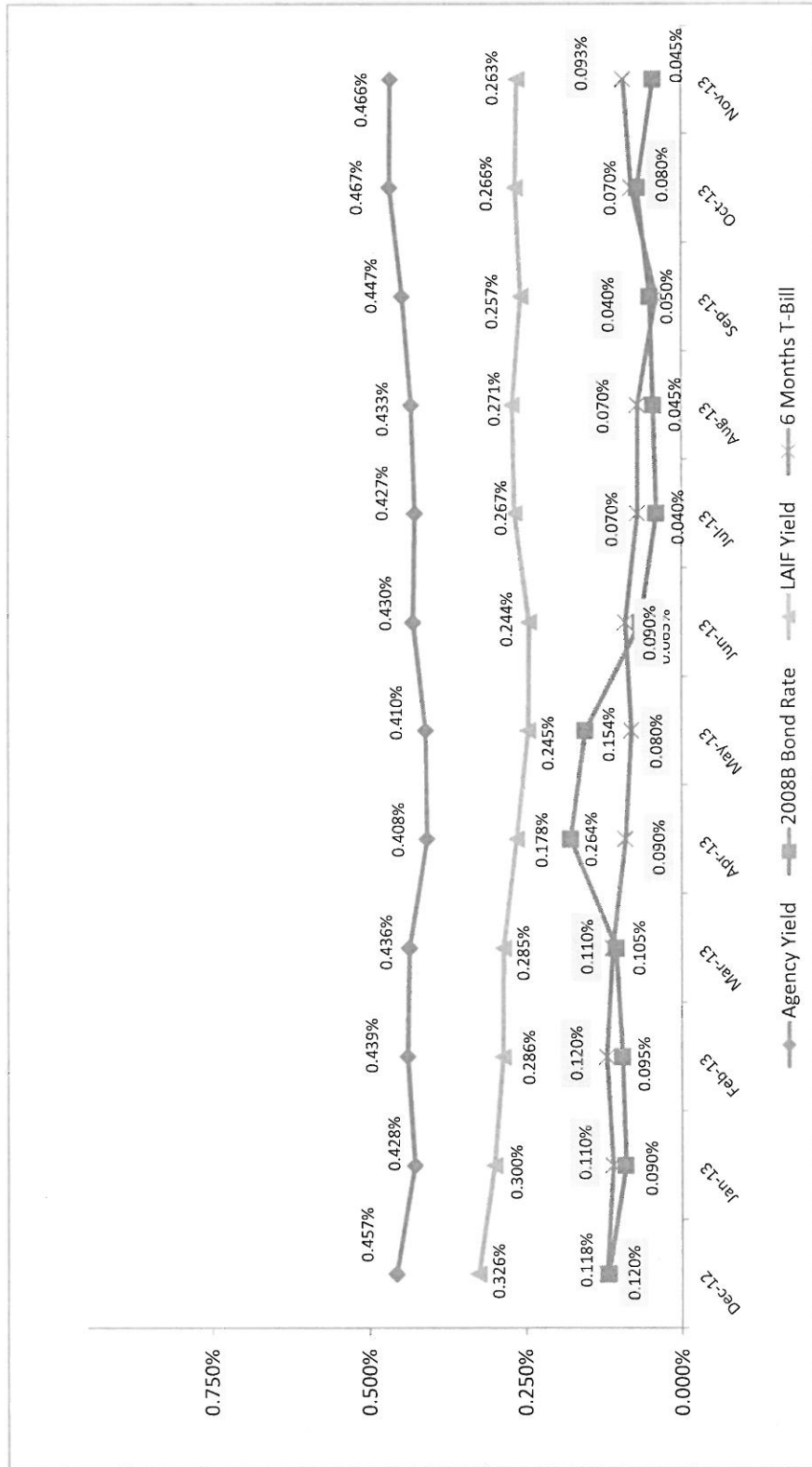


Inland Empire Utilities Agency

Treasurer's Report of Financial Affairs

For the Month Ended November 30, 2013

Agency Yield Comparison




INFORMATION
ITEM


4F

Date: January 15, 2014

To: The Honorable Board of Directors

Through: Public, Legislative Affairs, and Water Resources Committee (01/08/14)

From:  P. Joseph Grindstaff
General Manager

Submitted by: Rebecca Long
Manager of External Affairs 

Subject: Status Report on Self-Regenerating Water Softener Regional Ordinance
and Rebate Program

RECOMMENDATION

This is an informational item for the Board of Directors to receive and file.

BACKGROUND

In 2009, Governor Schwarzenegger signed the IEUA-sponsored AB 1366, which provides local governments with expanded authority to regulate residential self-regenerating water softeners, especially in areas of the state with identified salt problems (e.g., water bodies that are adversely impacted by salinity and high use groundwater basins that are hydro-geologically vulnerable to salinity pollution). The bill applies only to cities and local and regional agencies that own and operate a community sewer or water recycling facility.

In January 2011, the Water Softener Task Force recommended that IEUA adopt an amendment to Ordinance No. 87 to prohibit the *future* installation in homes of one type of water softener – the self-regenerating salt-based devices (exchange tank services for water softeners are explicitly permitted). The Task Force further recommended that IEUA adopt the regional ordinance amendment first, and that the contracting agencies follow, adopting their individual ordinances at their earliest convenience. This recommendation was unanimously approved by both the Technical and Policy Committees in February 2011.

Consistent with AB 1366 (2009, Feuer) IEUA properly noticed and held a public hearing on June 15, 2011 to discuss amendments to IEUA Ordinance No. 87, to prohibit the future installation of residential self-regenerating water softeners. IEUA received unanimous public support for the ordinance. On July 20, 2011, the IEUA Board adopted the amendment to IEUA Ordinance No. 87 prohibiting the future installation of self-regenerating water softeners. Thirty days later on August 20, 2011, the ordinance took effect.

STATUS UPDATE

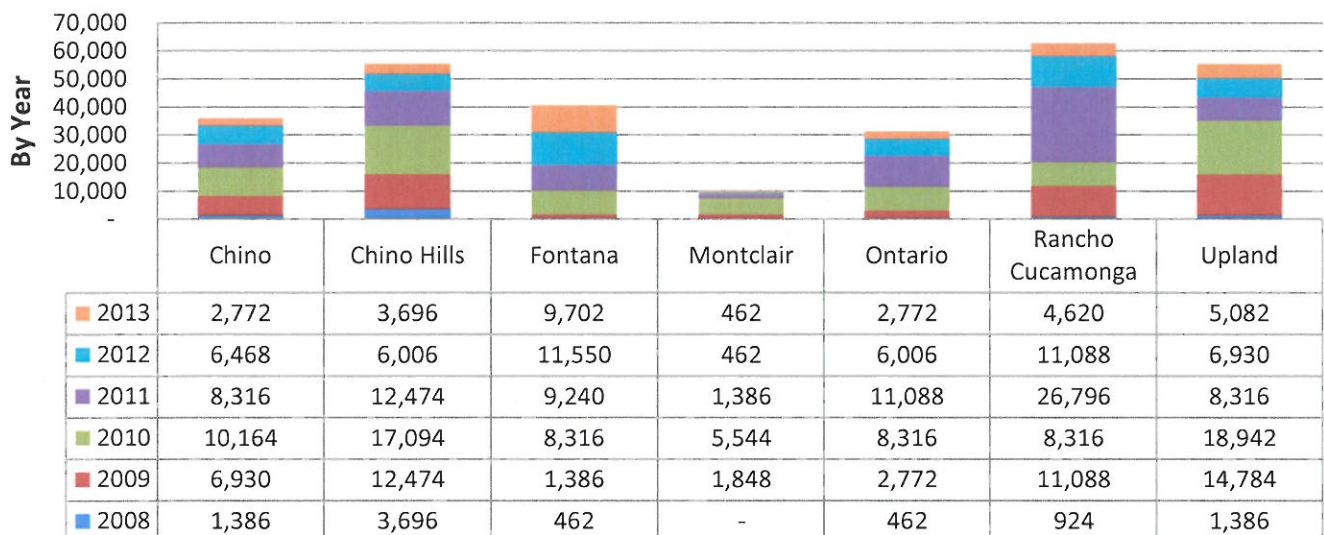
Ordinance Adopted	Adoption of Ordinance in Process	Ordinance Not Adopted
City of Upland	Cucamonga Valley Water District (CVWD) – Set to hold Public Hearing in Spring 2014	City of Chino
City of Montclair		City of Chino Hills
City of Fontana		City of Ontario
Monte Vista Water District		

STATISTICS

Based on applications received from 7/1/2008 through 12/16/2013

City	Inquired	% of Total	Approved	% of Total	SRWS Removed	% of Total
Chino	89	12%	80	11%	78	12%
Chino Hills	150	20%	137	20%	120	19%
Fontana	105	14%	97	14%	88	14%
Montclair	27	3%	26	4%	21	3%
Ontario	80	10%	75	11%	68	11%
Rancho Cucamonga	163	21%	153	22%	136	22%
Upland	150	20%	132	19%	120	19%
Total:	764		700	91.6%	631	82.6%

Salt Avoided (Lbs)



NEXT STEPS

- IEUA will continue to advertise the rebate program through local newspapers, bill inserts, city newsletters and articles.
- IEUA will offer water softener displays and display boards addressing water softener facts about the rebate program to contracting agencies for use in public spaces.
- IEUA will work with big box retailers (Lowe's, Home Depot, etc.) asking that they remove self-regenerating water softeners from their shelves as part of implementing the regional ordinance.
- IEUA will work with local realtors and developers to promote public education about the water softener ordinance and the availability of the rebate program.

PRIOR BOARD ACTION

None.

IMPACT ON BUDGET

None.


INFORMATION
ITEM


4G

Date: January 15, 2014

To: The Honorable Board of Directors

Through: Public, Legislative Affairs, and Water Resources Committee (01/08/14)

From:  P. Joseph Grindstaff
General Manager

Submitted by: Rebecca Long
Manager of External Affairs 

Subject: Public Outreach and Communication

RECOMMENDATION

This is an informational item for the Board of Directors to receive and file.

BACKGROUND

February 2014

- February 25-27, ACWA Washington DC Conference, The Liaison Capitol Hill, Washington, DC

March 2014

- March 1, Garden in Every School® Workshop, Chino Basin Water Conservation District (4594 San Bernardino Street, Montclair), 9:00am – 11:00am
- March 16-18, WaterReuse Annual Conference, Newport Beach Marriot Hotel and Spa (Newport Beach)
- March 27-28 WELL Conference, Sacramento

April 2014

- April 5, Cucamonga Valley Water District's Annual Earth Day Celebration, CVWD (10440 Ashford Street, Rancho Cucamonga), 10:00am – 2:00pm
- April 16, Earth Day Event (Students Visiting), Chino Creek Wetlands and Educational Park, Time TBD
- April 17, Earth Day Event (Public), Chino Creek Wetlands and Educational Park, Time TBD

May 2014

- May 2-3, State Water Project Trip MWD (Director Camacho)

- May 16-18, MWD Solar Cup Competition, Lake Skinner

Outreach/Educational Inland Valley Daily Bulletin Newspaper Campaign

The monthly tips on ways to help conserve water continue to appear in our local newspapers each month.

- “No Drugs Down the Drain” ad ran in the Daily Bulletin on December 6, 2013. Information on this campaign ran in the Foothills Reader on December 15, 2013.
- The “New Year’s Resolution” ad: *Be a good environmental steward*, ran in the Daily Bulletin on December 11, 2013.
- Additional “New Year’s Resolution” ads ran on December 19, 2013 and December 31, 2013 in the Daily Bulletin.

Water Use Efficiency Outreach and Activities

Regional Conservation Outreach Campaign

- Ongoing monthly ¼-page ads in the Inland Valley Daily Bulletin, Champion Newspaper, Fontana Herald News and La Opinion.
- Beginning January 27, 2014, more than 20,000 elementary students and their families in the cities of Chino, Chino Hills, Ontario and Upland, Rancho Cucamonga, Fontana and Montclair will learn about the importance of using water wisely from the Water Pirates of Neverland live theatre group administered by the National Theater for Children Program on behalf of the Agency. The multimedia program actively engages students and their parents on important concepts in water usage, conservation and pollution.
- During the month of November, there were nine residential sites converted under the Landscape Transformation Program representing a total of 8,131 square feet of turf removed and a potential water savings of 1 acre-foot per year. Member agencies continue to pre-qualify potential participants and develop customer lists for submission to the contractor.
- From July 2013 through November 2013, there have been a total of 103 sites upgraded with 168 weather-based irrigation controllers and 1,966 high efficiency sprinkler nozzles through the Agency’s Residential Landscape Surveys and Retrofit program. Projected water savings from the devices installed to date represents approximately 63 acre-feet per year.
- Beginning in January 2014, the Garden In Every School Program will provide site evaluations for 21 schools that participated in previous programs. The site evaluation will provide school representatives with recommendations for restoring or upgrading their existing gardens. The Program will make available a \$1,000 mini-grant for each school that had staff attend a Project Wet workshop earlier in the year.

Education and Outreach Updates

- Metropolitan Water District of Southern California recognized their poster contest winners on December 12, 2013 at the annual awards ceremony. Three students from IEUA’s area were recognized and their artwork will be featured in the 2014 MWD “Water is Life” calendar.

- IEUA staff is working with the Chino Basin Water Conservation District to evaluate current school gardens (those that participated in the February 2013 Project WET workshop) and provide them with a \$1,000 mini grant. A mandatory workshop for schools interested in participating in the 2014-2015 school years' program will be held on Saturday, March 1, 2014.

PRIOR BOARD ACTION

None.

IMPACT ON BUDGET

The above-mentioned activities are budgeted in the FY 2013/14 Administrative Service Fund, Public Information Services budget.

INFORMATION
ITEM

4H

Innovative Federal Strategies LLC

Comprehensive Government Relations

MEMORANDUM

To: Joe Grindstaff, Martha Davis and Rebecca Long, IEUA

From: Letitia White and Heather Hennessey

Date: December 19, 2013

Re: December Monthly Legislative Update

The end of the year for Congress could not come soon enough. With approval ratings on the same level as plagues of locusts, Speaker of the House John Boehner (R-OH) sent his members home as early as possible, while the Senate remained in session for an extra week. The two chambers did manage to enact the bare necessities, including a budget agreement to avert another government shutdown and a Defense Authorization bill to prevent interruptions to military pay and benefits. Other than those items and a handful of others, remaining legislative work will spill into 2014.

Stage Set to Conclude FY 2014 Appropriations Process...

With the passage of the year-end budget deal, Congress can now turn its attention to passing the FY 2014 Appropriations bills in early January. As you may recall, the current funding extension is set to expire on January 15th, meaning that the House and Senate Appropriations Committee staff is working through the Christmas holidays to prepare bills for floor consideration as soon as the two chambers return to Washington the week of January 6th. Even before the budget deal has achieved final passage in the Senate, talk was turning to a possible Omnibus Appropriations bill that would combine all twelve of the FY 2014 spending bills into one package. That approach would certainly be the fastest way to get all the bills across the finish line. But several smaller “mini-bus” bills could also be a solution and could prove to be less unwieldy than one massive bill.

The first step will be to divide the \$1.012 trillion level for federal discretionary spending set by the budget agreement among the twelve appropriations subcommittees. Then the staff will prepare bills for those spending allotments. Staff has been working behind the scenes for months to iron out the differences between the two chambers’ priorities, largely working from the draft bills that emerged during the spring and summer months. While some difficult issues are bound to emerge, all involved expect those issues to be quickly resolved so that the bills will pass by the deadline. No one wants to force the disruptions that would come with another government shutdown, and continued short term spending extensions are fairly pointless under the circumstances. With any luck, the painful FY 2014 appropriations process will be painlessly ended by mid-January.

Innovative Federal Strategies LLC

...And to Begin the FY 2015 Appropriations Process

One of the least appreciated but most important aspects of the year-end budget deal is that it is a two year deal which sets the spending caps for FY 2015. The lingering dispute over the spending caps for FY 2014 plagued the process from the beginning, with the House and Senate Appropriations Chairs working from different top-line numbers throughout the months of bill drafting and committee markups. Those differences in the spending caps, and the refusal of both committee chairs to back down, hobbled negotiations which could have otherwise spared some agencies from the government shutdown in October.

Looking ahead, the overall limit for FY 2015 federal discretionary spending will be \$1.014 trillion, \$521.4 billion of which is allocated for defense and \$492.5 billion of which is allocated for the domestic agencies. House Budget Committee Chair Paul Ryan (R-WI) and Senate Budget Committee Chair Patty Murray (D-WA) are expected to draft budget agreements which will stick to those numbers. Then the House and Senate appropriations committees will work from the budget agreements to draft the appropriations bills. We do not mean to predict that the process will be smooth sailing next year! House Republicans and Senate Democrats will certainly find much to disagree about, especially in an election year. But at least there will be agreement on the starting point for the year.

WRDA Conference Drags into 2014...

An ongoing dispute over how to authorize new projects for the US Army Corps of Engineers is the big sticking point which will cause negotiations on the Water Resources Development Act to spill into January. The positive news is that the two sides still appear to be talking, as evidenced by Senators Boxer (D-CA) and Vitter (R-LA) having a joint phone call last week to report on the process. But the bad news is that the impasse at the center of the negotiations is a big one to overcome. In prior WRDA bills, new Army Corps projects were authorized by earmarks inserted in the bill by Members of Congress. Under the current earmark ban, negotiators are struggling to replace earmarks with some new mechanism that will still allow Congressional oversight of the project authorization process. The difficulty in finding a new way to authorize projects has plagued WRDA for several years and is the reason that a bill has waited this long to take shape.

As the House and Senate bills went into conference, the House bill carried a price tag of \$3.1 billion and the Senate bill was \$5.7 billion. The House version instructs states and local governments to recommend projects to the USACE, which would approve a list of those projects for funding. Congress would then be able to approve or reject the Corps' list. Meanwhile, the Senate bill would establish criteria that the Corps would follow to select projects. House members have objected to the Senate plan, criticizing it for giving too much power to the executive branch. House conservatives are also demanding that the cost of the conference report be more in line with its lower funding number than with the Senate's higher number. Meanwhile, environmental groups continue to work against the provisions in both bills which attempt to streamline the expensive and time consuming environmental reviews required for all WRDA projects. Negotiations on these issues will continue at the staff level during the upcoming holidays with the hope that an agreement can be reached early next year.

Innovative Federal Strategies LLC

...As Does the Farm Bill Conference

According to Senate Agriculture Committee Chair Debbie Stabenow (D-MI), negotiators on the Farm Bill conference committee are close to an agreement. The long overdue Farm Bill conference caused Congress to pass yet another extension so that existing agriculture and nutrition programs would not expire at the end of December. Work on the conference report will continue during the holidays, and Senator Stabenow announced that she expects details on the final agreement to be released during the first few days of January. If that happens, then the House and Senate could vote on a final conference report very early in 2014.

Major issues in the conference report include reconciling the cuts to the Supplemental Nutrition Assistance Program (SNAP or food stamps). As with the WRDA conference situation described above, the House is demanding deep cuts of \$40 billion over the next ten years while cuts to the SNAP program were only \$4 billion in the Senate bill. Savings in the House bill would be achieved by limiting the ability of unemployed but able-bodied adults to receive SNAP benefits. Under current law, many states extend those benefits through a connection with heating assistance programs. The ultimate cost of the conference report will be a deciding factor if it hopes to win House approval.

Reports are also beginning to circulate that unemployment benefits could become a last-minute factor in the Farm Bill conference. Because the bill will produce some amount of budget savings through cuts to SNAP, Democrats have come out in favor of attaching an extension of long term federal unemployment benefits to the conference report. Republicans would likely object to such a move because it would erase the budget savings and because they feel that long term unemployment extensions should lapse as a matter of policy. States pay the first 26 weeks of unemployment benefits, but the federal government has been paying for additional weeks since the worst of the economic downturn. Senator Stabenow has not ruled out a discussion of including an unemployment extension, but doing so would complicate the Farm Bill's prospects.

What About Tax Extenders?

The end of 2013 will bring the expiration of over fifty temporary tax provisions, collectively known as the "tax extenders" because of Congress' habit of continually extending them rather than letting them expire. In every case, the tax extenders were special tax code provisions intended to benefit one segment of the economy or another and which were scheduled to sunset after a certain number of years. But the tax extenders are still with us thanks to intense lobbying from the industries which benefit. The last extension had a price tag of \$70 billion. It is likely that a tax extenders package will be introduced early in the New Year, containing provisions for the wind industry, new markets tax credits and dozens of others. If comprehensive tax reform becomes a priority in 2014, these issues will be part of that discussion.

Outlook for January

Neither chamber's leadership has announced a schedule for work in the New Year, but it is a given that Congress will devote time in January to completing the FY 2014 Appropriations process as discussed above. Also, there could be a debate regarding extending long-term unemployment benefits, whether combined with or separated from a Farm Bill conference report. A WRDA bill would also be a welcome addition to the legislative calendar.

INFORMATION
ITEM

41

December 19, 2013

To: Inland Empire Utilities Agency
From: Michael Boccadoro
President
RE: December Legislative Report



Overview:

With the Legislature out of session, December remained quiet in the halls of the Capitol. The Legislature will return in early January to finish the second year of the two-year session.

The Brown Administration continued its focus on water issues in December with the release of the public review draft of the Bay Delta Conservation Plan, along with the associated Environmental Impact Report/Environmental Impact Statement (EIR/EIS). The 120 day public comment period on the documents began December 13.

Out of session discussions have continued on water bond issues in the Legislature. Assemblyman Dan Logue has signaled that he will introduce water bond legislation in the coming session. Logue's revised bond language focuses on increased storage with a total cost of \$5.8 billion.

The final Cap and Trade allowance auction of the year was held, resulting in the purchase of all offered allowances. This added approximately \$130 million to the Greenhouse Gas Reduction Fund. Stakeholders hail the auction as a strong sign that the program has solid footing and will continue into the future. Meanwhile, Senator Fran Pavley sent a letter to other Legislators detailing a bill she is planning to introduce that would require the California Air Resources Board (CARB) to start a process to examine post-2020 greenhouse gas reduction goals. CARB also announced a delay in the release of the revised Scoping Plan Update. It cites the need for more time to incorporate stakeholder input.

A ruling from the California Public Utilities Commission will require Southern California Edison to return over \$74 million to ratepayers that they recovered while SONGS was not operating. Discussions are continuing about replacing the power that was generated by SONGS. A comprehensive plan is underway at CalISO to determine what is necessary and what can be procured from existing or alternative resources.

A rulemaking was opened to evaluate energy efficiency and conservation efforts in the water sector. Additionally the proceeding will look at how to fund programs that would help with efficiency and conservation efforts.

Inland Empire Utilities Agency

Status Report – December 2013

Water Bond Update

Assemblyman Dan Logue (R-Chico) announced that he will seek legislation to replace the water bond on the November 2014 ballot. Logue's proposed legislation would reduce the bond to \$5.8 billion and include Area of Origin protection for Northern California. The funding would be available solely for surface and groundwater storage projects in the state. Logue is running for Congress and many view his offering as more political, than policy in nature.

Once formally introduced upon the return of the legislative session in January, Logue's bill would join the two existing bills seeking to amend the 2014 water bond: AB 1331, by Assemblyman Anthony Rendon (D-Lakewood), and SB 42, by Senator Lois Wolk (D-Davis). AB 1331 proposes a \$6.5 billion bond that would be known as the Climate Change Response for Clean and Safe Drinking Water Act of 2014. The proposed bond, based on a framework developed by a working group headed by Assemblyman Rendon, would fund clean and safe drinking water projects; protection of rivers, lakes, streams and watersheds; climate change preparedness for regional water security; Delta sustainability and water storage for climate change.

SB 42 proposes a \$6.475 billion water bond for the 2014 ballot that would be known as the Safe Drinking Water, Water Quality and Flood Protection Act of 2014. It would fund similar projects, with a particular focus on projects within the Delta.

BDCP Update

After seven years and over \$240 million invested on planning, Governor Brown's administration released the public draft of the Bay Delta Conservation Plan (BDCP) and the associated Environmental Impact Report/Environmental Impact Statement (EIR/EIS). In all, the documents consist of over 34,000 pages. A 120-day public comment period for the plan commenced on December 13, ending April 14, 2014. From mid-January through mid-February, the Natural Resources Agency will host several public meetings to facilitate review of the plan, and to hear public comments.

The plan includes a revised cost estimate of \$24.7 billion, with \$16.9 billion for the construction of the alternative conveyance system to be covered by water users.

The public review draft includes a number of significant changes from the previously released documents, including the following:

- Changes to the alignment of the proposed water conveyance tunnels that would significantly reduce disruption to north Delta communities and reduce by half the project's permanent footprint.
- More detail about the plan's critical adaptive management process, which would use research, monitoring, and adjustment of actions to ensure that environmental measures truly contribute to the recovery of covered species.
- Refinement and revision of how the plan would be governed.

- A description of the tools and sources of funding potentially available to support the adaptive management process if additional Delta flows and water supply are needed.
- Additional design criteria and operational constraints for the proposed north Delta intakes, including fish studies that would influence facility design.
- Addition of further measures to protect the greater sandhill crane, giant garter snake, and saltmarsh harvest mouse.

AB 32/Cap and Trade Updates

Post 2020 GHG Reduction Plan

Uncertainty and contentious debate over the future of the Cap and Trade program and AB 32 GHG reduction goals on a whole, have been a widely discussed topic as the California Air Resources Board (CARB) advances through the Scoping Plan Update process. It still remains unclear whether lawmakers of CARB will adopt post-2020 reduction targets for 2030 and 2050.

Senator Fran Pavley, author of the 2006 Global Warming Solutions Act, AB 32, recently sent a letter to her colleagues in the legislature announcing that she will introduce a bill to direct CARB to organize a multi-agency effort to develop a “post-2020 Pollution Reduction and Technology Innovation Roadmap.” The Roadmap will be sent as a report to the Legislature for review after 2016. No formal action is being proposed at this time.

Latest GHG Auction Results

The final allowance auction of the year was recently conducted, with the total allotment of both 2013 and 2016 vintage allowances completely sold out. The auction raised close to \$300 million, with slightly less than half of that going into the Greenhouse Gas Reduction Fund (GGRF). CARB and others involved in carbon trading indicate that the results show strong confidence in the Cap and Trade program. Stakeholders are anticipating the release of the Governor’s plan to allocate the \$500 million in the GGRF with the release of the budget in January.

Scoping Plan Delay

CARB has announced that the board will not consider the AB 32 Scoping Plan Update until early 2014. Officials cite the need to provide adequate time for staff to review, consider and incorporate stakeholder comments for the delay.

SONGS Updates:

Replacement Power Production

A proceeding at the California Public Utilities Commission is looking at the long-term procurement planning needs for additional resources to replace the lost power from the SONGS closure. Cal-ISO has identified a need of over 2,000 MW but has urged the commission to wait until it finishes ongoing studies before authorizing procurement. Cal-ISO contends that its study will help the commission consider the best mix of resources.

Groups including the Office of Ratepayer Advocates (ORA- Previously the Division of Ratepayer Advocates), the Center for Energy Efficiency and Renewable Technology (CEERT), The California Large Energy Consumers Association (CLECA) and others, are urging the commission to wait for the final Cal-ISO report, due out in January.

SONGS Cost

The CPUC issued a draft decision that would require Southern California Edison (SCE) to return \$74.2 million to customers. The draft decision is based on a finding that SCE should have known that Unit 2 would not return to service in 2012 and the utility should have put the unit in preservation mode. Moving the unit into preservation mode would have avoided up to 60 percent of operations and maintenance costs.

The ongoing investigation is also looking at whether ratepayers should pay for other SONGS-related costs- including rate base, replacement power, and a steam-generator replacement project.

New CPUC Rulemaking Opened

A draft order to institute rulemaking was opened in mid November to co-fund programs that reduce energy use in the water sector. The order calls for more specific methods to measure energy savings from energy efficiency and conservation measures in the water sector and to determine the cost-effectiveness of such projects. The case will look at how to fund such programs and allocate the cost in IOU portfolios. The Dolphin Group will be monitoring this closely for IEUA.

Legislative Update

Legislators are still working in their districts and will return on January 6 for the second year of the two-year session. Bills remaining from 2013 are beginning to be scheduled for hearing in the new year. All bills left over from 2013 must pass by the end of January. The bill introduction deadline is February 21, so there will be significant activity around that time analyzing new introductions.

INFORMATION
ITEM

4J

Agricultural Resources

635 Maryland Avenue, N.E.
Washington, D.C. 20002-5811
(202) 546-5115
agresources@erols.com

December 19, 2013

Legislative Report

TO: Joe Grindstaff
General Manager, Inland Empire Utility Agency

FR: David M. Weiman
Agricultural Resources
LEGISLATIVE REPRESENTATIVE, IEUA

SU: Legislative Report, December 2013

Last month, I began my report stating, *“Congress, wounded and weary from the Federal Shutdown, is slowly (very slowly) beginning to return to business and a semblance of regular order.”*

That proved to be accurate (mostly).

- Congress is adjourning for the year with a budget deal in place through 2015, appropriators readying the FY 2014 annual funding bills (for action in January and February), and authorizers (House-Senate conference committees) are finalizing both a WRDA and farm bill.
- House leaders are signaling that an immigration bill might be considered and a DoD authorization bill is similarly being readied.

Legislation is back in fashion and Congress is now legislating.

Has House returned to regular order? No. But, it's heading – albeit slowly – in a better direction.

Meanwhile, in the Senate.

- Majority Leader Harry Reid (D-NV), modified Senate Rules to limit the constant and routine use of the filibuster. Rs are furious and now, doing everything possible to slow down the Senate. Nominations, however, for Courts, Administration appointments and the military are being considered (instead of blocked en masse). On the eve of the Session's close, Senate Rs will not grant routine procedural approvals and are imposing long delays – still. Reid has responded by forcing the Senate to stay in around the clock to vote on these appointments. This includes the confirmation of Mike Connor, currently Commissioner, Bureau of Reclamation, to be Deputy Secretary, US Department of the Interior.
- Even more destabilizing, on December 18-19, the Senate became topsy-turvy with the announcement that Senator Baucus will be nominated by the President to be the next US Ambassador to China. As a result, no fewer than four Senate Committee chairmanships will undergo chairmanship change in January. Nothing is announced but the Committee gavel swapping includes:
 - Senator Baucus nominated to serve as US Ambassador to China.
 - Baucus currently Chair, Senate Finance (Senate tax-writing Committee).
 - Replacing Baucus, either Senator Jay Rockefeller (D-WV), next in line, but also retiring, OR, based on what's being said, more likely, Senator Ron Wyden (D-OR).
 - Wyden is presently Chair, Senate Energy and known to want Finance. If Wyden assumes Finance, he vacates the gavel at Energy. Likely replacing Wyden, Sen. Mary Landrieu (D-LA).
 - If Wyden goes to Finance, and Landrieu gets Senate Energy, then she must vacate the Chair, Senate Small Business. Likely replacing her at Senate Small Business, Sen. Maria Cantwell (D-WA).

A Baucus retirement to serve as Ambassador sets in motion significant changes throughout the Senate – and potentially impacting pending legislation of interest to IEUA (tax, water). Senator Wyden, for instance, is a supporter of municipal bonds.

The first week of January will find the Senate dealing with appointments and confirmations, appropriations bills, extending unemployment insurance (first legislative issue to be addressed and a partial reorganization. As soon as Baucus is confirmed, the Governor will appoint someone to serve out the remainder of the term – so we'll get another new Senator too.

There's more. The day before Baucus made his announcement, Rep. Paul Ryan told the media that in the next Congress (January 2015), he would seek the Chairmanship of the House Ways and Means Committee. Both House and Senate tax writing committees will all but assuredly have new leadership between January 2014 and January 2015.

House-Senate Budget Agreement. Rep. Paul Ryan (R-WI) and Senator Patty Murray, the respective Chairs, House and Senate Budget Committee, reached agreement on a two-year budget during the month. Sequester was partially set-aside, and all-in-all, it was a minor agreement (no grand bargain). But significantly, a bi-partisan agreement was reached. Whether or not Speaker Boehner could muster sufficient votes to pass it was unclear up to the vote itself. In the end, it passed with substantial majorities of both parties. This past week, the Senate followed suit and passed it with nine R Senators voting to support it. That an agreement was reached is huge. With a budget in place, a semblance of regular order returns and appropriators can not begin to act on annual funding bills for the fiscal year that began last October 1.

Tax Reform – Muni Bonds Remain At Risk. The second session of this Congress will mark House Ways and Means Chair, David Camp's (R-MI) last year with the gavel. He will relinquish it – likely to Rep. Paul Ryan (former VP candidate) in the next Congress. However, Chairman Camp is expected to introduce, in the first quarter, 2014, a sweeping tax reform bill that reduces corporate and personal rates down to 25%. Can a tax reform bill be considered in 2014 – especially given Baucus' departure and Camp's lame duck status? According to media accounts, the instant analysis – no. Not a chance. Others are not so sure. Even if a bill is not enacted in 2014, tax reform will almost assuredly continue to be “active” during the year.

Municipal bonds will remain “at risk” during this debate. According to the Municipal Bonds for America (MBFA) coalition (December 19), “...*Congress will likely return its attention to tax reform early next year and with even more fiscal stress plaguing federal budgets. Congress is likely to search for billions in additional revenue via tax reform to help balance the nation's budget and cut federal debt. Repeal or limiting the tax-exemption for municipal bonds is expected to, once again, be on the list of options that Congress considers.*”

Water Conditions in California and the West. Conditions in California and most of the West are bleak – in the middle of winter no less. Most of California is categorized as severe or extreme, including portions of Southern California. Nevada has a similar profile as do Texas and Oklahoma, but almost the entire southern tier is in drought. There is already talk of drought relief legislation early next year.

Looking Back at 2013. Congressional approval ratings are rock bottom. Can't get much lower. Little was accomplished this year. Authorizing Committees produced few bills. Substantive issues were ignored. The political environment was polarized by extreme partisanship. Without a doubt, the year will be remembered for the “shutdown” and resulting gridlock. At the same time, there are signs, albeit small ones, that there will a return to a semblance of regular order.

INFORMATION
ITEM

4K



CALIFORNIA STRATEGIES, LLC

Date: December 19, 2013
To: Inland Empire Utilities Agency
From: John Withers, Jim Brulte
Re: December Activity Report

Listed below is the California Strategies, LLC monthly activity report. Please feel free to call us if you have any questions or would like to receive any more information on any of the items mentioned below.

- Got direction from the General Manager so as to follow up with the County of San Bernardino.
- Participated in a meeting with County of San Bernardino Legislative Director Otis Greer and Rebecca Long of IEUA to discuss coordination of County and District legislative agendas, 12/3.
- We received an update from staff of the status and key related to the MSR process currently underway.
- We followed with staff on the MSR and have provided staff our assessment of the ongoing process.
- Attended the ACWA Conference in early December and had multiple discussions with IEUA directors who participated in the conference.

INFORMATION
ITEM

4L



Inland Empire Utilities Agency

A MUNICIPAL WATER DISTRICT

HCM / Payroll Progress Update

January 2014

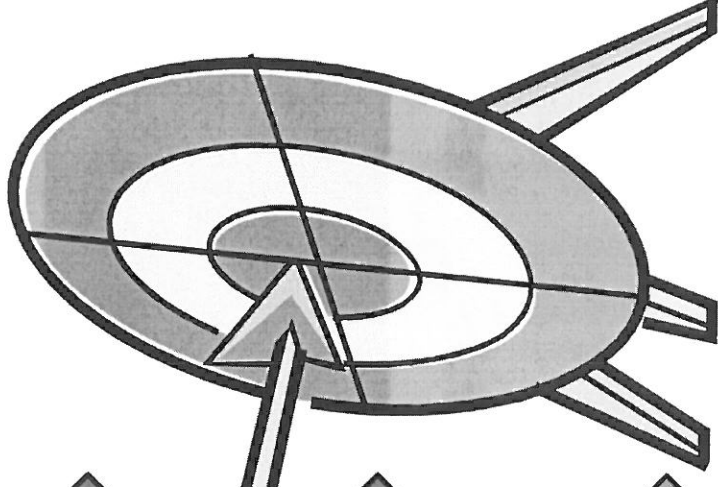
Kanes Pantayatiwong
Manager of Business Information Services

Key Goals & Objectives

Provide efficient time entry & timesheet approval.

Minimize errors and ensure MOU & regulatory compliance.

Replace legacy payroll system by January 1, 2013.



Initial Challenges

- **Time entry for hourly employees**
- **Delayed timesheet submittal**
- **New salary statement**
- **Key process changes**
 - Timely personnel data updates
- **New SAP modules**
 - Complex MOU rules

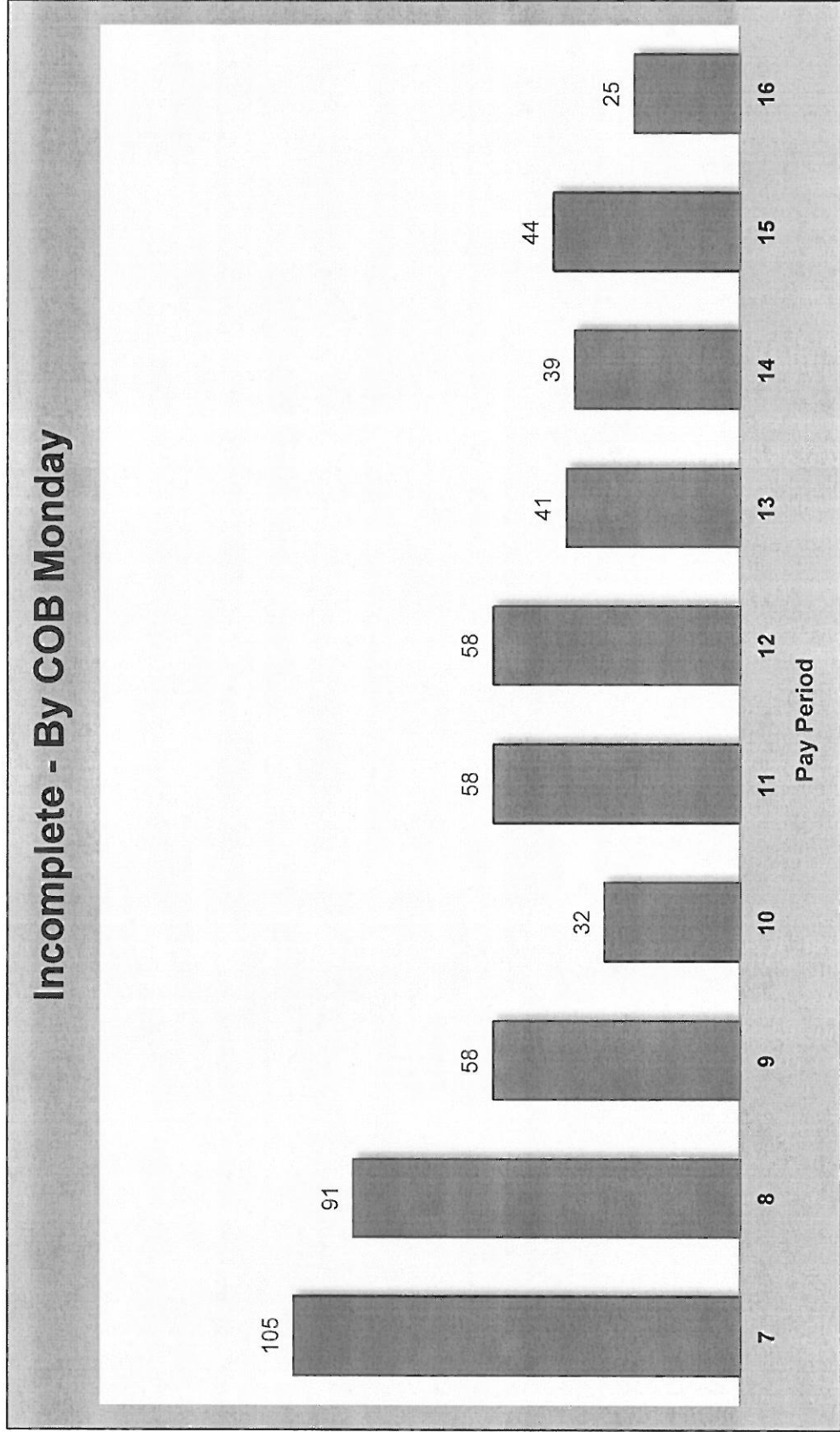


Success Stories

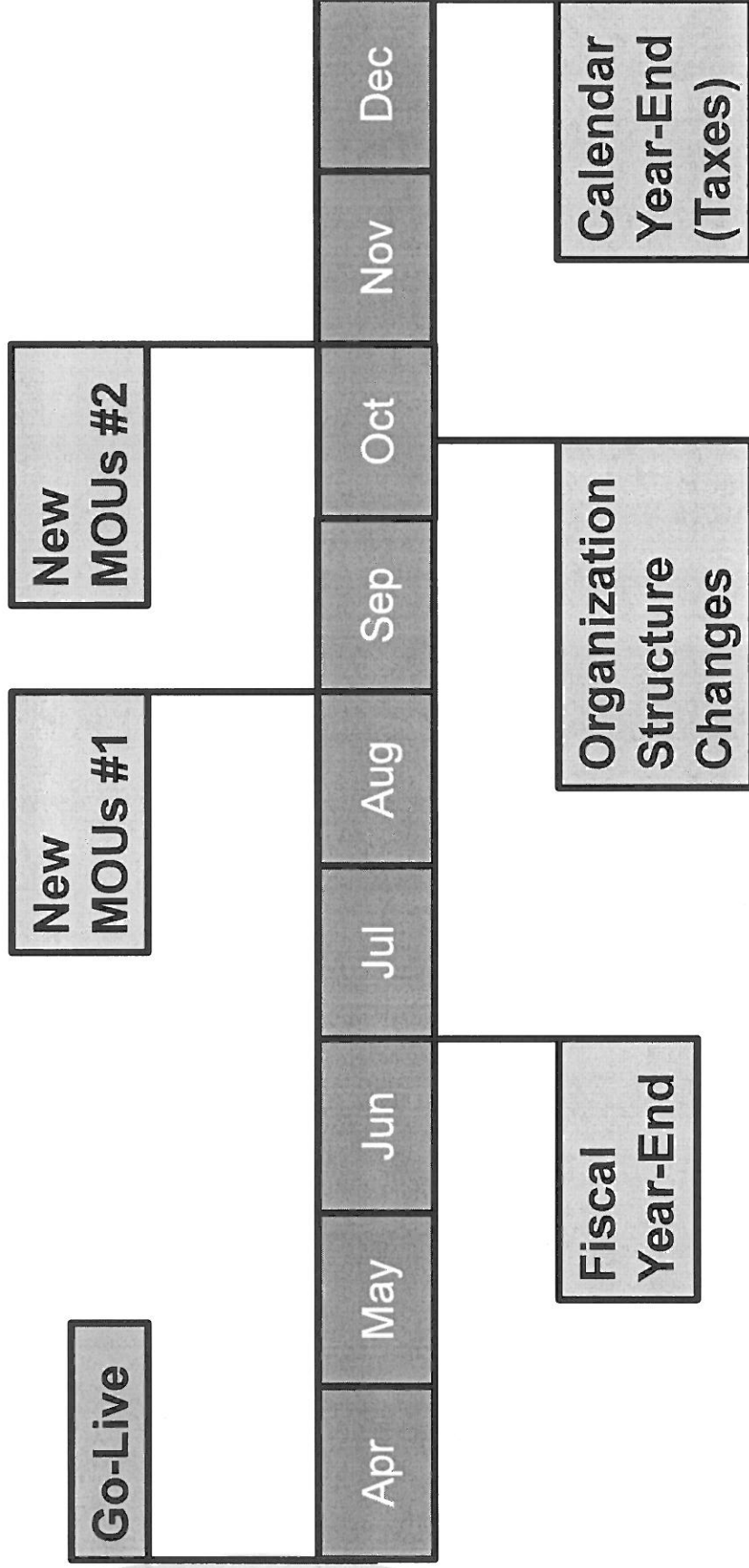
- **Project completed on time and under budget**
- **Faster timesheet submittal**
- **Faster timesheet approval**
- **Time & Leave Report**
- **New MOU implementation**
- **Break-fixes: down**
- **Enhancements: up**



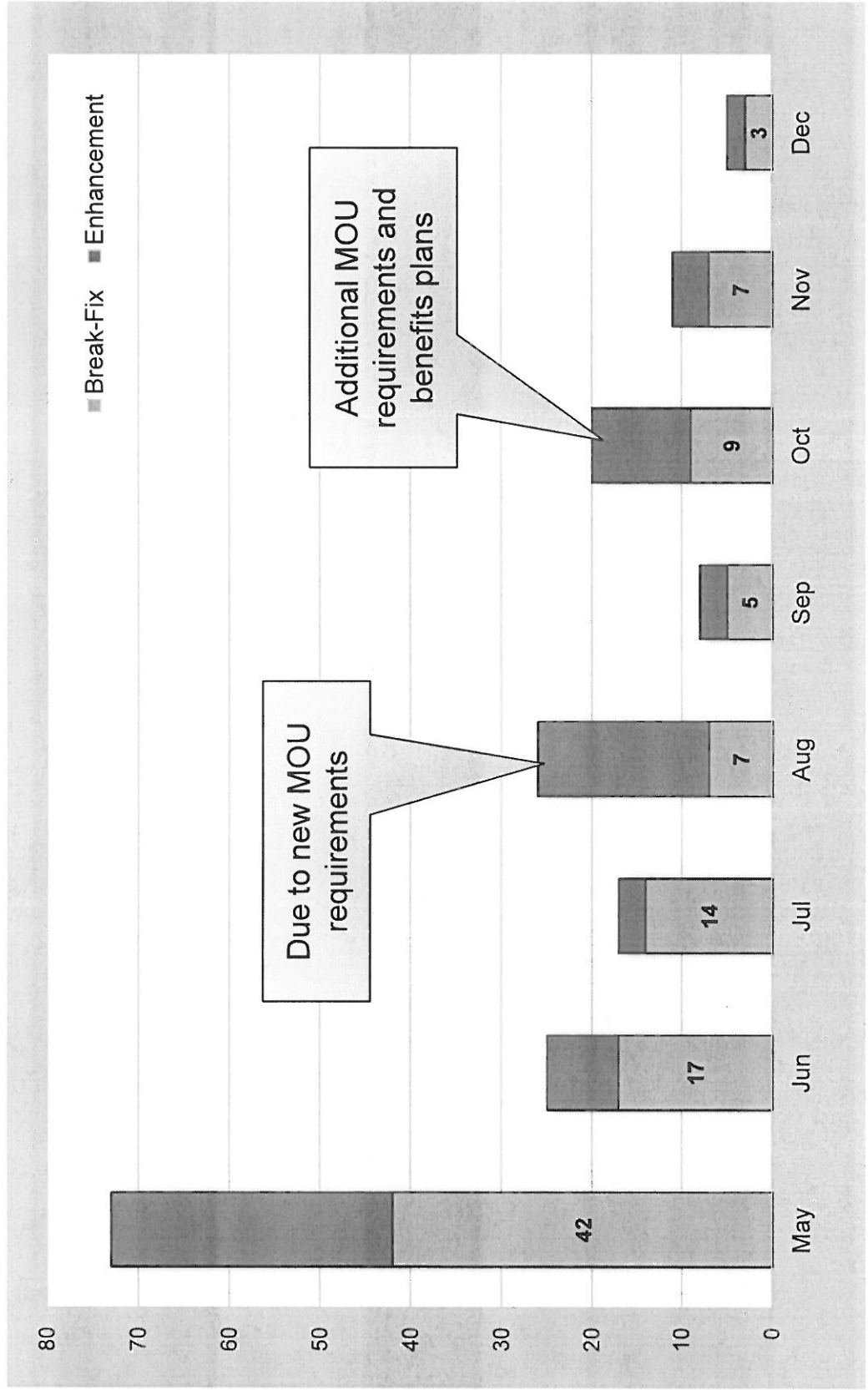
Timesheet Submittal



2013 Timeline



HCM / Payroll Tickets



Benefits to Employees

- **Online access**
 - Leave request
 - Leave balances
 - Timesheet (past and current)
 - Salary statements (2 years)
- **Closing of work orders from timesheet**
- **Automation of applying MOU rules**
- **Audit trails for submittal**

Benefits to Approvers

- **Timesheet**
 - Faster approval – “MOU-less”
 - Online access to past approved time data
- **Leave Request**
 - Leave balances shown during approval
 - Past approved leaves during approval
 - Automatically tied to Team Calendar
- **Audit trails for approval**

Benefits to Agency

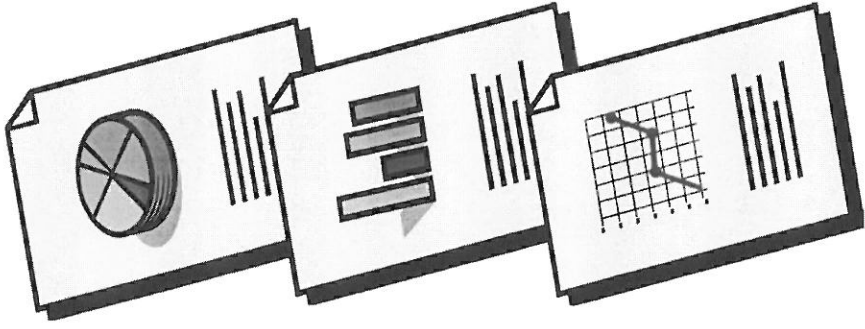
- **Improved audit trails and transparency**
- **Reduced data maintenance**
- **Improved quality control of HR data**
- **Time data entered by employees**
- **Limited salary statement distribution**
- **Automatic compliance to labor laws**
- **Improved accuracy on expenditures and allocation**

Benefits to Agency *(cont.)*

- **Automated CalPERS update**
- **Automated third-party remittance**
- **G/L posting now automated and immediately visible to budget reporting**
- **Consistent and timely labor data for reporting and analysis**
- **MOU rules applied automatically and consistently!**

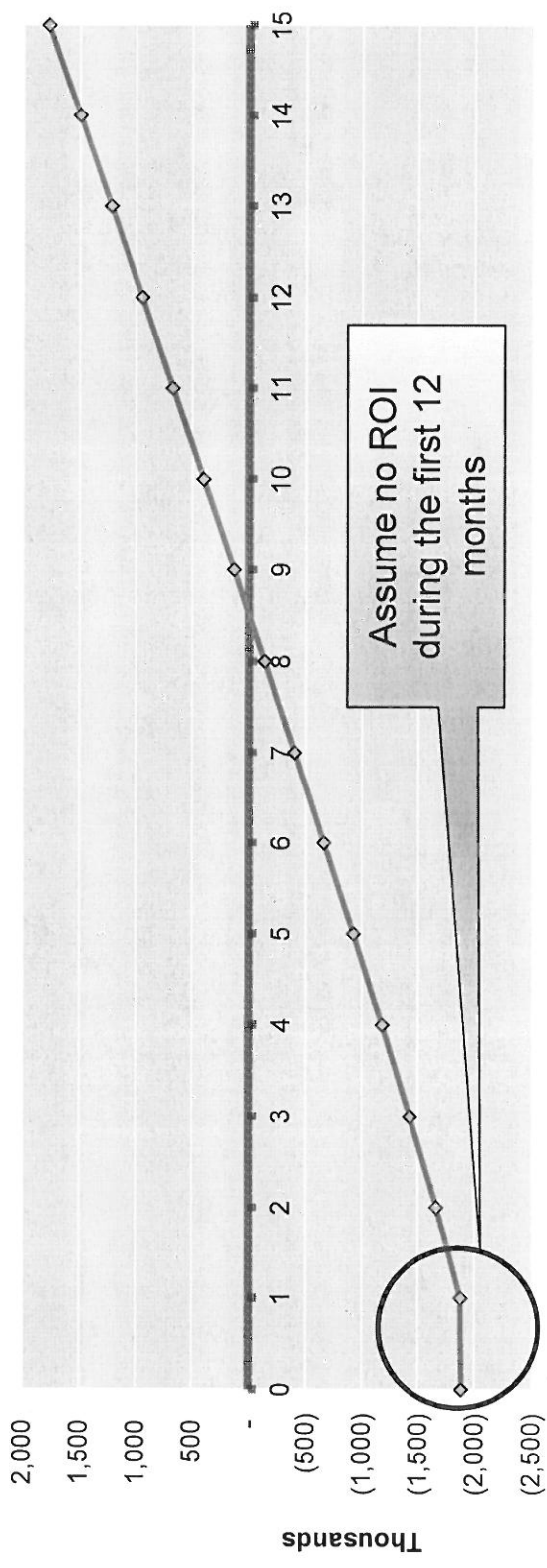
Better Reporting

- More details (person, time)
- Wage Type Report for 457
- W2 form preparation
- FMLA report
- Intern Hours Report
- Overtime Report
- Comp Time Report



Original Forecasted ROI

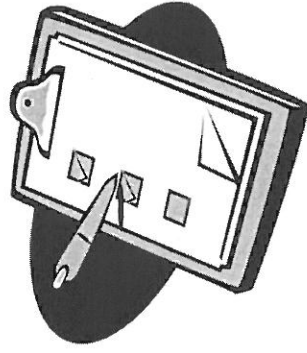
- 7 to 9 Years
- 7 years if contingency funds not used
- 9 years with contingency funds consumed



Time Saving (in Hours/Year)

Staff	Tasks	Saving-Low	Saving-High
Payroll Admin	Leave request balance inquiry	9	11
Payroll Admin	Pay stub copy request	26	35
Payroll Intern	Secondary labor data entry	312	312
Payroll Admin	Timesheet data entry	585	585
Payroll Admin	Bank positive pay upload	13	26
Payroll Admin	Pay stub distribution	26	52
Others	Pay stub distribution (carrier, approvers)	26	52
Grants Admin	Secondary labor cost review	121	121
Payroll Admin	CalPERS adjustments	39	65
Payroll Admin	Third-party remittance processing	104	104
Payroll Admin	G/L posting	13	13
Ops Supervisor	Timesheet approval	195	390
Mx Supervisor	Timesheet approval	91	182
Ops Admin	Report preparation	78	78
Mx Admin	Report preparation	78	78
Payroll Admin	457 upload	-	-
Payroll Admin	W2 form preparation	-	-
Payroll Admin	Garnishment reporting	-	-
HR Analyst	Timesheet review	-	-
Payroll Admin	CalPERS retro recalculation/research	-	20
		1,716	2,123

Next Steps



- **Improve salary statement**
- **Additional training**
 - How-to for various scenarios
 - MOU changes
 - Understanding salary statement
- **Improve support protocol**



Inland Empire Utilities Agency

A MUNICIPAL WATER DISTRICT

Questions?

INFORMATION
ITEM

4M



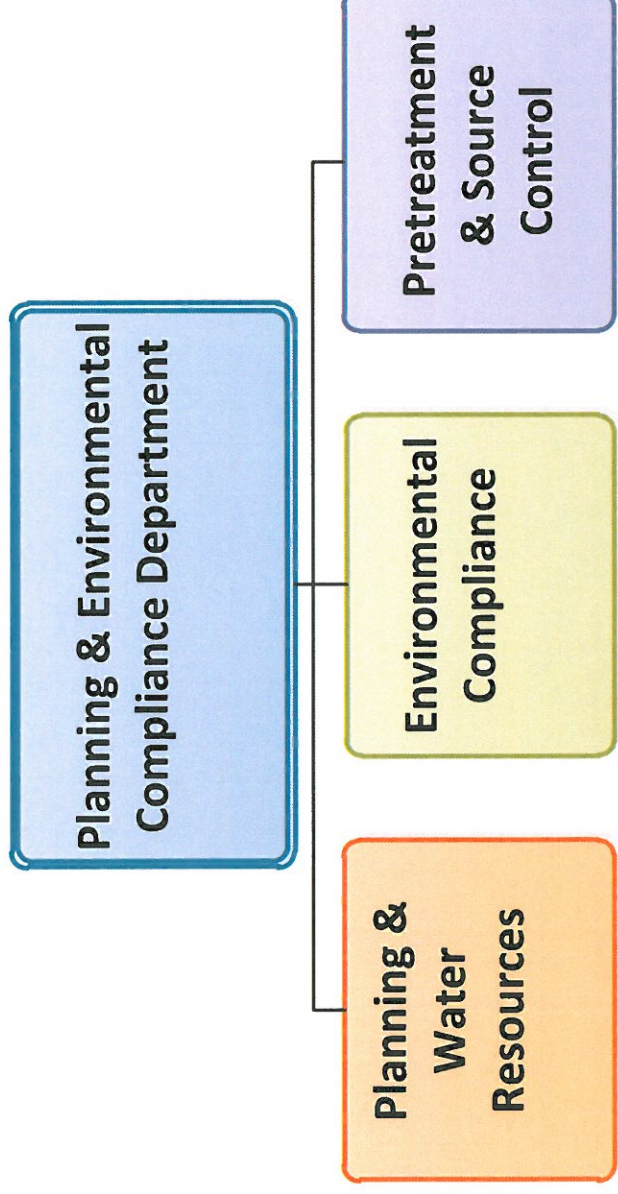
Inland Empire Utilities Agency

A MUNICIPAL WATER DISTRICT

2nd Quarter Planning & Environmental Compliance Update

**Chris Berch, Manager of Planning &
Environmental Compliance**
January 15, 2014

Department Structure




- **Pretreatment & Source Control Split**
 - Pretreatment & Source Control Transferred to P&EC
 - Collections Transferred to Maintenance
- **Recycled Water Transferred from Engineering to P&EC**
- **Laboratory Department to Report to Executive Manager of Engineering, Planning & Science**


Planning

- **CEQA/Environmental Permitting**
 - GWR Basin O&M Permit
 - RWQCB (received)
 - USACOE (pending)
 - DFW (pending)
 - Long-Term Mitigation Plan
- **Wastewater Facilities Master Plan Update**
 - Completed Flow monitoring
 - Average Flows 200 GPD/EDU
 - Higher Pollutant Loading
 - Next step
 - Model Effects on WWTP & RW
- **Ten-Year CIP**
 - Finalizing Draft
 - Scheduled for Adoption February 2014


Water Resources Activities

- **Recharge Master Plan Update**
 - **Integrated Resources Plan**
 - **RW Program Strategy**
 - **Dry Year Yield Proposal**
 - **Prado Basin Habitat Sustainability Committee**
 - **MWD Foundational Actions Programs**
- 

Energy Coordination Activities

- **RP-1**
 - NEM Solar
 - Fuel Cell Operations
 - **RP-5**
 - SCE Interconnection Agreement (Feb 2014)
 - RP-5 SHF Startup Status
 - STOA
 - REEP Commissioning
- 

Pretreatment & Source Control

- **IEUA/CSDLAC Wastewater Disposal Agreement**
 - **North NRWS Imbalance Study**
 - **South System Brine Line Ordinance**
 - **Regional Wastewater Ordinance**
- 

Pretreatment & Source Control

Task	Purpose/Benefit	Schedule
IEUA/CSDLAC Wastewater Disposal Agreement	<ul style="list-style-type: none"> Replaces 50 year old Agreement Stable and predictable rates Eliminates retroactivity and reconciliation More attractive for new industry 	Adoption 12/13 Effective 7/1/14
North NRWS Ordinance/Rates/ Capacity Allocation	<ul style="list-style-type: none"> Aligns Ordinance and Rate Structure to match new IEUA/CSDLAC Agreement and industry capacity allocation 	Adoption 6/14
South Brine Line Ordinances	<ul style="list-style-type: none"> To comply with OCSD and SAWPA requirements Will define usage of Inland Empire Brine Line and delineate roles of each Agency 	Adoption 2/14
Regional Ordinance	<ul style="list-style-type: none"> To comply with EPA audit Will meet EPA Model Ordinance and IEUA requirements 	Adoption 4/14
Local Limits Study	<ul style="list-style-type: none"> To update the 2004 Local Limits per EPA audit requirements To develop logical, technically based, local limits. 	6/14 – 12/14

Regulatory Compliance Update

- **Regional Water Quality Control Board**
 - All Facilities – 100% compliance (NPDES)
 - Unauthorized non-stormwater discharge
 - **Air Quality Management District**
 - All Facilities – 100% compliance
 - **Department of Public Health**
 - CDA1 & GWR – 100% compliance
- 

Questions?



INFORMATION
ITEM

4N



Inland Empire Utilities Agency


A MUNICIPAL WATER DISTRICT

FY 14/15 TYCIP Project Update

**Chris Berch, Manager of Planning &
Environmental Compliance**

January 15, 2014

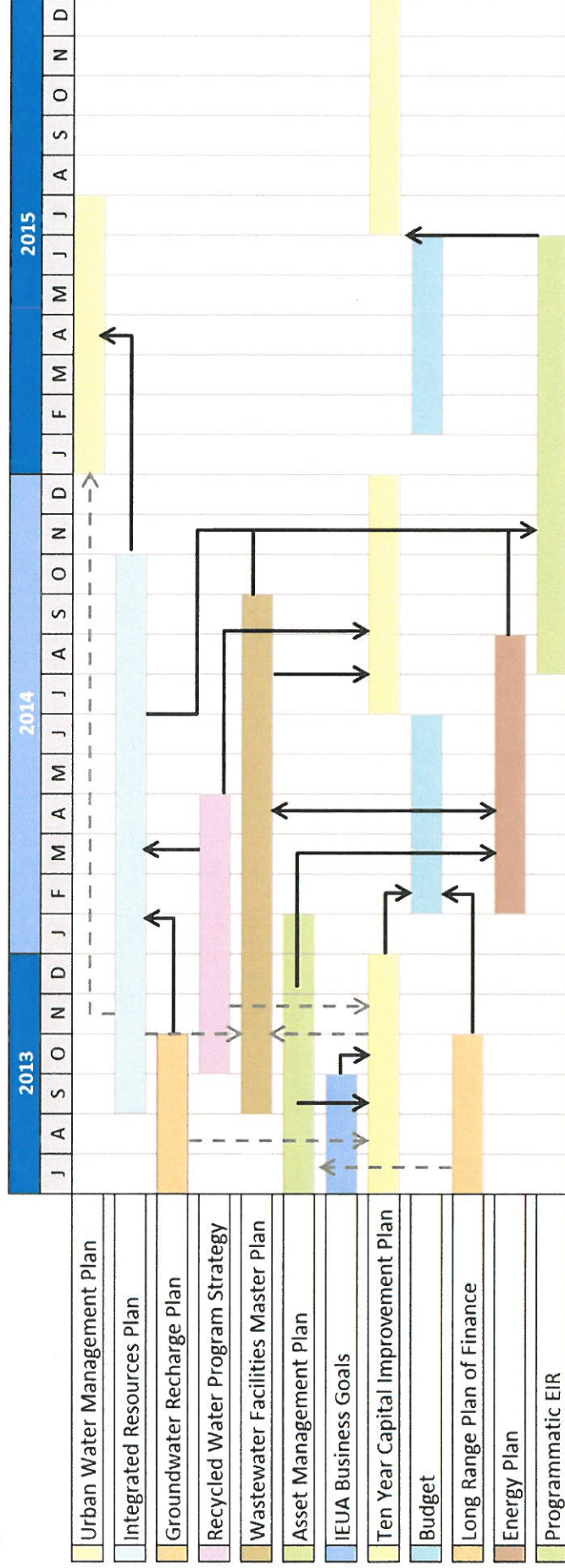
FY 14/15 TYCIP Key Changes

- **Accelerated schedule, prior to budgeting**
 - **Rearranged and condensed**
 - Simpler to navigate
 - Increased usability by staff
 - Establishes framework for new projects
- 

FY 14/15 TYCIP Key Changes

- **Project ranking based on schedule flexibility**
 - High= 1-2 years out, funded, critical
 - Medium= 3-5 years out, some flexibility
 - Low= 6-10 years out, anticipated need/if grant funding available
- **Key projects primarily R&R, minor changes from FY13/14 TYCIP because of current planning initiatives**

Current IEUA Planning Initiatives



FY 14/15 TYCIP Schedule

12/30/13 Draft TYCIP Posted Online

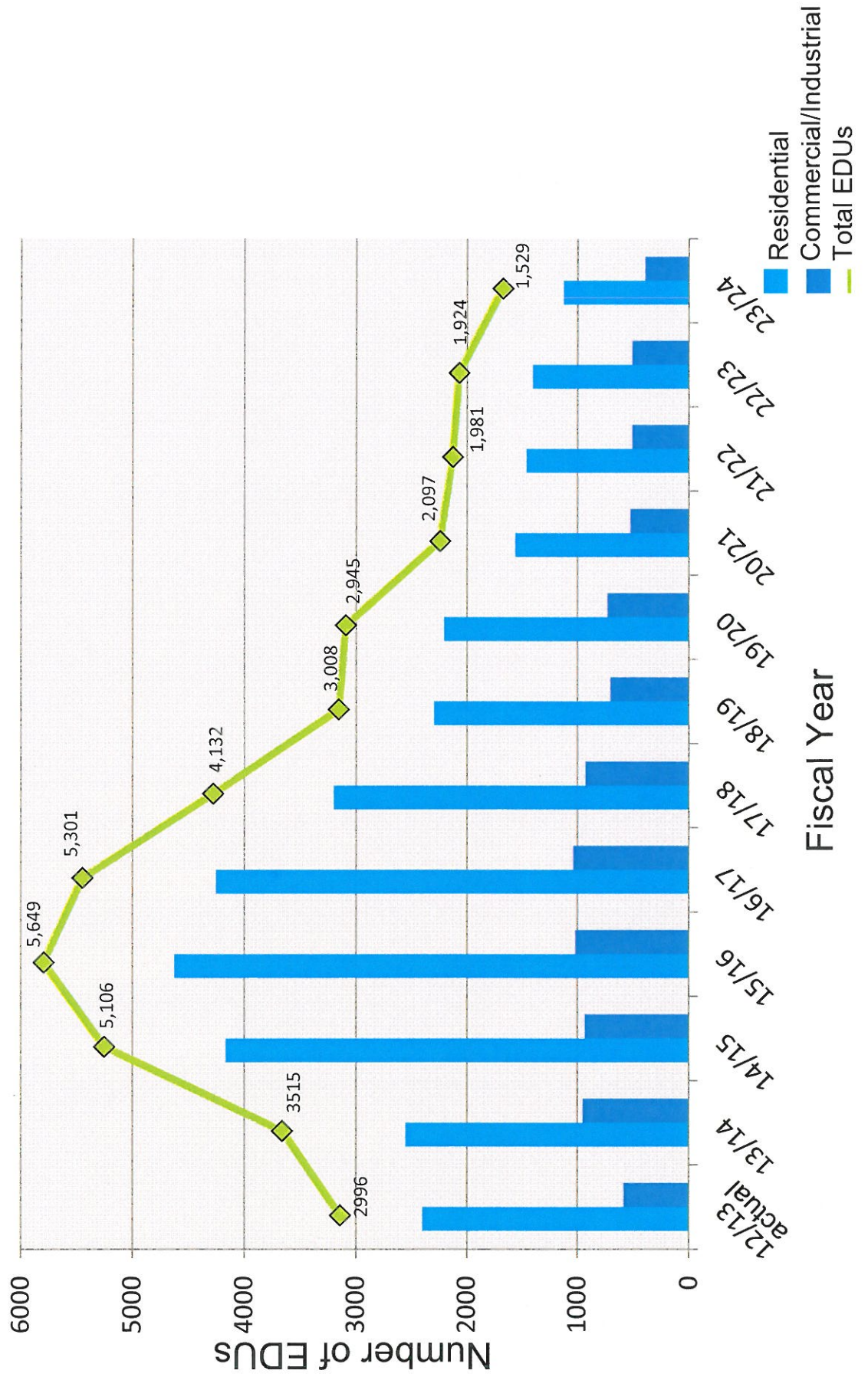
1/30/14 Regional Tech Committee
Action Item: TYCIP

2/6/14 Regional Policy Committee
Action Item: TYCIP

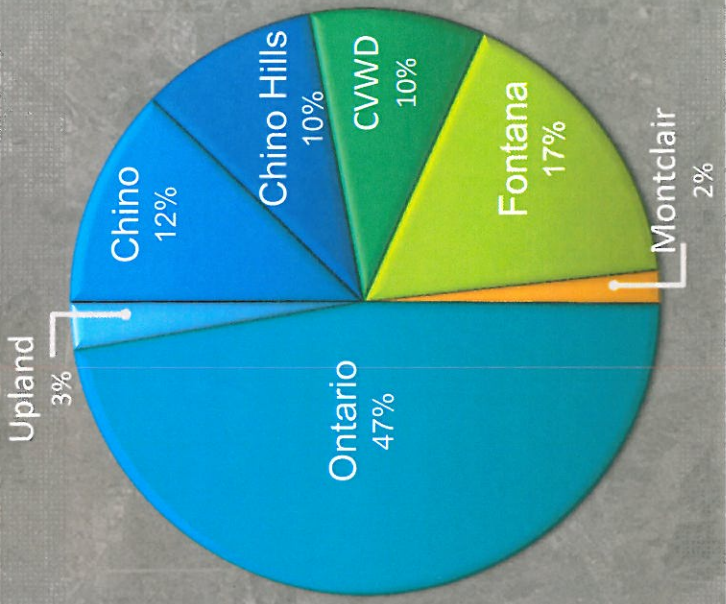
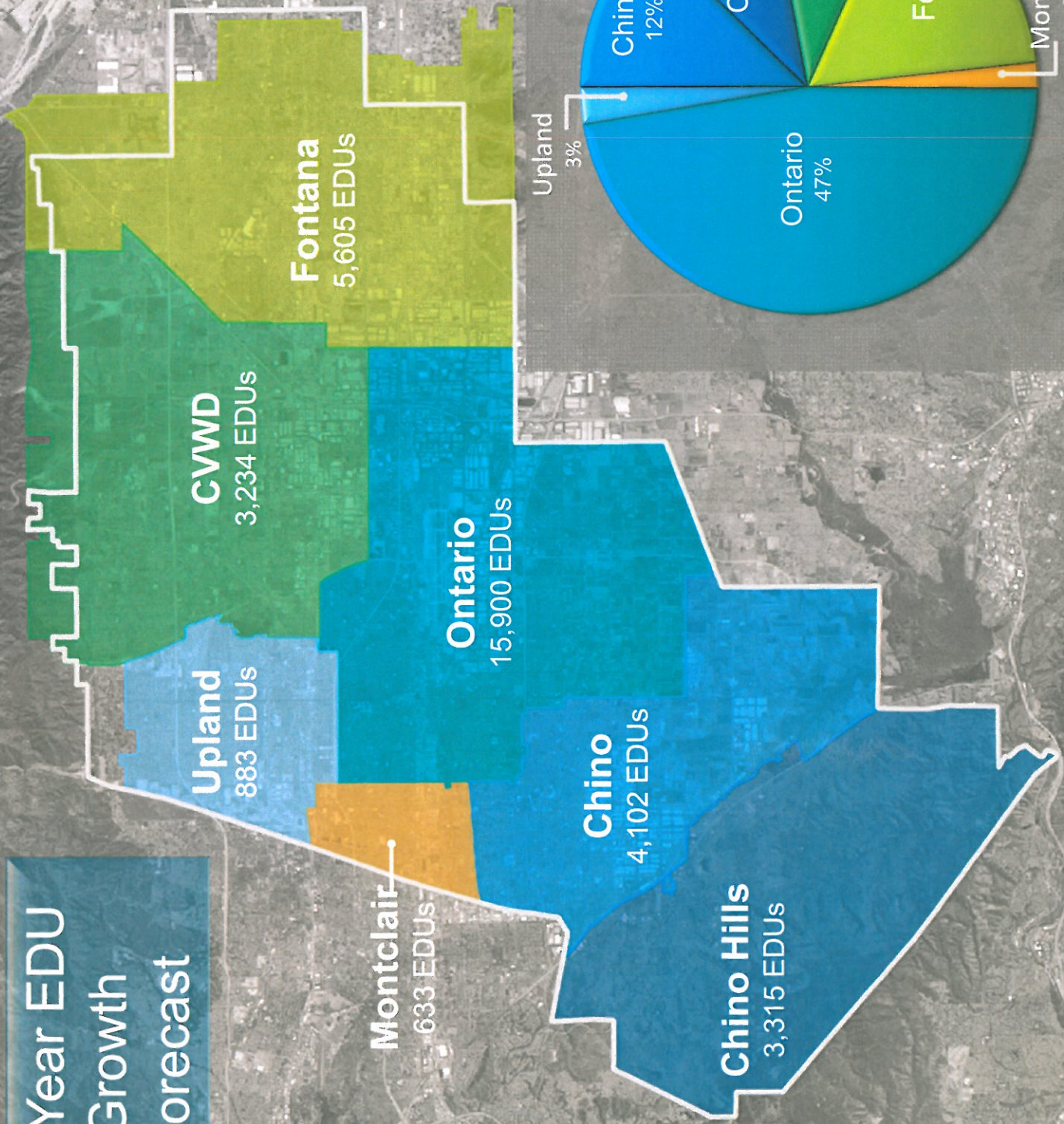
2/12/14 IEUA Committees
Action Item: TYCIP

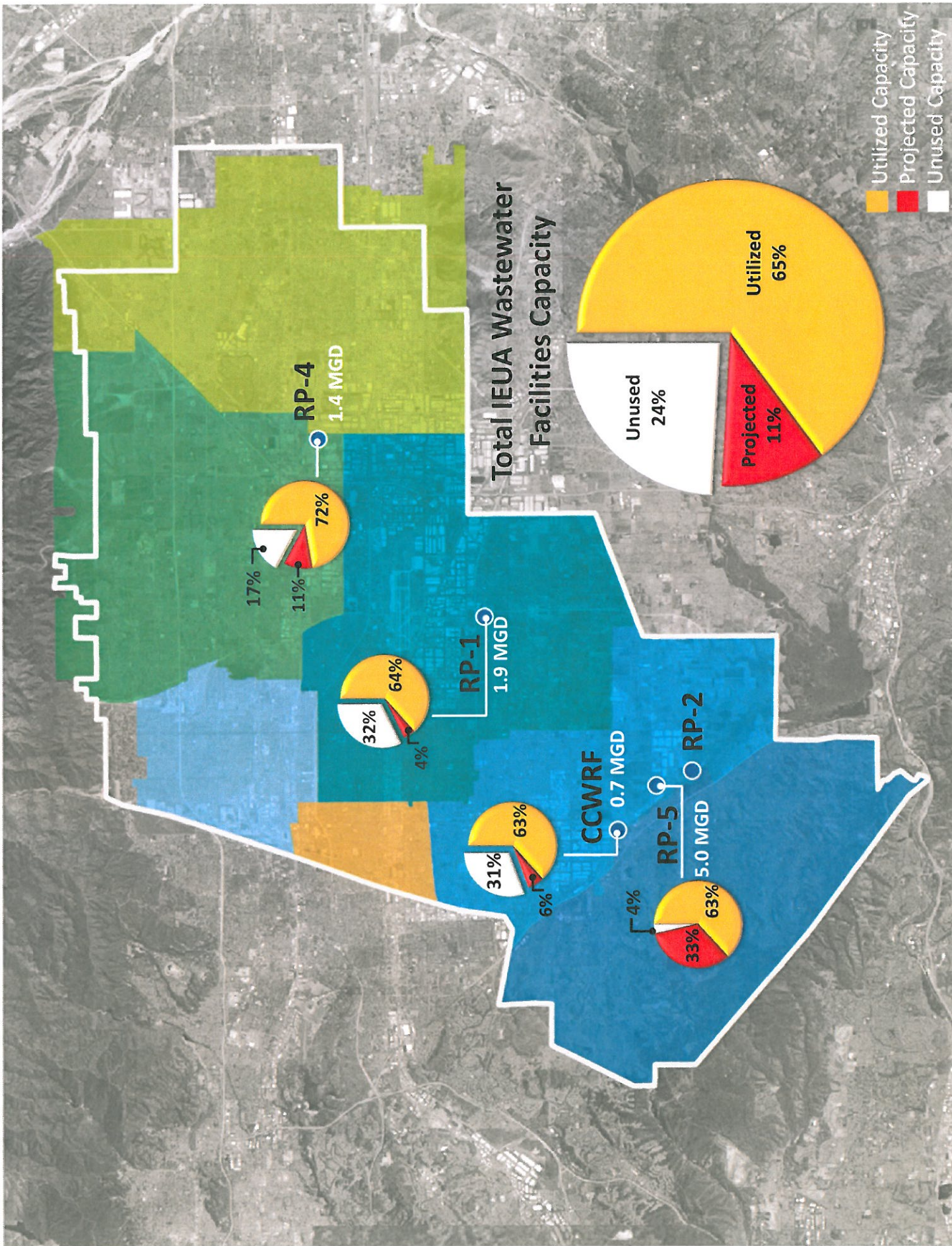
2/19/14 IEUA Board
Action Item: TYCIP

Ten-Year EDU Growth Forecast



10-Year EDU Growth Forecast



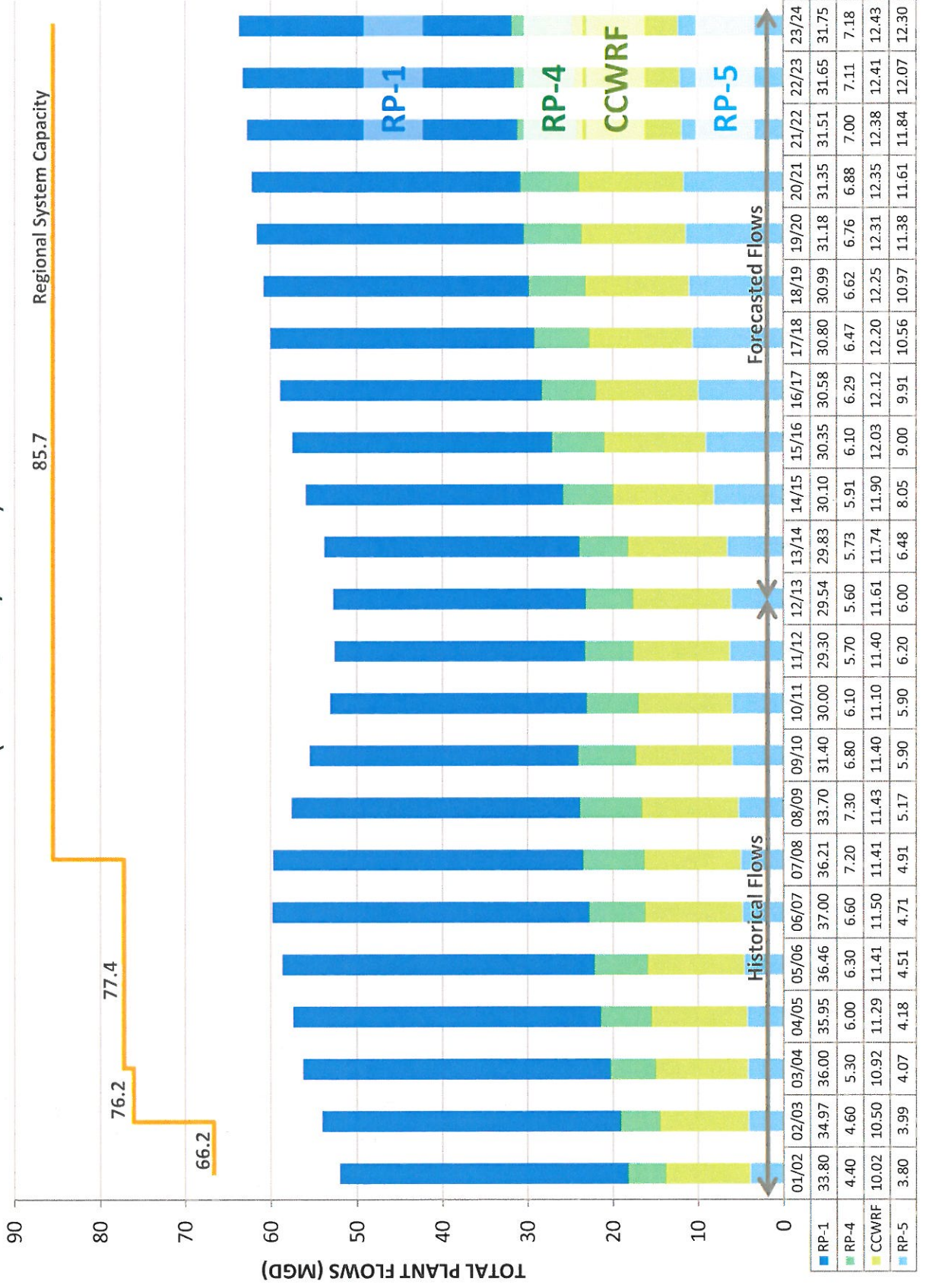


Ten-Year Capacity Utilization

FY 2022/23 Projection			
Plant	Influent Flow Forecast (MGD)	Capacity (MGD)	Capacity Utilization
RP-1	30.1	44.0	72%
RP-4	11.6	14.0	51%
CCWRF	7.9	11.4	69%
RP-5	16.2	16.3	99%
TOTAL	65.8	85.7	76%

Ten-Year Plant Tributary Flow Forecast

(270 GPD/EDU)





Inland Empire Utilities Agency

A MUNICIPAL WATER DISTRICT

Questions?

INFORMATION
ITEM

40

IEUA Quarterly Water Update

January 2014

2nd Quarter: (October 1—December 31, 2013)

Regional Update

Department of Water Resources

The Department of Water Resources recently announced an initial allocation of five percent of requested deliveries to State Water Project (SWP) contractors in calendar year 2014. The current estimates are made before the wettest period of the year resulting in conservative water delivery estimates. The allocation will be updated as winter progresses based on the accumulation of mountain snowpack.

IEUA Integrated Resource Plan

IEUA is preparing to meet the regions current and future water needs by developing an Integrated Resource Plan (IRP). This long-term strategy plan provides achievable goals to sustainably and cost-effectively address local and regional water supply and demand issues, reflect community values, and adapt to changing conditions. The IRP will evaluate alternative sources of new water supply and provide a financial assessment to optimize the region's water resources. The IRP is scheduled to be completed by October 2014.

IEUA Wastewater Facilities Master Plan

IEUA's Wastewater Facilities Master Plan (WFMP) is being updated to meet current and future needs. The WFMP was last updated in 2002. This long-term plan identifies changes in current facilities, updates to wastewater flows, future capital projects, and strategies to optimize and maximize treatment capacities. The WFMP is scheduled to be completed by September 2014.

IEUA Water Supply Programs

Imported Water Deliveries

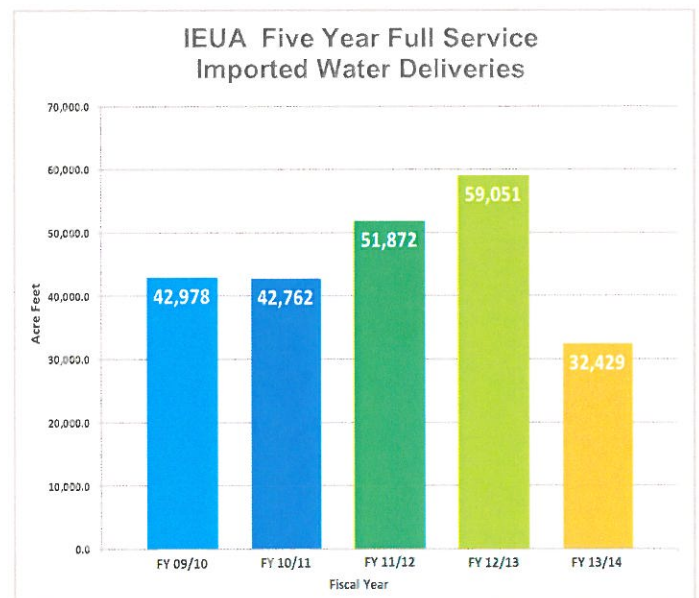
- Total of 32,429 AF Tier I water purchased as of November 2013
- Purchased water this FY increased by 4,436 AF as compared to last year

Groundwater Recharge Program

- Total of 6,981 AF of Water Recharged as of November 2013
- 942 AF of Storm Water Recharged
- 6,039 AF of Recycled Water Recharged

Chino Desalter Authority (CDA)

- Total produced to date is 10,692 AF
- 6,123 AF of produced water was delivered to IEUA retail agencies
- The contract entitlement is 24,600 AFY
- Implementation of CDA Phase III will expand production to approximately 35,200 AFY



* FY 13/14 Deliveries through November 2013

**AGENCY
REPRESENTATIVES'
REPORTS**

5A



S A W P A

SANTA ANA WATERSHED PROJECT AUTHORITY
11615 Sterling Avenue, Riverside, California 92503 • (951) 354-4220

COMMISSION WORKSHOP/REGULAR MEETING TUESDAY, JANUARY 7, 2014 – 9:30 A.M.

AGENDA

1. CALL TO ORDER/PLEDGE OF ALLEGIANCE (Phil Anthony, Chair)
2. PUBLIC COMMENTS

Members of the public may address the Commission on any item that is within the jurisdiction of the Commission; however, no action may be taken on any item not appearing on the agenda unless the action is otherwise authorized by Subdivision (b) Section 54954.2 of the Government Code.

3. WELCOME PIN PRESENTATION/SEATING OF NEW ALTERNATE COMMISSIONER
JASMIN HALL
Presenter: Celeste Cantú

4. INFORMATIONAL REPORT

- A. BROWN ACT AMENDMENT (CM#8831).....3
Presenter: Larry McKenney
Recommendation: Implement the practice of the Chair announcing the result of the vote on each action taken by the Commission immediately upon taking the vote, with enough specificity to identify how each Commission member voted.

5. WORKSHOP DISCUSSION AGENDA

- A. OWOW – PROPOSITION 84, ROUND 2 DWR FUNDING RECOMMENDATION UPDATE AND PROGRAM DESIGN
Presenter: Gary Bardini, Deputy Director, Integrated Water Management, DWR
Recommendation: Receive and file.
- B. OVERVIEW OF BRINE LINE ISSUES
Presenter: Rich Haller
Recommendation: Receive and file.
- C. BLOCK RATE WATER BUDGETS AND WATER USE EFFICIENCY
Presenter: Ken Baerenklau, Associate Professor of Environmental Economics Policy at UCR
Recommendation: Receive and file.

6. **NEW BUSINESS**

A. **APPOINTMENT OF THREE COMMISSIONERS TO THE SAWPA/OCSD JOINT POLICY COMMITTEE**

Presenter: Celeste Cantú

Recommendation: Provide direction to staff regarding the three appointments.

7. **OLD BUSINESS**

None

8. **CONSENT CALENDAR**

All matters listed under the Consent Calendar are considered to be routine and non-controversial and will be acted upon by the Committee by one motion in the form listed below. There will be no separate discussion on these items prior to the time the Committee votes, unless any Committee members, staff, or the public requests specific items be discussed and/or removed from the Consent Calendar for separate action.

A. **APPROVAL OF THE MINUTES FROM THE MEETING HELD ON 12-17-13**.....5

Recommendation: Approve as mailed.


9. **ADJOURNMENT**

Any person with a disability who requires accommodation in order to participate in this meeting should telephone Commission Secretary Patti Bonawitz at (951) 354-4230, at least 48 hours prior to the meeting in order to make a request for a disability-related modification or accommodation.

PLEASE NOTE:
Materials related to an item on this agenda submitted to the Commission after distribution of the agenda packet are available for public inspection in the Authority's office located at 11615 Sterling Avenue, Riverside, during normal business hours. Also, such documents are available on the Authority's Website at www.sawpa.org, subject to staff's ability to post documents before the meeting.

Declaration of Posting

I, Patti Bonawitz, Clerk of the Board of the Santa Ana Watershed Project Authority certify that a copy of this agenda has been posted in the Agency's office at 11615 Sterling Avenue, Riverside, California by 5:30 p.m. on Monday, December 30, 2013.


Patti Bonawitz

AGENCY
REPRESENTATIVES'
REPORTS

5B



THE METROPOLITAN WATER DISTRICT
OF SOUTHERN CALIFORNIA

MWD MEETING AGENDA

Regular Board Meeting

January 14, 2014

12:00 p.m. -- Board Room

Tuesday, January 14, 2014 Meeting Schedule		
7:00-8:00 a.m.	Rm. 2-413	Dir's. Computer Training
9:00 a.m.	Rm. 2-145	L&C
10:00 a.m.	Rm. 2-456	C&L
12:00 p.m.	Board Room	Board Meeting

MWD Headquarters Building

• 700 N. Alameda Street

• Los Angeles, CA 90012

1. Call to Order

- (a) Invocation: Rabbi Shlomo Einhorn
- (b) Pledge of Allegiance: Director Donald L. Dear

2. Roll Call

3. Determination of a Quorum

4. Opportunity for members of the public to address the Board on matters within the Board's jurisdiction. (As required by Gov. Code § 54954.3(a))

5. OTHER MATTERS

- A. Approval of the Minutes of the Meeting for December 10, 2013. (A copy has been mailed to each Director)
Any additions, corrections, or omissions
- B. Report on Directors' events attended at Metropolitan expense for month of December

- C. Induction of new Director, Paul Koretz, from city of Los Angeles
 - (a) Receive credentials
 - (b) Report on credentials by General Counsel
 - (c) File credentials
 - (d) Administer Oath of Office
 - (e) File Oath
- D. Nomination and election of nonofficer members of the Executive Committee for one-year term effective January 1, 2014
- E. Approve committee assignments
- F. Chairman's Monthly Activity Report

6. DEPARTMENT HEADS' REPORTS

- A. General Manager's summary of Metropolitan's activities for the month of December
- B. General Counsel's summary of Legal Department activities for the month of December
- C. General Auditor's summary of activities for the month of December
- D. Ethics Officer's summary of activities for the month of December

7. CONSENT CALENDAR ITEMS — ACTION

- 7-1 Appropriate \$470,000; and authorize agreement with Geopentech, Inc. for geotechnical investigations at Palos Verdes Reservoir (Approp. 15419) (E&O)

Recommendation:

Option #1:

Adopt the CEQA determination that the proposed action is categorically exempt, and

- a. **Appropriate \$470,000; and**
- b. **Authorize agreement with Geopentech, Inc. in an amount not to exceed \$350,000 for geotechnical investigations at Palos Verdes Reservoir.**

- 7-2 Appropriate \$1.24 million; and authorize: (1) final design of Stage 1 electrical upgrades at the Henry J. Mills Water Treatment Plant; and (2) agreement with Lee & Ro, Inc. for engineering services (Approp. 15452). (E&O)

Recommendation:

Option #1:

Adopt the CEQA determination that the proposed action is categorically exempt, and

- a. Appropriate \$1.24 million;
- b. Authorize final design of the initial stage of electrical upgrades at the Mills plant; and
- c. Authorize agreement with Lee & Ro, Inc. in an amount not to exceed \$723,000.

- 7-3 Appropriate \$210,000; and authorize final design to protect the Upper Feeder at a railroad crossing (Approp. 15480). (E&O)

Recommendation:

Option #1:

Adopt the CEQA determination that the proposed action is categorically exempt, and

- a. Appropriate \$210,000; and
- b. Authorize final design to protect the Upper Feeder at a railroad crossing.

- 7-4 Appropriate \$1.52 million; and award \$894,600 contract to Unique Performance Construction, Inc. to install cathodic protection on the Second Lower Feeder (Approp. 15441). (E&O)

Recommendation:

Option #1:

Adopt the CEQA determination that the proposed action is categorically exempt, and

- a. Appropriate \$1.52 million; and
- b. Award \$894,600 contract to Unique Performance Construction, Inc. to install cathodic protection on the Second Lower Feeder.

(END OF CONSENT CALENDAR)

8. OTHER BOARD ITEMS — ACTION

- 8-1 Appropriate \$4.2 million; and award \$3,053,634 contract to Paso Robles Tank, Inc. for seismic upgrades to the washwater tanks at the Joseph Jensen Water Treatment Plant (Approp. 15442). (E&O)

Recommendation:

Option #1:

Adopt the CEQA determination that the proposed project is categorically exempt, and

- a. Appropriate \$4.2 million; and
 - b. Award \$3,053,634 contract to Paso Robles Tank, Inc. for seismic upgrades to the Jensen washwater tanks.
- 8-2 Approve amendments to the Metropolitan Water District Administrative Code concerning ethics provisions and enforcement procedures. (A&E) **(To be mailed separately)**
- 8-3 Express support for AB 1331 (Rendon, D-Lakewood), if amended, regarding Climate Change Response for Clean and Safe Drinking Water Act of 2014. (C&L) **(To be mailed separately)**
- 8-4 Express opposition to SB 42 (Wolk, D-Davis), unless amended, regarding Safe Drinking Water, Water Quality and Flood Protection Act of 2014. (C&L) **(To be mailed separately)**

9. BOARD INFORMATION ITEMS

- 9-1 Securitized debt financing to implement local water resource projects pursuant to AB 850. (WP&S)

10. FUTURE AGENDA ITEMS

11. ADJOURNMENT

NOTE: At the discretion of the Board, all items appearing on this agenda and all committee agendas, whether or not expressly listed for action, may be deliberated and may be subject to action by the Board.

Each agenda item with a committee designation will be considered and a recommendation may be made by one or more committees prior to consideration and final action by the full Board of Directors. The committee designation appears in parentheses at the end of the description of the agenda item e.g. (E&O, F&I). Committee agendas may be obtained from the Board Executive Secretary.

Writings relating to open session agenda items distributed to Directors less than 72 hours prior to a regular meeting are available for public inspection at Metropolitan's Headquarters Building and on Metropolitan's Web site <http://www.mwdh2o.com>.

Requests for a disability related modification or accommodation, including auxiliary aids or services, in order to attend or participate in a meeting should be made to the Board Executive Secretary in advance of the meeting to ensure availability of the requested service or accommodation.

**AGENCY
REPRESENTATIVES'
REPORTS**

5D

**CHINO BASIN WATERMASTER
WATERMASTER BOARD MEETING**

11:00 a.m. – December 19, 2013

WITH

Mr. Bob Kuhn, Chair

Mr. Jim Curatalo, Vice-Chair

At The Offices Of

Chino Basin Watermaster

9641 San Bernardino Road

Rancho Cucamonga, CA 91730

AGENDA

CALL TO ORDER

PLEDGE OF ALLEGIANCE

RECOGNITION OF OUTGOING BOARD MEMBERS: JIM CURATALO AND PETER ROGERS

AGENDA - ADDITIONS/REORDER

I. CONSENT CALENDAR

Note: All matters listed under the Consent Calendar are considered to be routine and non-controversial and will be acted upon by one motion in the form listed below. There will be no separate discussion on these items prior to voting unless any members, staff, or the public requests specific items be discussed and/or removed from the Consent Calendar for separate action.

A. MINUTES

1. Minutes of the Watermaster Board Meeting held November 21, 2013

B. FINANCIAL REPORTS

1. Cash Disbursements for the Month of October 2013
2. Watermaster VISA Check Detail for the Month of October 2013
3. Combining Schedule for the Period July 1, 2013 through October 31, 2013
4. Treasurer's Report of Financial Affairs for the Period October 1, 2013 through October 31, 2013
5. Budget vs. Actual Report for the Period July 1, 2013 through October 31, 2013

C. 2012 ANNUAL REPORT OF THE LAND SUBSIDENCE COMMITTEE

Adopt the 2012 Annual Report of the Land Subsidence Committee, along with filing a copy with the Court.

D. ANNUAL FINDING OF SUBSTANTIAL COMPLIANCE WITH THE RECHARGE MASTER PLAN

Adopt the finding in the Wildermuth Report that Watermaster is in substantial compliance with the Recharge Master Plan.

E. ACWA STATEWIDE WATER ACTION PLAN

Adopt Resolution 13-08 in Support of ACWA's Statewide Water Action Plan for California.

II. BUSINESS ITEMS

III. REPORTS/UPDATES

A. LEGAL COUNSEL REPORT

1. December 13, 2013 Hearing
2. City of Fontana - Resolution Discussion
3. CDA Request

B. CFO REPORT

1. Assessment Invoices

C. GM REPORT

1. New Employee Introduction
2. Request for Overlying (Non-Agricultural) Pool Available Water Per Judgment Exhibit "G"
3. Revised Hydraulic Control Monitoring Plan
4. Update on Safe Yield Recalculation
5. Minor Appropriator Representative Appointment to the Board for 2014 and 2015
6. Other

IV. INFORMATION

1. Cash Disbursements for November 2013
2. Update on Wineville Proof of Concept Project

V. BOARD MEMBER COMMENTS

VI. OTHER BUSINESS

VII. CONFIDENTIAL SESSION - POSSIBLE ACTION

Pursuant to Article 2.6 of the Watermaster Rules & Regulations, a Confidential Session may be held during the Watermaster committee meeting for the purpose of discussion and possible action.

1. Potential Litigation (One matter)
2. City of Fontana Motion

VIII. FUTURE MEETINGS AT WATERMASTER


Wednesday, December 18, 2013	1:30 p.m.	Safe Yield Recalculation Workshop #3
Thursday, December 19, 2013	8:00 a.m.	IEUA DYY Meeting
Thursday, December 19, 2013	9:00 a.m.	Advisory Committee Meeting
Thursday, December 19, 2013	10:00 a.m.*	Joint IEUA/CBWM Projects Update Meeting
Thursday, December 19, 2013	11:00 a.m.	Watermaster Board Meeting (Rescheduled)
Friday, December 20, 2013	1:00 p.m.	City of Fontana Motion – Resolution Discussion
Thursday, January 9, 2014	9:00 a.m.	Annual & Election Appropriative Pool Committee Meeting
Thursday, January 9, 2014	11:00 a.m.	Annual & Election Non-Agricultural Pool Committee Meeting
Thursday, January 9, 2014	1:30 p.m.	Annual & Election Agricultural Pool Committee Meeting
Thursday, January 16, 2014	8:00 a.m.	IEUA DYY Meeting
Thursday, January 16, 2014	9:00 a.m.	Annual Advisory Committee Meeting
Thursday, January 16, 2014	10:00 a.m.*	Joint IEUA/CBWM Projects Update Meeting
Thursday, January 23, 2014	11:00 a.m.	Annual & Election Watermaster Board Meeting

***Note:** The Joint IEUA/CBWM Projects Update Meeting will take place immediately following the Advisory Committee Meeting.

ADJOURNMENT

Date: January 15, 2014

To: The Honorable Board of Directors

From:  P. Joseph Grindstaff
General Manager

Subject: General Manager's Report Regarding Agency Activities

Financial Planning Updates

Historical Investment Yield Comparison

Investment Type	Dec 2011	Dec 2012	25-Nov-13	2-Dec-13	9-Dec-13	16-Dec-13	23-Dec-13	30-Dec-13
SWEEP ACCOUNT - CBB	0.40%	0.30%	0.30%	0.30%	0.30%	0.30%	0.30%	0.30%
CDARS (1 Yr) - CBB	0.30%	0.15%	0.15%	0.15%	0.15%	0.15%	0.15%	0.15%
1 Yr CD - BofA	0.35%	0.12%	0.06%	0.06%	0.06%	0.06%	0.06%	0.06%
1 Yr CD - Wells Fargo	0.05%	0.05%	0.05%	0.05%	0.05%	0.05%	0.05%	0.05%
1 Yr CD - Citibank/Chase	0.25%	0.20%	0.02%	0.02%	0.02%	0.02%	0.02%	0.02%
1 Yr CD - CBB In House CD	n/a	n/a	0.45%	0.45%	0.45%	0.45%	0.45%	0.45%
Bank of the West	n/a	n/a	0.34%	0.34%	0.34%	0.34%	0.34%	0.34%
CalTrust	n/a	n/a	0.35%	0.35%	0.35%	0.35%	0.38%	0.38%
LAIF	0.38%	0.32%	0.26%	0.27%	0.27%	0.26%	0.26%	
US TREASURIES:								
US Treasuries - 3 Mos	0.01%	0.06%	0.08%	0.07%	0.06%	0.07%	0.07%	0.08%
US Treasuries - 6 Mos	0.04%	0.11%	0.10%	0.11%	0.10%	0.10%	0.09%	0.10%
US Treasuries - 12 Mos	0.11%	0.15%	0.13%	0.13%	0.13%	0.14%	0.13%	0.15%
US Treasuries - 2 Yrs	0.24%	0.27%	0.30%	0.29%	0.30%	0.32%	0.34%	0.38%
US Treasuries - 3 Yrs	0.36%	0.38%	0.57%	0.56%	0.60%	0.65%	0.68%	0.76%
US Treasuries - 5 Yrs	0.82%	0.76%	1.37%	1.36%	1.46%	1.51%	1.58%	1.72%
US GOVERNMENT SPONSORED ENTITIES BENCHMARK BULLETS:								
2 yr Agency Bullets	0.44%	0.30%	0.22%	0.21%	0.22%	0.24%	0.25%	0.32%
3 Yr Agency Bullets	0.68%	0.43%	0.54%	0.54%	0.57%	0.59%	0.67%	0.67%
5 Yr Agency Bullets	1.20%	0.78%	1.35%	1.38%	1.41%	1.47%	1.56%	1.58%

LAIF – The average effective yield for December 2013 is 0.266%, slightly higher than the November 2013 yield of 0.263%.

Investment Portfolio Update - The average maturity is 590 days for current investments excluding LAIF, CalTrust and SWEEP. Including LAIF, SWEEP, and CalTrust accounts,

the average maturity is 161 days (assuming 2 days to liquidate LAIF, SWEEP, and Caltrust account).

Investment Portfolio Yield - The current rate of return on the Agency's portfolio as of December 30, 2013 is 0.444% or 0.022% lower than yield reported in the November Treasurer's Report of Financial Affairs at 0.466%.

Key Activities in Process:

- Finalizing of realigning departmental wages and O&M budget resulted from the organizational changes implemented in October
- Reviewing and evaluating the Long Range Financial Plan model functions, features, calculations and presentation
- Reviewing and updating financial policies for upcoming Budget Workshops

➤ **Grants Activities:**

Federal Automated Standard Application for Grant Payment System (ASAP)

Effective November 2013, the Federal government launched the automated grant payment system, (ASAP system). This paperless system has increased the grant payment efficiency and reduced the grant processing and payment time from average 20 days to 2 days.

MWD Foundational Actions Funding Grant Agreements

The legal and staff review of the MWD Foundational Actions Funding Grant agreements have been completed. The grant agreements are expected to be signed in January 2014. The total grant amount for the following three projects is \$480,000. These projects will be performed by IEUA, Western and CVWD to serve the regional water conservation, supply and reuse objectives.

1. The Pilot Scale 3-D Fluorescence Excitation Emission Matrix
2. The Recycled Water Intertie Permit Study
3. Pilot Scale Biological Treatment Process (BIOTTTA™)

United States Bureau of Reclamation (USBR) Federal Title XVI Grant Application

IEUA, in collaboration with the CDA and several supporting public and private stakeholder groups, is seeking \$4,000,000 funding under the USBR Title XVI Water Reuse Grant Program for the Lower Chino Dairy Area Desalination and Reclamation Well Field and Pipeline Project (the Project). The Project is part of the Chino Desalter Phase 3 Expansion, which is an extension of the Title XVI Lower Chino Dairy Area Desalination Demonstration and Reclamation Project, authorized by Section 1638 (H.R. 177). The Project will address the impaired Chino Basin groundwater issues of nitrate, salts and the volatile organic compounds, particularly trichloroethylene (TCE).

State Water Resources Control Board (SWRCB) Prop 84 Storm Water Grant

A pre-grant application submitted by IEUA in October 2013 on behalf the City of Ontario's Anthony Munoz Park LID Pervious Concrete Parking Lot and BMPs Project is invited by the SWRCB for a full proposal. The project promotes the use of the Municipal Separate Sewer and

Storm System (MS4), the Low Impact Development (LID) and the use of compose based BMPs. The total estimated project cost is \$787,000, consisting \$591,000 requested grant and \$197,000 local match share.

IEUA is working with the City on the resources, methods and schedules to complete a full proposal. The grant proposal is due on February 27, 2014.

General Manager's Report Regarding Agency Activities

January 15, 2014

Page 4 of 10

Inland Empire Utilities Agency
Active Grant and SRF Loan Summary
As of December 31, 2013

Funding Agency	Project Name	Award Amount	Invoiced Through (6/30/12)	Invoiced FY12/13 (07/01/12 - 6/30/13)	Invoiced FY13/14 (07/01/13 - 12/31/13)	Award Balance
FEDERAL GRANTS						
United States Bureau of Reclamation (USBR)	Recycled Water Planning	\$ 980,000	\$ 980,000	\$ -	\$ -	\$ -
	Regional Recycled Water Distribution	950,000	950,000	-	-	-
	Regional Recycled Water Program	4,941,965	4,940,000	-	1,965	-
	North East Area Recycled Water	5,938,454	5,938,454	-	-	(0)
	North West Area Recycled Water	7,871,499	6,392,089	1,479,410	-	(0)
	California Water Wise Landscape	30,000	30,000	-	-	-
	Turner Basin Improvement Project	406,712	45,372	182,080	179,260	(0)
	Regional Residential Landscape Surveys and Retrofit Program	199,000	-	67,926	59,622	71,452
FEMA/Cal-EMA	FEMA Winter Storm 2010 Disaster	585,831	583,960	1,871	-	0
Active Federal Grants		\$ 21,903,461	\$ 19,859,875	\$ 1,731,287	\$ 240,847	\$ 71,452
STATE GRANTS						
Department of Water Resources (DWR)	Chino Basin Conjunctive Use	\$ 15,500,000	\$ 15,500,000	\$ -	\$ -	\$ 0
	Multi-Family ULF Toilet Program	1,650,133	1,482,641	131,425	36,067	(0)
	Landscape Water Audit Program	194,476	194,418	-	-	58
	2008 Urban Drought Program	1,000,000	1,000,000	-	-	-
Department of Parks & Recreation (DPR)	Water Discovery Field Trip & Bus	207,900	24,490	34,843	-	148,567
	Earth Day program	38,500	26,753	8,831	-	2,916
Metropolitan Water District (MWD)	Water Softener Salinity Reduction	95,000	95,000	-	-	-
WaterReuse Foundation	Research for Potable Reuse and Aquifer Storage Projects	479,995	477,912	-	-	2,083
State Water Resources Control Board (SWRCB)	Chino Creek Master Plan	601,362	601,136	-	-	226
	Chino Creek Cleanup (ARRA)	1,471,491	1,397,699	25,617	-	48,175
	North East Area Recycled Water	4,241,635	4,241,631	-	-	4
	Greater Prado Basin Clean-up	76,756	76,756	-	-	0
	Greater Prado Clean-up (ARRA)	298,244	208,644	5,183	-	84,417
	Magnolia Channel Project	181,275	181,275	-	-	(0)
	Magnolia Channel Restart (ARRA)	773,045	773,045	-	-	0
	Southern Area Recycled Water	4,000,000	252,264	269,475	1,841,259	1,637,002
Active State & Local Grant		\$ 30,809,812	\$ 26,533,664	\$ 475,374	\$ 1,877,326	\$ 1,923,448
Total Active Federal, State & Local Grant		\$ 52,713,273	\$ 46,393,540	\$ 2,206,661	\$ 2,118,173	\$ 1,994,899
SRF LOANS						
SWRCB (SRF Loans)	North East Area Recycled Water	\$ 16,630,166	\$ 15,061,170	\$ -	\$ -	\$ 1,568,996
	RW Wells and Lysimeters	1,285,987	998,331	-	-	287,656
	RP-1 Dewatering Facility	27,434,811	25,317,207	2,117,602	-	2
	Southern Area Recycled Water	20,608,638	1,555,072	3,639,463	6,204,951	9,209,152
	New Main Operations Laboratory	-	-	-	-	-
Sub-total Active SRF Loans		\$ 65,959,602	\$ 42,931,780	\$ 5,757,065	\$ 6,204,951	\$ 11,065,806
CDA GRANTS						
United States Bureau of Reclamation (USBR)	CDA Wellfield (Wells 1, 2, 3)	\$ 1,526,095	\$ 362,560	170,747	-	\$ 992,788
Department of Water Resources (DWR)	CDA II Desalter Expansion	2,800,000	2,800,000	-	-	-
United States Bureau of Reclamation (USBR)	1010 Zone Pump Station and New Product Water Pipelines	3,950,000	-	448,196	312,627	3,189,177
California Department Of Public Health	CDA Phase III Expansion Projects	52,005,716	-	-	9,438,130	42,567,586
Sub-total Active CDA Grants		\$ 60,281,811	\$ 3,162,560	\$ 618,943	\$ 9,750,757	\$ 46,749,551
GRAND TOTAL ACTIVE GRANTS & LOANS		\$ 178,954,686	\$ 92,487,879	\$ 8,582,669	\$ 18,073,881	\$ 59,810,257
Active Grants & Loans		\$ 178,954,686	\$ 92,487,879	\$ 8,582,669	\$ 18,073,881	\$ 59,810,257
Closed grants and SRF loans		\$ 172,130,033				
Total Active and Closed Grants & Loans since 2002		\$ 351,084,719				

G:\

➤ **Accounting & Fiscal Management Updates**

Major Revenue

Major Revenues for the Service Period Ended 11/30/13						
(millions) Target is 41.67%	FY12/13			FY13/14		
A				B	C	D
Major Revenue Categories	Previous Year's Budget	Previous Year's Actual to Date	Previous Year's % of Actual vs Budget	Budget	Actual to Date (NOV 2013)*	% of Actual Vs Budget (Col B/Col C)
User Charges	\$51.1	\$20.8	41%	\$58.1	\$22.1	38%
Recycled Water Sales	\$5.7	\$2.5	44%	\$7.2	\$4.5	63%
Recycled Water Rebates	\$2.1	\$0.9	45%	\$2.1	\$0.5	23%
Property Tax	\$32.6	\$2.9	9%	\$33.4	\$3.7	11%
Connection Fees	\$5.4	\$4.3	80%	\$9.0	\$3.2	36%
Subtotal	\$96.9	\$31.4	32%	\$109.8	\$34.0	31%
Grants	\$4.3	\$0.9	20%	\$9.2	\$1.5	16%
SRF Loans	\$13.3	\$0.7	6%	\$22.9	\$5.1	22%
Subtotal	\$17.6	\$1.6	9%	\$32.1	\$6.6	20%
Grand Total	\$114.5	\$33.0	29%	\$141.9	\$40.6	29%

Note: November 2013 service period is billed in the month of December 2013.

Accounts Receivables

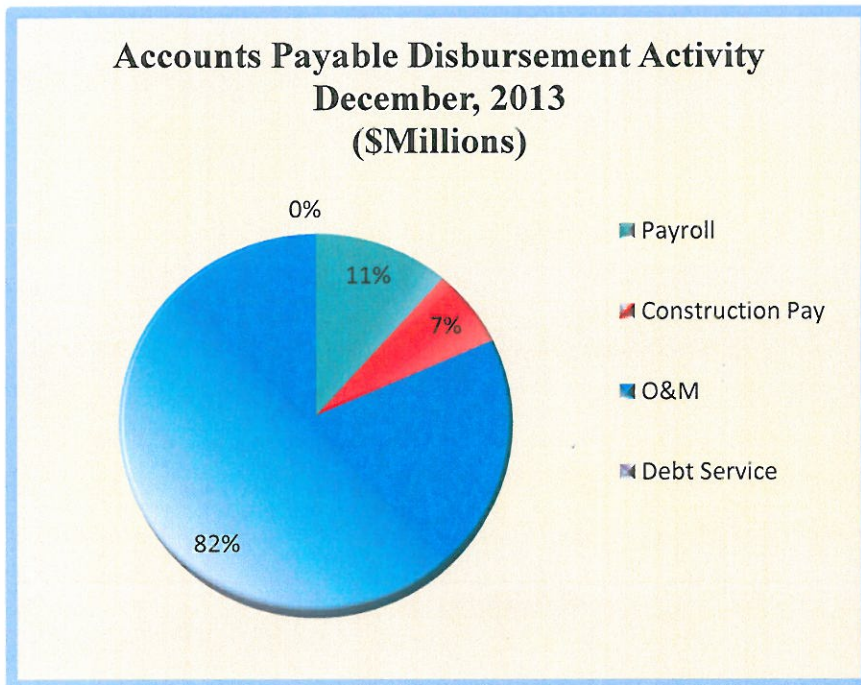
IEUA Aging Report As of 12/30/2013

IEUA Customer's

- 1) Aging 1-30 days - Invoices recently due
- 2) Aging 31-60 days - Late Fee Invoices to Repet. Per customer on 12/12/13, they want to discuss charges with Craig Proctor.
- 3) Aging 31-60 days - Invoice to Environ. Per customer on 12/18/13, a meeting was requested with GM to discuss and resolve charges.
- 4) Aging >120 days - Invoice to regional trucker (West Coast Storm); service suspended for failure to pay.
- 5) Aging >120 days - Invoice to Ability. Left messages on various occasions. No reply from customer as of 12/30/13.
- 6) Aging >120 days - Invoice to regional trucker (Sam's Enterprise); Notice of Violation has been issued for failing to provide insurance requirements & pmt.

No. of Days Past Due Between						
Total Outstanding	Current	1 - 30	31 - 60	61 - 90	91-120	> 120
\$ 7,371,080	\$ 7,266,084	\$ 57,145	\$ 47,355	\$ -	\$ -	\$ 496
Customer: CDA (On IEUA Books)						
No. of Days Past Due Between						
Total Outstanding	Current	1 - 30	31 - 60	61 - 90	91-120	> 120
\$ 266,945	\$ 165,320	\$ 101,624	\$ -	\$ -	\$ -	\$ -
Customer IERCA (On IEUA Books)						
No. of Days Past Due Between						
Total Outstanding	Current	1 - 30	31 - 60	61 - 90	91-120	> 120
\$582,131	\$236,279	\$ 345,852	\$ -	\$ -	\$ -	\$ -
Bellevue Memorial Park						
No. of Days Past Due Between						
Total Outstanding	Current	1 - 30	31 - 60	61 - 90	91-120	> 120
\$ 16,000	\$ 16,000	\$ -	\$ -	\$ -	\$ -	\$ -

Accounts Payable



No.	Description	Total (\$Millions)
1	Payroll	\$ 2.20
2	Construction Pay	\$ 1.30
3	O&M	\$ 15.55
4	Debt Service	\$ 0.00
	Total	\$ 19.05

The O&M statistics include the Metropolitan Water District October water purchases of \$3,969,621; and, a Grant pass through from the California Department of Public Health (CDHP) in the amount of \$6,873,660 for the Chino Basin Desalter Expansion Projects.

Accounts Payable Aging Report for the Period ended 12/30/13:

Total Outstanding	No. of Days Past Due Between					
	Current	1-30	31-60	61-90	91-120	>120
\$ 140,907	\$ 105,841	\$ 34,367	\$ 0	\$ 0	\$ 687	\$ 12

- > **60 Days:** \$ 687 RSD - Holding for possible return of merchandise
- > **120 Days:** \$ 12 Grainger – waiting for Credit to offset this charge

Fiscal Management Activities:

- Completed the FY 2012/13 Comprehensive Annual Financial Report's for IEUA, Chino Basin Desalter Authority (CDA), and the Inland Empire Regional Composting Authority (IERCA).
- Timely filed the FY 2012/13 Comprehensive Annual Financial Report's for IEUA, CDA with EMMA Continuing Disclosure Service, via the Municipal Securities Rulemaking Board (MSRB).

General Manager’s Report Regarding Agency Activities

January 15, 2014

Page 7 of 10

- Data review is in progress for the preparation of annual Forms W-2, due to be distributed on or before January 25, 2013.
- Data review is in progress for the preparation and annual filing of federal Forms 1099, which must be mailed on or before January 31, 2013.
- Continuing to work with the Business System Analysts to enhance the accounts payable aging report, to reflect the vendor names. When accomplished, the enhancement to bring vendor names into SAP reporting will enhance most Agency reporting, and will benefit staff Agency wide with analytical review and processing efficiencies.

➤ **Human Resources Updates**

The nomination process for the 1st Half of FY 12/13 STAR Awards ended on November 21, 2013. A total of 6 nominations were received. Francisco Javier Medrano (Operations), Yvonne Taylor (Engineering) and Bill Tomlinson (Administration) were revealed and acknowledged as the recipients on December 16, 2013 during the Employee Holiday Luncheon. The STAR Program is a long standing program that recognizes employees for their excellence in leadership, creativity, performance, and/or teamwork. Employees are nominated by their peers, and award recipients are selected by the STAR committee from the pool of nominations.

<u>CURRENT STAFFING</u>	
Regular Full-time Employees:	265
Contract/Limited Term Employees:	8
Interns:	16
TOTAL:	288

<u>CURRENT REGULAR RECRUITMENT ACTIVITIES</u>	
Recruitments in Process/Offer Pending:	2
Placement in Process:	0
No RFVP; Position on Hold 6.78% Vacancy Factor:	20
No RFVP; Vacant Position:	8
Total Regular Vacancies (Excludes Limited Term & Intern Positions = 10.34% Vacancy Factor):	30

<u>CURRENT OTHER RECRUITMENT ACTIVITIES</u>	
Limited Term Position on Hold:	0
Limited Term Recruitments in Process/Offer Pending:	0
Intern Recruitments in Process/Offer Pending:	3

General Manager's Report Regarding Agency Activities

January 15, 2014

Page 8 of 10

RECRUITMENTS/PLACEMENT IN PROCESS							
	Position	Department	RFVP Received	Closing Date	Salary Range	Tentative Placement Date	Notes
1	Senior Internal Auditor	111100-Internal Audit	9/23/13	10/11/13	UN098	1/14	Offer Pending
2	Engineer, Electrical	160100-Technical Services	12/19/13	OUF	Varies, DOQ	2/14	Recruitment in Process

POSITIONS ON HOLD for Vacancy Factor			
	Position	Department	Vacant Since
1	Assistant General Manager	112100-Agency Management	4/13
2	Executive Assistant	112100-Agency Management	8/13
3	Procurement Specialist II	115100-Contracts & Procurement	12/12
4	Senior Accountant	117100- Accounting and Fiscal Mgmt.	6/13
5	Manager of Financial Planning	171100-Financial Planning	11/13
6	Human Resources Analyst	119100-Human Resources	9/10
7	Sr. Water Resources Analyst	124100-Planning & Environmental Compliance	7/08
8	Associate Engineer	127100-Engineering & Construction Management	1/10
9	Associate Engineer	127100-Engineering & Construction Management	4/11
10	Manager of Construction Management	127100- Engineering & Construction Management	1/13
11	Deputy Manager of Construction Management	127100- Engineering & Construction Management	8/08
12	Operations Liaison	127100- Engineering & Construction Management	12/10
13	Construction Inspector/Coordinator	127100- Engineering & Construction Management	10/12
14	Laboratory Technician	131151-Laboratory	10/12
15	Manager of Pretreatment & Source Control	129100-Pretreatment & Source Control	10/13

General Manager's Report Regarding Agency Activities

January 15, 2014

Page 9 of 10

16	Mechanic II	141151-North Maintenance	4/11
17	Mechanic II	141151-North Maintenance	5/12
18	Plant Maintenance Technician II	141151-North Maintenance	7/12
19	Industrial Engine Technician	144155-South Maintenance	4/11
20	Mechanic II	144155-South Maintenance	12/11

NO RFVP; VACANT POSITION

Position		Department	Vacant Since
1	Business Systems Supervisor	118100-Business Information Services	11/13
2	Safety Officer	119100-Human Resources	6/13
3	Administrative Analyst	128100-Operations Administration	8/13
4	Manager of Operations	151151-RP1 Operations	10/13
5	Manager of Maintenance	140151-Maintenance	7/13
6	Mechanic II	144155-South Maintenance	12/11
7	Sr. Operator V	154155-RP5 Operations	10/13
8	Sr. Compost Operator	132112-Organics Management	10/13

Intern Vacancies

Position		Department	RFVP Received	Closing Date	Salary Range	Tentative Placement Date	Notes
1	Intern	115100-Contracts and Procurement	9/17/13	OUF	UN9991	11/14	Placement in Process
2	Intern	127100-Engineering	11/7/13	OUF	UN999I	11/14	Recruitment in Process
3	Intern	140151-Maintenance	11/7/13	OUF	UN999I	1/14	Interviews held 1/8/14

PLANNING AND ENVIRONMENTAL COMPLIANCE

