



**MINUTES OF THE SPECIAL
MEETING OF
THE BOARD OF DIRECTORS
OF
THE INLAND EMPIRE UTILITIES AGENCY*
WEDNESDAY, NOVEMBER 14, 2012
10:00 A.M.**

DIRECTORS PRESENT:

Michael Camacho, Vice President
Terry Catlin, President
Steven J. Elie, Secretary/Treasurer
Gene Koopman
Angel Santiago

STAFF PRESENT:

Craig Miller, Assistant General Manager
Randy Lee, Acting Executive Manager of Operations
Christina Valencia, Chief Executive Officer
Rosemary Alvarado, Supervising Contracts & Programs Administrator
Blanca Arambula, Deputy Manager of Human Resources
Susan Barajas, Staff Internal Auditor II
Charlie Batongmalaque, Materials Management Supervisor
Kathleen Baxter, Supervising Contracts & Programs Administrator
Pietro Cambiaso, Senior Engineer
Andrea Carruthers, Community Outreach & Education Coordinator II
Laura Cashion, Grants Administrator
Tina Cheng, Budget Officer
James Cleveland, Marketing Coordinator
Pari Dezham, Manager of Pretreatment and Source Control
Martyn Draper, Senior Pretreatment & Source Control Inspector
Warren Green, Manager of Safety and Risk Management
Sondra Elrod, Administration & Public Affairs Officer
Gaspar Garza, Deputy Manager of Operations
Jason Gu, Grants Officer
LeAnne Hamilton, Senior Engineer
Gina Hillary, Manager of Human Resources
Majid Karim, Deputy Manager of Engineering
Cameron Langner, Manager of Contracts and Procurement
Mark Lopez, Training Officer
Paddy Mwembu, Manager of Financial Planning
Craig Parker, Manager of Engineering
Craig Proctor, Pretreatment & Source Control Supervisor
Lauramae Recupero, Supervisor of Engineering Administration
Stephanie Riley, Administrative Assistant
Joyce Rucker, Senior Accountant
Teresa Velarde, Manager of Internal Audit
Robert Wallin, Contracts/Programs Administrator
Denise Watkins, Executive Assistant
April Woodruff, Board Secretary

OTHERS PRESENT:

Gil Aldaco, City of Chino Water Treatment Plant
Mary Blasingame, Retiree
Brett Bond, Pac Rancho, Inc.
Wade Carrigan, American Beef Packers, Inc.
Jean Cihigoyenette, Cihigoyenette Grossberg & Clouse
Carolina Fabiero, Parallel Products
Penny Hawkins, IEUA Temp
Jerry Hetzel, Schlosser Forge Company
Dennis Holley, GE Mobile Water
Mark Howard, GE Mobile Water
Geoff Kamansky, Niagara Bottling, LLC
Cindy Kirkpatrick, Temple-Inland
Kimet Lansing, Temple-Inland
Ed Mills, Parco, Inc.
Bob Pasma, Parallel Products
Rene Pearoi, Scott Brothers Dairy
Curtis Paxton, Chino Basin Desalter Authority
Tam Pham, Nestle Waters North America
Darrell Pike, Unitech Services Group
Jesus Plancia, City of Chino Water Treatment Plant
Maria de Rosas, Discus Dental, LLC
Jack Safely, Western Municipal Water District
Shelli Stewart, Coca-Cola North America
Ron Tsan, Parco, Inc.
Dennis Weber, Schlosser Forge Company

A special meeting of the Board of Directors of the Inland Empire Utilities Agency* was held at the office of the Agency, 6075 Kimball Avenue, Bldg. A., Chino, California on the above date.

President Catlin called the meeting to order at 10:03 a.m., and he led the pledge of allegiance to the flag. A quorum was present.

President Catlin stated that members of the public may address the Board. There was no one desiring to do so.

President Catlin asked if there were any changes/additions/deletions to the agenda. There were not changes/additions/deletions to the agenda.

INDUSTRY RECOGNITION FOR COMPLIANCE WITH DISCHARGE REQUIREMENTS IN CALENDAR YEAR 2011

Pretreatment and Source Control Supervisor Craig Proctor stated that the IEUA, in collaboration with the County Sanitation Districts of Los Angeles County, have recognized the NRW North System Significant Industrial Users (SIU's) annually for compliance with pretreatment standards and requirements. He stated that each year, IEUA, with the Santa Ana Watershed Project Authority (SAWPA) and the member agencies are also recognizing those SIU's who discharge to the SARI System and Regional System for their outstanding compliance record. He stated that this presentation is to recognize nine Non-Reclaimable Wastewater System (NRWS) industries, and thirteen Regional SIU's for their 100% compliance record in 2011.

*A Municipal Water District

Assistant General Manager Craig Miller, on behalf of the IEUA, recognized and presented a certificate to the following industries:

**SIU's Selected to Receive Certificates of Recognition for Compliance
Calendar Year 2011**

NRW Industries

City of Chino Water Treatment Plant
Coca-Cola North America
GE Mobile Water
Inland Empire Regional Composting Authority
Inland Empire Utilities Agency (RP-1 Filtrate)
Niagara Bottling, LLC
Praxair, Inc. (absent)
Temple-Inland
Unitech Services Group

Regional System Industries

American Beef Packers, Inc. (Chino)
Aquamar, Inc. (Rancho Cucamonga) (absent)
Coca Cola USA (Ontario)
Discus Dental, LLC (Ontario)
Nestle Waters North America (Ontario)
O.W. Lee (Ontario) (absent)
Pac Rancho, Inc. (Rancho Cucamonga)
Parallel Products (Rancho Cucamonga)
Parco, Inc. (Ontario) (absent)
Schlosser Forge Company (Rancho Cucamonga)
Scott Brothers Dairy (Chino)
State Circuit Boards (Chino) (absent)
Wing Lee Farms, Inc. (Chino) (absent)

President Catlin congratulated the SIU's who received recognition today. He stated that this is a big achievement to obtain 100% compliance and he appreciates the efforts of those who were recognized today. He said that he realized this effort takes time and money to accomplish 100% compliance.

PRESENTATION OF COMMENDATION RESOLUTION TO MARY E. BLASINGAME FOR 35 YEARS OF SERVICE AND WELL-WISHES ON HER RETIREMENT

Director Gene Koopman stated that this is a resolution of the Board of Directors of Inland Empire Utilities Agency, San Bernardino County, California, commending Mary E. Blasingame for her 35 years of outstanding public service, and extending best wishes to her upon a well-deserved retirement. He stated that last week, staff held a retirement luncheon for Mary, and by the attendance of approximately 80 or more, it is a true testament of the loyalty and respect that Mary has earned. He stated that Mary will be greatly missed for many reasons. Director Koopman stated that it is his heartfelt honor to present this resolution to Mary, along with the very best wishes from all of us.

NEW HIRE PRESENTATION

Acting Executive Manager of Operations, Randy Lee introduced the following new hire:

Mr. Kenneth Tagney, Operator in Training – Hired 11/12/12

Assistant General Manager Craig Miller introduced the following new hires:

Ms. Denise Watkins, Executive Assistant – Hired 11/05/12

The Board of Directors congratulated and welcomed Mr. Kenneth Tagney and Ms. Denise Watkins to the team.

EMPLOYEE RECOGNITIONS

Chief Financial Officer Christina Valencia recognized the following:

Ms. Gina Hillary, Manager of Human Resources, for recently achieving the international recognition of attaining the IPMA-CP credential from the International Public Management Association for Human Resources.

The Contract and Procurement Department for receiving the 10th Achievement of Excellence in Procurement Award.

The following employees were also recognized for their accomplishments:

Name	Job Classification	Degree/Certificate
Kyle Jones	Sr. Operator V	Bachelor of Science degree in Public Administration
Kevin Hongthong	Jr. Operations Assistant	WW Treatment Plant Operator Grade V Certificate
Travis Sprague	Jr. Operations Assistant	WW Treatment Plant Operator Grade V Certificate
Maria Catalan	Records Management Coordinator	Bachelor of Arts degree in Business Administration
Brian Noh	Jr. Operations Assistant	Bachelor of Science degree in Chemical Engineering
Charlie Batongmalaque	Materials Management Supervisor	So. Cal Local Government Supervisory Program
Bonita Fan	Sr. Environmental Compliance Officer	So. Cal Local Government Supervisory Program
Jason Gu	Grants Officer	So. Cal Local Government Supervisory Program
Don Hamlett	Process Automation & Controls Supervisor	So. Cal Local Government Supervisory Program
Linda Johnson	Administrative Coordinator	So. Cal Local Government Supervisory Program
Jeff King	Compost Facility Superintendent	So. Cal Local Government Supervisory Program
Vivian Lim	Human Resources Analyst	So. Cal Local Government Supervisory Program
Tina Cheng	Budget Officer	So. Cal Local Government Leadership Academy
Warren Green	Manager of Safety, Risk & Support Services	So. Cal Local Government Leadership Academy
Cameron Langner	Manager of Contracts & Procurement	So. Cal Local Government Leadership Academy
Jonathan Glazier	Manager of Enterprise System Services	So. Cal Local Government Leadership Academy

1. CONSENT CALENDAR

President Catlin asked if anyone wished to remove any item from the Consent Calendar. There was no one desiring to do so.

Upon motion by Director Santiago, seconded by Director Camacho, and unanimously carried:

M2012-11-1

MOVED, to approval of the Consent Calendar.

A. The Board approved the minutes of the October 17, 2012 regular Board meeting.

B. The Board approved the following:

1. Check Registers for the period October 5, 2012 to November 1, 2012;
2. Directors' Payroll for October 5, 2012 and October 10, 2012;
3. Employees' Payroll for October 5, 2012 and October 19, 2012; and
4. Wire Transfers/ACH Payments for the period of October 5, 2012 to November 1, 2012.

C. The Board approved the Investment Report for the period of October 5, 2012 to November 1, 2012.

D. The Board:

1. Approved a contract with the Dolphin Group to provide state legislative consulting services, for a monthly retainer fee of \$9,800, plus approved expenses; and
2. Authorized the General Manager to finalize and execute said contract.

E. The Board:

1. Approved an amendment to Agreement No. 4600001229 with Mathis Consulting Group, for support of the Agency's Culture Survey/Change Management and Strategic Plan initiatives, by \$40,000; and
2. Authorized the General Manager to execute the contract amendment.

F. The Board:

1. Approved the Reimbursement Agreement with Carson Companies (Carson) for Mountain Avenue Improvements;
2. Approved the creation of a new project, Mountain Avenue Improvements, Project No. EN13024, within the Regional Wastewater Capital (RC) Fund with a total project budget of \$610,000 from reserves within the RC Fund; and
3. Authorized the General Manager to execute the Reimbursement Agreement.

Continued...

M2012-11-1 continued.

G. The Board:

1. Accepted the work, as performed by Sun Wireless, Inc. as complete under the construction contract for the Northwest 1630 W. Pump Station and 1630 W. Reservoir Communication Towers, Project Nos. EN11030, EN11048, and EN11049; and
2. Authorized the General Manager to execute the Notice of Completion.

H. The Board:

1. Accepted the work, as performed by Pacific Tank and Construction, Inc. as complete under the construction contract for the 1630 W. Reservoir, Project No. EN08018.01; and
2. Authorized the General Manager to execute the Notice of Completion.

I. The Board:

1. Awarded a three-year, firm-fixed price contract with two one-year options to Cintas Corporation, located in Ontario, California, for uniforms, towels, and floor mat rental and laundering services; and
2. Authorized the General Manager to execute Contract No. 4600001334.

- J. The Board adopted Resolution No. 2012-11-4, commending Councilman Ken Willis for his 12 Years for his 12 years of public service with the City of Upland, and extending best wishes to him upon a well-deserved retirement.

RESOLUTION NO. 2012-11-4

RESOLUTION OF THE BOARD OF DIRECTORS OF THE INLAND EMPIRE UTILITIES AGENCY*, COMMENDING COUNCILMEMBER KENNETH W. WILLIS FOR HIS 12 YEARS PUBLIC SERVICE WITH THE CITY OF UPLAND, AND EXTENDING BEST WISHES TO HIM UPON A WELL-DESERVED RETIREMENT (For full text, see Resolution Book)

2. ACTION ITEMS

A. ADOPTION OF RESOLUTION NO. 2012-11-3, APPROVING THE GRANT ADMINISTRATION AGREEMENT FOR THE CDA PHASE 3 EXPANSION PROJECT

Grants Officer Jason Gu stated that staff is recommending that the Board adopt Resolution No. 2012-11-3, authorizing the Agency to approve and sign a grant administration agreement between CDA and IEUA. He stated that the resolution also authorizes the Agency to sign a funding agreement between IEUA and the California Department of Public Health for a \$51-million Proposition 50 grant to support the CDA for the CDA Expansion Project, which consists of five projects originally submitted independently for grant funding, and eventually consolidated into a single regional project. He stated that due to the complexity in using multiple grants on the same project, Grant Administration Agreement ensures that the match funding is committed, and that roles, protocols, responsibilities, and obligations of each participating agency

are clear. Mr. Gu reported that the CDA Board approved the Agreement on November 21, 2012.

President Catlin noted and recognized Mr. Jack Safely from Western Municipal Water District for his participation and efforts in administering this grant.

Upon motion by Director Santiago, seconded by Director Camacho, and unanimously carried:

M2012-11-2

MOVED, to:

1. Adopt Resolution No. 2012-11-3, authorizing IEUA to approve the Grant Administration Agreement between the Chino Basin Desalter Authority and IEUA regarding grant funding for the CDA Phase 3 Expansion Project and authorizing IEUA to execute grant funding agreements and service in the capacity of Grant Administrator; and

RESOLUTION NO. 2012-11-3

RESOLUTION OF THE BOARD OF DIRECTORS OF THE INLAND EMPIRE UTILITIES AGENCY*, SAN BERNARDINO COUNTY, CALIFORNIA, AUTHORIZING SIGNATURE OF A FUNDING AGREEMENT AND RELATED DOCUMENTS FOR FUNDING UNDER THE WATER SECURITY, CLEAN DRINKING WATER, COASTAL AND BEACH PROTECTION ACT OF 2002 (PROPOSITION 50) (For full text, see Resolution Book)

2. Authorize the General Manager to execute the Grant Administration Agreement.

B. ADOPTION OF RESOLUTION NO. 2012-11-1, AUTHORIZING REINSTITUTION OF THE REGIONAL POLICY COMMITTEE MEMBERS' COMPENSATION

Assistant General Manager Craig Miller stated that on October 4, 2012, the Regional Policy Committee members requested that IEUA staff request from the IEUA Board that the \$100 per meeting stipend be reinstated, as well as consider hosting the Regional Policy Committee meetings at the IEUA headquarters, on a monthly basis, with IEUA staff providing the administrative support. He noted that monthly meetings will enhance communication of critical and emerging issues.

Upon motion by Director Elie, seconded by Director Catlin, and unanimously carried:

M2012-11-3

MOVED, to adopt Resolution No. 2012-11-1, authorizing the reinstatement of the Regional Policy Committee members' compensation.

RESOLUTION NO. 2012-11-1

RESOLUTION OF THE BOARD OF DIRECTORS OF THE INLAND EMPIRE UTILITIES AGENCY*, SAN BERNARDINO COUNTY, CALIFORNIA, AUTHORIZING THE REINSTITUTION OF THE REGIONAL POLICY COMMITTEE MEMBERS' COMPENSATION(For full text, see Resolution Book)

C. ADOPTION OF RESOLUTION NO. 2012-11-2, AUTHORIZING THE SUBSTITUTION OF THE LETTER OF CREDIT PROVIDER FOR 2008B BONDS

Chief Financial Officer Christina Valencia stated that on October 17, the Board of Directors authorized the General Manager to proceed with the replacement of the Letter of Credit (LOC) for the 2008B Variable Bonds that is set to expire on December 1, 2012. She stated that the Agency initially had Dexia, which was replaced by Lloyds two years ago. Ms. Valencia stated that staff was informed that Lloyds is no longer renewing municipal bond LOC, and their credit rating has suffered due to their affiliation with the ongoing Euro debt crisis. She reported that staff worked with PFM, the Agency's financial advisors, a RFP was sent out, and very good responses were received. She stated that although Union Bank was the second lowest, they were selected through the competitive solicitation process and was recommended by PFM due to its long-term and short-term rates. She noted that PFM was able to negotiate with Union Bank to match the lowest bidder. Ms. Valencia reported that the transaction is on track, and the pending issues are the Standard & Poor and Moodys credit ratings, which are expected by the end of the week. Ms. Valencia reported that the Agency received confirmation of Lloyds' final bill as of November 26, 2012, which showed no penalties for terminating the current LOC five days in advance of the December 1, 2012 expiration date.

Upon motion by Director Koopman, seconded by Director Camacho, and unanimously carried:

M2012-11-4

MOVED, to:

1. Adopt Resolution No. 2012-11-2, authorizing a substitute credit facility for Variable Rate Demand Revenue Refunding Bonds (Inland Empire Utilities Agency), Series 2008B and approving the execution of certain documents;
2. Approve the Letter of Credit Agreement and related Reimbursement Agreement to the Letter of Credit Agreement, the Supplement to Official Statement, the Restated or Amended Installment Purchase Agreement, and the Restated and amended Indenture of Trust in Substantive form; and
3. Authorize the General Manager, Assistant General Manager, or Chief Financial Officer to execute such documents and authorize certain other matters in connection herewith, as required.

RESOLUTION NO. 2012-11-2

RESOLUTION OF THE INLAND EMPIRE UTILITIES AGENCY*, SAN BERNARDINO COUNTY, CALIFORNIA, AUTHORIZING A REPLACEMENT CREDIT FACILITY FOR THE CHINO BASIN REGIONAL FINANCING AUTHORITY VARIABLE RATE DEMAND REVENUE REFUNDING BONDS (INLAND EMPIRE UTILITIES AGENCY), SERIES 2008B AND APPROVING THE EXECUTION OF CERTAIN DOCUMENTS AND AUTHORIZING CERTAIN ACTS IN CONNECTION THEREWITH (For full text, see Resolution Book)

D. POLYMER SYSTEM MODIFICATION CHANGE ORDER FOR THE RP-1 DEWATERING FACILITY EXPANSION, PROJECT NO. EN06015

Manager of Engineering Craig Parker stated that this item is regarding the polymer system modification for the RP-1 dewatering project. He reported that the project started in October 2009, and the purpose of the project was to have a state-of-the-art dewatering facility that could be operated with an 8-hour slot, to allow the Agency to go to one shift, versus two shifts, with a higher percentage of dewatered sludge. He stated that in order to take as much water out of the biosolids as possible, staff would need to add polymer. He stated that during start-up and testing, it was realized that the pipes and fittings were undersized, and it wasn't getting enough polymer to the system. He stated that the change order is to up-size the pipe and injection fitting in order the meet the required flow rates. He stated that the final cost will be \$142,000.

Director Elie asked that if the final cost is \$142,000, should the staff's requested amount of \$180,000 be reduced to \$142,000. Staff amended the amount requested to \$142,000.

Upon motion by Director Santiago, seconded by Director Koopman, and unanimously carried:

M2012-11-5

MOVED, to:

1. Approve a construction contract change order with SSC Construction, Inc. for the RP-1 Dewatering Facility Expansion, Project No. EN06015, for the not-to-exceed amount of \$142,000 (amended); and
2. Authorize the General Manager to execute the construction contract change order.

3. INFORMATION ITEMS

THE FOLLOWING INFORMATION ITEMS WERE RECEIVED AND FILED BY THE BOARD:

- A. IEUA FY 2001/02 THROUGH FY 2011/12 FINANCIAL OVERVIEW**
- B. ASSET MANAGEMENT UPDATE**
- C. ENERGY MANAGEMENT UPDATE**
- D. MWD UPDATE**
- E. TREASURER'S REPORT OF FINANCIAL AFFAIRS**
- F. PUBLIC OUTREACH AND COMMUNICATION**
- G. LEGISLATIVE REPORT FROM INNOVATIVE FEDERAL STRATEGIES, LLC**
- H. LEGISLATIVE REPORT FROM THE DOLPHIN GROUP**
- I. LEGISLATIVE REPORT FROM AGRICULTURAL RESOURCES**
- J. CALIFORNIA STRATEGIES, LLC MONTHLY ACTIVITY REPORT**

K. STATUS REPORT OF TEAMS TRAINING DEVELOPMENT PROGRAM

L. MWD LEGISLATIVE COORDINATION ANNUAL PLANNING WORKSHOP UPDATE

M. ANNUAL MAINTENANCE UPDATE

N. RECYCLED WATER ANNUAL REPORT UPDATE

O. FY 2011/12 IEUA ANNUAL WATER CONSERVATION PROGRAMS REPORT

4. AGENCY REPRESENTATIVES' REPORTS

A. SAWPA REPORT

President Catlin reported that at the last SAWPA meeting, there were several presentations regarding the brineline alternatives, one of which was on a pipeline to the Salton Sea.

B. MWD REPORT

Director Camacho reported that there is nothing to add to the MWD report presented by staff.

C. REGIONAL SEWERAGE PROGRAM POLICY COMMITTEE REPORT

The Regional Sewerage Program Policy Committee meeting scheduled for December 6, 2012, will be cancelled due to the ACWA Conference.

D. CHINO BASIN WATERMASTER REPORT

Director Elie reported that he has nothing more to add to the report.

5. GENERAL MANAGER'S REPORT

The General Manager's Report was received and filed by the Board.

Chief Financial Officer Christina Valencia reported on staff's execution of the 3-year extension for the Citizens Business Bank (CBB) 5-year contract (2 years and 3 years optional to extend). She stated staff conducted a quick review of charges from other banking institutions, and staff was able to negotiate a reduction in fees from CBB achieving estimated savings of \$3,300 per year, or approximately \$10,000 for the remaining 3-year term. Ms. Valencia stated that the staff has a very good business relationship with CBB, and continuing business with CBB is beneficial to the Agency.

Ms. Valencia also stated that President Catlin's request for an Accounts Payable (AP) aging has been completed and included in the General Manager's report. She stated that for a long time staff has been including the Accounts Receivable (AR) aging, but did not report on the AP aging; therefore, it will now be included in the standard report.

Ms. Valencia notified the Board that this Board meeting will be the last meeting attended by the Manager of Human Resources Gina Hillary. She stated that, with sadness, she has received Ms. Hillary's resignation last night, and her last day will be December 7. She stated that this is a loss for the Agency, as Ms. Hillary has been with the Agency for many years. The Board of Directors extended best wishes to Ms. Hillary on her new journey, and thanked her for her service with the Agency.

Assistant General Manager Craig Miller reported that a workgroup of the Technical Committee members has been created, which meet monthly to discuss technical issues, such as the allocation of recycled water and allocation of groundwater recharge. President Catlin and Director Elie requested copies of handouts from those meetings to stay informed on any Chino Basin Watermaster issues.

6. BOARD OF DIRECTORS REQUESTED FUTURE AGENDA ITEMS

There were no requests for future agenda items from the Board.

7. BOARD OF DIRECTORS' COMMENTS

Director Santiago commented that he and Director Camacho participated in the City of Fontana Recycled Water Distribution System Groundbreaking Ceremony on November 2, 2012. He also reported on attending the Urban Water Conference in August in San Diego. He reported that the theme of the conference was "30 Years Later, Is there a Fix?" and there was a panel discussion on Fixing the Bay-Delta. He reported that the keynote topic was Colorado River issues.

Director Santiago expressed congratulations to Ms. Mary Blasingame on her retirement after 35 years of service with the Agency, and best wishes to Ms. Gina Hillary on her new journey/opportunity.

President Catlin commented that he will be adjourning the Board meeting in memory of Mr. Joe Borba, who was a former Board member with the Inland Empire Utilities Agency.

8. CLOSED SESSION

The Board went into Closed Session at 10:46 a.m., 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; (3) Dezhm vs. IEUA, Case No. CIVRS 1109761; B. PURSUANT TO GOVERNMENT CODE SECTION 54956.9 – CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION: Three (3) Cases; C. PURSUANT TO GOVERNMENT CODE SECTION 54956.8 – CONFERENCE WITH REAL PROPERTY NEGOTIATOR: (1) Property: Water and Pipeline Capacity/Cadiz; Negotiating Party: General Manager Thomas A. Love; D. PURSUANT TO GOVERNMENT CODE SECTION 54957 – PERSONNEL MATTERS: Various Positions – Agency Restructure; E. PURSUANT TO GOVERNMENT CODE SECTION 54957.6 – CONFERENCE WITH LABOR NEGOTIATOR: Meet and Confer Negotiations – General Unit, Operators' Association, Laboratory Unit, and Supervisors Unit; Negotiating Parties: Thomas A. Love and Gina Hillary; F. PURSUANT TO GOVERNMENT CODE SECTION 54957 – PERSONNEL MATTERS: (1) Manager of Internal Audit; (2) Board Secretary.

The meeting resumed at 1:15 p.m. and General Counsel Jean Cihigoyenetché stated that the below-mentioned matters were discussed in Closed Session, and the Board took the following actions:

Regarding Conference with Legal Counsel – Existing Litigation:

Martin vs. IEUA, Case No. CIVRS 1000767

The Board did not discuss this item.

Regarding Conference with Legal Counsel – Existing Litigation:

Chino Basin Municipal Water District vs. City of Chino, Case No. RCV51010

Dezhm vs. IEUA, Case No. CIVRS 1109761

The Board took no reportable action.

Regarding Conference with Legal Counsel – Anticipated Litigation:

Two (2) cases

The Board took no reportable action.

Regarding Conference with Legal Counsel – Anticipated Litigation:

One (1) case

The Board did not discuss this item.

Regarding Conference with Real Property Negotiator:

Property: Water and Pipeline Capacity/Cadiz
Negotiating Party: General Manager Thomas A. Love

The Board took no reportable action.

Regarding Personnel Matters:

Various Positions – Agency Restructure

The Board took no reportable action.

Regarding Conference with Labor Negotiator:

Meet and Confer Negotiations – General Unit, Operators' Unit, Laboratory Unit,
Supervisors' Unit
Negotiating Parties: Thomas A. Love and Gina Hillary

The Board took no reportable action.

Regarding Personnel Matters:

Manager of Internal Audit
Board Secretary

The Board took no reportable action.

With no further business, President Catlin adjourned the meeting at 12:20 p.m., in memory of IEUA former George Borba, who passed away on October 23.

Steven J. Elie, Secretary/Treasurer

APPROVED: DECEMBER 19, 2012