



Inland Empire Utilities Agency
A MUNICIPAL WATER DISTRICT

**MINUTES OF THE REGULAR
MEETING OF
THE BOARD OF DIRECTORS
OF
THE INLAND EMPIRE UTILITIES AGENCY*
WEDNESDAY, MAY 20, 2015
10:00 A.M.**

DIRECTORS PRESENT:

Terry Catlin, President
Michael Camacho, Vice President
Steven J. Elie, Secretary/Treasurer
Jasmin A. Hall
Gene Koopman

STAFF PRESENT:

P. Joseph Grindstaff, General Manager
Chris Berch, Executive Manager of Engineering/Assistant General Manager
Christina Valencia, Chief Financial Officer/Assistant General Manager
Ernest Yeboah, Executive Manager of Operations/Assistant General Manager
Sharon Acosta-Grijalva, Human Resources Analyst II
Joshua Aguilar, Senior Associate Engineer
Blanca Arambula, Deputy Manager of Human Resources
Sharmeen Bhojani, Manager of Human Resources
Andy Campbell, Deputy Manager of Planning
Javier Chagoyen-Lazaro, Manager of Finance and Accounting
Tina Cheng, Budget Officer
Warren Green, Manager of Contracts and Facilities Services
Nel Groenveld, Manager of Laboratories
Joel Ignacio, Senior Engineer
Majid Karim, Acting Manager of Engineering
Sylvie Lee, Manager of Planning and Environmental Resources
Jose Mendez, Operations Specialist
Lisa Morgan-Perales, Water Resources Analyst II
Jeff Ziegenbein, Manager of Regional Compost Operations
Jamal Zughbi, Senior Engineer
April Woodruff, Board Secretary/Office Manager

OTHERS PRESENT:

Gordon Nichols, BIA
Shawn Perumean, CVWD
Toby Weissert, Carollo

A regular 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 10:02 a.m., and he led with the pledge of allegiance to the flag. A quorum was present.

President Catlin stated that members of the public may address the Board. Mr. Gordon Nichols from the Building Industry Association requested to address the Board after the presentation of Action Item No.3, *Adoption of Resolutions for Rates/fees for Fiscal Years 2015/16-2019/20, and Review of Proposed Biennial Budget for Fiscal Years 2015/16 and 2016/17.*

President Catlin asked if there were any changes/additions/deletions to the agenda. There were no changes/additions/deletions to the agenda.

1. PUBLIC HEARING AND ADOPTION OF ORDINANCE NO. 103

President Catlin called the public hearing to order. President Catlin stated that the purpose of the hearing is to provide the public an opportunity to submit comments on the proposed Ordinance No. 103, establishing water connection fees, classes of water service, and regulating the sale and delivery of water within the Inland Empire Utilities Agency service area.

Manager of Planning and Environmental Resources Sylvie Lee stated that the purpose of this hearing is to provide the public with an opportunity to submit comments on Ordinance No.103. She introduced the following hearing panel members: Director Catlin, Director Camacho, Director Elie, Director Hall, and Director Koopman.

Ms. Lee stated that the current Ordinance No. 100, was adopted by the Board on June 14, 2014. She said that during the process of the Cost of Service Study, staff identified the need to have the Ordinance updated, primarily to include provisions for the proposed water connection fees. Ms. Lee stated that Ordinance No. 103 has been developed to include these revisions, and upon adoption by the Board, Ordinance No. 100 will be rescinded. Ms. Lee highlighted some of the key proposed revisions; such as, under Purpose and Objective, staff revised the Ordinance to include provisions for establishing water connection fees from each new connection or upsized connections within IEUA's service area as a condition of receiving water deliveries from any source provided by IEUA. She noted other revisions were made to the definition of terms, connection fees, right to inspect documents and property, lien for charges, rates of flow, and delinquent payment. Ms. Lee reported that no comments were received during the comment period.

President Catlin opened the Public Hearing at 10:06 a.m. President Catlin asked if there was anyone who would like to make a public comment. He also verified that there were no written comments. Hearing no comments, the Public Hearing was closed at 10:07 a.m.

Upon motion by Director Camacho, and seconded by Director Steven Elie, the motion carried (5-0):

M2015-5-1

MOVED, to adopt Ordinance No. 103, establishing water connection fees, classes of water service and regulating the sale and delivery of water within the Inland Empire Utilities Agency service area.

**ORDINANCE NO. 103
RESOLUTION OF THE BOARD OF DIRECTORS OF THE INLAND
EMPIRE UTILITIES AGENCY*, SAN BERNARDINO COUNTY,
CALIFORNIA, ESTABLISHING WATER CONNECTION FEES,
CLASSES OF WATER SERVICE AND REGULATING THE SALE AND
DELIVERY OF WATER WITHIN THE INLAND EMPIRE UTILITIES
AGENCY SERVICE AREA. (for full text, see Resolution Book)**

With the following roll call vote:

Ayes: Hall, Elie, Camacho, Koopman, Catlin
Noes: None
Abstain: None
Absent: None

2. CONSENT CALENDAR

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

M2015-5-2

MOVED, to approve the Consent Calendar.

- A. The Board approved the minutes from the April 15, 2015, Board meeting.
- B. The Board approved the total disbursements for the month of March 2015 in the amount of \$12,608,608.36.
- C. The Board:
 1. Adopted Resolution No. 2015-5-3, declaring its intent to adopt the FYs 2015/16 and 2016/17 budgets for the Agency's Regional Wastewater, Recycled Water, Non-Reclaimable Wastewater, and Water Resources Programs and fixing time and place of hearing thereon for Fiscal Year 2015/16; and

RESOLUTION NO. 2015-5-3

RESOLUTION OF THE BOARD OF DIRECTORS OF THE INLAND EMPIRE UTILITIES AGENCY*, SAN BERNARDINO COUNTY, CALIFORNIA, DECLARING ITS INTENT TO ADOPT THE FYS 2015/16 AND 2016/17 BUDGETS FOR THE AGENCY'S REGIONAL WASTEWATER, RECYCLED WATER, NON-RECLAIMABLE WASTEWATER, AND WATER RESOURCES PROGRAMS AND FIXING TIME AND PLACE OF HEARING THEREON FOR FISCAL YEAR 2015/16 (for full text, see Resolution Book)

2. Set a hearing date and directed staff to distribute the Resolution to the appropriate agencies in compliance with the Regional Sewage Service Contract.
- D. The Board adopted Resolution No. 2015-5-1, pertaining to the procedures for records retention, destruction, and amendment of the records retention schedules.

RESOLUTION NO. 2015-5-1

RESOLUTION OF THE BOARD OF DIRECTORS OF THE INLAND EMPIRE UTILITIES AGENCY*, SAN BERNARDINO COUNTY, CALIFORNIA, PERTAINING TO THE PROCEDURES FOR RECORDS RETENTION, DESTRUCTION, AND AMENDMENT OF THE RECORDS RETENTION SCHEDULES (for full text, see Resolution Book)

Continued....

M2015-5-2, continued.

E. The Board:

1. Approved the consulting engineering services contract award for the San Sevaine Basin Recharge Master Plan Update Improvements, Project No. EN13001, to Dudek for the not-to-exceed amount of \$358,828; and
2. Authorized the General Manager to execute the contract.

F. The Board:

1. Approved the Memorandum of Understanding (MOU) between Inland Empire Utilities Agency and San Bernardino Valley Municipal Water District for participation in the development of the Santa Ana River Multiple Species Habitat Conservation Plan to address permitting issues of threatened and endangered species associated with Recharge Master Plan construction projects; and
2. Authorized the General Manager to make non-substantive changes and execute the final MOU.

G. The Board:

1. Approved the Aquifer Storage and Recover (ASR) Agreement between Monte Vista Water District, Chino Basin Watermaster, and Inland Empire Utilities Agency; and
2. Authorized the General Manager to execute the agreement.

H. The Board:

1. Awarded Contract No. 4600001860 to Transformer Testing and Repairs, Inc. for the provision of testing and analyzing Agency-wide electrical power transformers for a five-year term for the not-to-exceed amount of \$147,675; and
2. Authorized the General Manager to execute the contract.

I. The Board:

1. Approved the Contract Amendment No. 4600000676-005 to Polydyne Inc., extending the contract for one year to supply Flosperse 30S at a fixed unit price of \$0.919/pound, including sale tax and delivery; and
2. Authorized the General Manager to execute the amendment.

Continued....

M2015-5-2, continued.

J. The Board:

1. Approved the award of Contract No. 4600001868 to superior Electric Motor Service, Inc. to provide repair, rebuild, or refurbishment services of rotating machinery for a total aggregate not-to-exceed amount of \$240,000 over a three-year period with a one-year option to extend;
2. Approved the award of Contract No. 4600001864 to Vaughn's Industrial Repair, Inc. to provide repair, rebuild, or refurbishment services of rotating machinery for a total aggregate not-to-exceed amount of \$240,000 over a three-year period with a one-year option to extend; and
3. Authorized the General Manager to execute the contracts.

3. ACTION ITEMS

A. ADOPTION OF RESOLUTIONS FOR RATES/FEEES FOR FISCAL YEARS 2015/16-2019/20, AND REVIEW OF PROPOSED BIENNIAL BUDGET FOR FISCAL YEARS 2015/16 AND 2016/17

Chief Financial Officer/AGM Christina Valencia stated that this presentation is for the five-year rates and the biennial budget presentation for FY 2015/16 and 2016/17 for all Agency funds, excluding the NRW fund. A workshop has been scheduled with the NRW industries for May 27, 2015. The NRW fund will be presented to the Finance Committee and Board in June. With the Boards permission, Ms. Valencia focused her presentation discussion on the proposed rates, as a comprehensive overview of all the proposed funds was provided to the finance committee earlier in May. As discussed in the previous rate workshops, the key policy principles driving the rate increases as established by the Board include; fully recover costs of service, equitability, reliability, and sustainability, growth paying for growth, elimination of property tax subsidies, fiscal stability and ensuring legal compliance. Ms. Valencia stated that of the key principles, achieving full cost of service (COS) rates are the most important. The rates being proposed achieve full COS within five years. By achieving this goal, the reliance on property taxes is eliminated, which are currently used to fund day-to-day operations of the Agency. Ms. Valencia stated that the rates are more equitable as shown by the Carollo rate study and that the new water connection fee ensures that growth is paying for growth. In the past, the Agency relied heavily on debt for financing the construction of the recycled water distribution. The proposed recycled water rates cover the existing debt and going forward the proposed water connection fee will cover the expansion projects as needed. The proposed wastewater and recycled water rates were presented to the Regional Committees, both committees gave a unanimous recommendation to approve the rates as being proposed. Ms. Valencia gave an overview of the wastewater connection fees, which was also reviewed as part of the Carollo rate study. Based on the growth projections, a loss of \$9 million was projected as a result of the proposed phased implementation approach being recommended to lessen the impact to new development; staff will work diligently to secure funds/grants to help make up for the short fall. At the end of the five years, the Agency has committed to completing a thorough review of the connection fees, readjusting as necessary, ensuring that they fund and support capital investment and growth. As directed by the Board, the recycled water rates achieve COS within three years covering all related operation and existing debt service costs of the Agency. The imported potable water rates will have no change for FY 2015/16. The Agency will resume the evaluation of these rates as requested by

the Member Agencies. It is anticipated that the potable water rates for FY 2015/16 will be adopted in October or November of 2015, implementing a new structure going forward. Ms. Valencia closed by asking the Board to adopt the rate resolutions, including the discussed funds and the equipment rental and laboratory fees.

PUBLIC COMMENTS

Mr. Gordon Nichols, Government Affairs Director for the Building Industry Association (BIA) Baldy View Chapter, thanked the Board for their time. Mr. Nichols stated that BIA participated in a peer review of the rates with IEUA staff. He stated that BIA has no further comments or questions regarding the rates or fees. Mr. Nichols went on to thank staff for allowing BIA to participate in this review, it was an open and transparent process. BIA looks forward to continuing work with IEUA in future events. BIS is supportive of the phase in approach and the proposal that was presented to the Board today. President Catlin and Director Elie thanked Mr. Nichols for participating in the review and the continuing relationship with IEUA.

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

M2015-5-3

MOVED, to:

1. Adopt rate Resolution Nos. 2015-5-4 through 2015-5-7, 2015-5-9, and 2015-5-10, for the Regional Wastewater Operations and Maintenance (RO) fund, Regional Wastewater Capital Improvement (RC) fund, Recycled Water (WC) funds, Water Resources (WW) fund; and

RESOLUTION NO. 2015-5-4

RESOLUTION OF THE BOARD OF DIRECTORS OF THE INLAND EMPIRE UTILITIES AGENCY*, SAN BERNARDINO COUNTY, CALIFORNIA, ESTABLISHING RATES COVERING THE SALE OF RECYCLED WATER TO SUPPORT FUTURE EXPANSION OF IEUA'S REGIONAL WATER SYSTEM FOR FISCAL YEAR 2015/16 THROUGH YEAR 2019/20 *(for full text, see Resolution Book)*

RESOLUTION NO. 2015-5-5

RESOLUTION OF THE BOARD OF DIRECTORS OF THE INLAND EMPIRE UTILITIES AGENCY*, SAN BERNARDINO COUNTY, CALIFORNIA, ESTABLISHING THE REIMBURSEMENT

PAYMENT FOR FISCAL YEAR 2015/16 THROUGH 2019/20 *(for full text, see Resolution Book)*

RESOLUTION NO. 2015-5-6

RESOLUTION OF THE BOARD OF DIRECTORS OF THE INLAND EMPIRE UTILITIES AGENCY*, SAN BERNARDINO COUNTY, CALIFORNIA, ESTABLISHING THE WATER CONNECTION FEE FOR FISCAL YEARS 2015/16 THROUGH 2019/20 *(for full text, see Resolution Book)*

Continued....

M2015-5-3, continued.

RESOLUTION NO. 2015-5-7

RESOLUTION OF THE BOARD OF DIRECTORS OF THE INLAND EMPIRE UTILITIES AGENCY*, SAN BERNARDINO COUNTY, CALIFORNIA, ESTABLISHING EXTRA-TERRITORIAL SEWER SERVICE CHARGE FOR SYSTEM USERS OUTSIDE THE AGENCY'S BOUNDARIES FOR FISCAL YEAR 2015/16 (for full text, see Resolution Book)

RESOLUTION NO. 2015-5-9

RESOLUTION OF THE BOARD OF DIRECTORS OF THE INLAND EMPIRE UTILITIES AGENCY*, SAN BERNARDINO COUNTY, CALIFORNIA, ESTABLISHING RETAIL METER CHARGE RATE COVERING READINESS-TO-SERVE STANDBY CHARGE REVENUE DEBT (for full text, see Resolution Book)

RESOLUTION NO. 2015-5-10

RESOLUTION OF THE BOARD OF DIRECTORS OF THE INLAND EMPIRE UTILITIES AGENCY*, SAN BERNARDINO COUNTY, CALIFORNIA, ESTABLISHING IMPORTED WATER RATES AND SUPPLEMENTAL SURCHARGE (for full text, see Resolution Book).

2. Adopt rate Resolution Nos. 2015-5-11 and 2015-5-12 for Fiscal Year 2015/16 equipment rental rates and laboratory fees.

RESOLUTION NO. 2015-5-11

RESOLUTION OF THE BOARD OF DIRECTORS OF THE INLAND EMPIRE UTILITIES AGENCY*, SAN BERNARDINO COUNTY, CALIFORNIA, ESTABLISHING CHARGES FOR LABORATORY ANALYSES FOR FISCAL YEARS 2015/16 (for full text, see Resolution Book)

RESOLUTION NO. 2015-5-12

RESOLUTION OF THE BOARD OF DIRECTORS OF THE INLAND EMPIRE UTILITIES AGENCY*, SAN BERNARDINO COUNTY, CALIFORNIA, ESTABLISHING EQUIPMENT RENTAL RATES FOR FISCAL YEAR 2015/16 (for full text, see Resolution Book)

B. COMMERCIAL, INDUSTRIAL, INSTITUTIONAL (CII) TURF REBATE PROGRAM POLICY PRINCIPLES

Water Resources Analyst II Lisa Morgan-Perales stated that she presented this item to the Committee as an Informational. She stated that MWD offers a \$2 per square foot rebate for commercial, industrial, institutional turf removal projects. In response to the Governor's Drought Declaration in July, the Agency staff elected to encourage CII customers to participate in the program and remove turf by adding \$1 to MWD's rebate. The Agency received overwhelming demand due to increasing the rebate from \$2 to \$3. She reported that in October, staff recommended that the Board approve an inter-fund transfer and loan of \$3,000,000 in order to honor current and future requests. At that time, staff communicated to the Board that staff will be bringing this program back with an update. She highlighted the project scope and IEUA supplemental funding, program budget, program scopes. Ms. Morgan-Perales stated that the program continues to be very popular with a high-demand from the CII sector. She stated that the Agency supplemental funding of \$1,310,128.80 has been committed to date with \$1,879,841.20 remaining. She mentioned that in order to ensure that the Agency supplemental funding

is equitably disbursed, staff is recommending that the Board consider policy principles that will be brought back to Board as an action item. A brief discussion ensued; whereby the Board requested that staff consider other services for major square feet sites to encourage large projects to remove turf. Some examples are partial funding, or assistance in finding funding through other opportunities. President Catlin requested a sense of feedback from the member participants of the conservation program, because they are funding what the Agency authorizes. Director Elie suggested that threshold should be higher than 100,000 square foot on the principle option.

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

M2015-5-4

MOVED, to:

1. Approve the Policy Principles for the CII Turf Removal Rebate Program; and
2. Authorize staff to execute the required Supplemental Funding Authorization, setting a maximum CII Turf application funding level.

C. ADOPTION OF RESOLUTION NO. 2015-5-8, CALLING FOR SUPPORT OF THE GOVERNOR'S EXECUTIVE ORDER B-29-15

Water Resources Analyst II Lisa Morgan-Perales provided a PowerPoint presentation of the request for adoption of the resolution supporting the Governor's Executive Order for statewide mandatory water reductions. The final numbers for the Agency's member agencies were finalized in April, 2015. Ms. Perales, provided an overview of the new proposed emergency regulations regarding irrigation of city medians with potable water and commercial, industrial and institutional property restrictions. Ms. Perales stated that the MWD water supply allocation plan (WSAP) was developed using the water usage for 2012/13 and 2013/14. On April 14, 2014, MWD recommended a level three allocation for the Agency's region. The Agencies drought response includes adoption of the resolution in support of the executive order, launching the residential turf removal rebate program, providing additional financial support for targeted outreach activities, as well as other outreach activities with residents and member agencies. Ms. Perales closed with reviewing the overall recommendations including support a level three reduction, the coordination of a regional message, increasing conservation efforts and acceleration of recycled water conversions. Mr. Grindstaff stated that there has been an increased interest in the use of recycled water; the City of Ontario had a workshop last week in which the City Council gave direction to their staff to significantly expand their efforts in the use of recycled water within the city.

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

M2015-5-5

MOVED, to adopt Resolution No. 2015-5-8, calling for support of the Governor's Executive Order B-29015; Statewide Mandatory Water Reductions to sustain regional water supplies in the Chino Basin.

**RESOLUTION NO. 2015-5-8
RESOLUTION OF THE BOARD OF DIRECTORS OF THE INLAND
EMPIRE UTILITIES AGENCY*, SAN BERNARDINO COUNTY,
CALIFORNIA, CALLING FOR SUPPORT OF THE GOVERNOR'S**

Continued....

M2015-5-3, continued.

EXECUTIVE ORDER B-29-15; STATEWIDE MANDATORY WATER REDUCTIONS TO SUSTAIN REGIONAL WATER SUPPLIES IN THE CHINO BASIN *(for full text, see Resolution Book)*

D. CONSULTING ENGINEERING SERVICES CONTRACT AWARD FOR THE NEW WATER QUALITY LABORATORY

Acting Manager of Engineering Majid Karim gave a PowerPoint presentation in reference to the consulting engineering contract for the new water quality lab. The current laboratory at RP-1 is limited in the ability to expand for future needs, as well as numerous other ongoing issues. The new water quality lab is proposed to be built behind the Headquarters building B. Mr. Karim provided an overview of the project from 2005 to April, 2015, as well as the project scope. The proposed laboratory will be approximately 16,000 sq. ft. and designed to be a L.E.E.D certified building. The project budget is anticipated to be approximately \$21 million with a completion date of May 2019. A low interest State Revolving Fund (SRF) loan has been secured to fund the project. The loan included a principal forgiveness of \$1 million.

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

M2015-5-6

MOVED, to:

1. Approve the consulting engineering services contract award to The Austin Company for the New Water Quality Laboratory, Project No. EN15008, for the not-to-exceed amount of \$1,273,900;
2. Approve a Fiscal Year (FY) 2014/15 budget appropriation in the amount of \$100,000; and
3. Authorize the General Manager to execute the budget appropriation and contract.

E. SANTA ANA RIVER WATERSHED-SCALE CONJUNCTIVE USE PROGRAM

Deputy Manager of Planning Andy Campbell gave a PowerPoint presentation on the SARCUP Phase I principles, MOU & grant application. He stated that the concepts of this program meet key grant goals including providing watershed-wide regional collaboration, creates new supply, increases resiliency of water supply, improves natural environment while reducing pollution and is a key element of OWOW. The action team's foundational principles are to maximize development of local and imported supplies, collaborate as an equitable partnership of the SAR agencies and avoid competing as individual SAR agencies for grants. Mr. Campbell reviewed the proposed projects including costs, benefits and schedule. He highlighted the habitat restoration and water use efficiency and the groundwater bank projects.

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

M2015-5-7

MOVED, to:

1. Approve the Foundational Principles of the Santa Ana River Watermaster Action Team;
2. Approve the final draft Memorandum of Understanding (MOU) for the Santa Ana River Watershed-Scale Conjunctive Use Program (SARCUP);
3. Authorize the General Manager to make non-substantive changes and execute the final MOU; and
4. Approve in concept the submission of a grant application of \$60 million in funding from SAWPA and DWR for projects totaling \$125 million.

F. BIOSOLIDS TRANSPORTATION AND RECYCLING SERVICES CONTRACT

Manager of Regional Compost Operations Jeff Ziegenbein stated that staff completed a request for proposal (RFP) in March, 2015 for biosolids transportation and recycling services: a total of three proposals were received. He stated that the rates received are similar to the rates the Agency is currently paying though the scope has been expanded slightly. Viramontes has completed a variety of work for the Agency. The Agency has had a good experience within the joint ventures.

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

M2015-5-8

MOVED, to:

1. Approve a two-year contract with three one-year renewal options with Viramontes Express, Inc. for biosolids transportation and recycling services for approximately \$500,000 per year (renewals to be adjusted annually using the Consumer Price Index) not-to-exceed \$3,000,000 for five years; and
2. Authorize the General Manager to execute the contract.

4. INFORMATION ITEMS

A. ENGINEERING AND CONSTRUCTION MANAGEMENT FY 2014/15 MONTHLY UPDATE

Acting Manager of Engineering Majid Karim gave a PowerPoint presentation on Engineering and Construction Management Projects. Mr. Karim gave an overview of the Wineville projects, Segment A & B, both of which are scheduled to be completed in July 2015. Mr. Karim also highlighted the IERCF conveyance improvements, the RP-4 headwork's retrofits, the CCWRF rehab secondary clarifier, and the Agency wide HVAC improvements project. Lastly, Mr. Karim provided an overview of the Agency's current design build projects.

B. MWD UPDATE

Executive Manager of Engineering/AGM Chris Berch stated that the MWD update was provided within the CII Turf Rebate Program Policy Principles presentation.

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

C. TREASURER'S REPORT OF FINANCIAL AFFAIRS

D. PUBLIC OUTREACH AND COMMUNICATION

E. LEGISLATIVE REPORT FROM INNOVATIVE FEDERAL STRATEGIES

F. LEGISLATIVE REPORT FROM WEST COAST ADVISORS

G. LEGISLATIVE REPORT FROM AGRICULTURAL RESOURCES

H. CALIFORNIA STRATEGIES, LLC MONTHLY ACTIVITY REPORT

I. STATE LEGISLATIVE TRACKER

J. FY 2015/16 ADOPTED BUDGET FOR INLAND EMPIRE REGIONAL COMPOSTING AUTHORITY

K. RP-1 FUEL CELL UPDATE

L. ODOR STUDY

5. AGENCY REPRESENTATIVES' REPORTS

A. SAWPA REPORT

Director Hall reported that the SAWPA Commission meeting was routine. She reported that discussion took place regarding the SAWPA compensation study. The budget was also adopted without controversy.

B. MWD REPORT

Director Camacho had no additional comments.

C. REGIONAL SEWERAGE PROGRAM POLICY COMMITTEE REPORT

Director Camacho state that at the May 7, 2015 Policy Committee meeting, the budget was discussed with full support of the committee members.

D. CHINO BASIN WATERMASTER REPORT

Director Elie had nothing to report.

6. GENERAL MANAGER'S REPORT

The General Manager's Report was received and filed by the Board. Mr. Grindstaff reported that President Catlin accompanied him to an editorial board meeting. The BIA was also a participant. They met with the Managing Editor of the Sun and Inland Valley Daily Bulletin to discuss the drought and water supply long-term. Mr. Grindstaff also gave an update on LAFCO.

7. BOARD OF DIRECTORS REQUESTED FUTURE AGENDA ITEMS

There were no requested future agenda items from the Board.

8. BOARD OF DIRECTORS' COMMENTS

Director Hall reported that she attended the Association of California Water Agencies (ACWA) 2015 Spring Exhibition in Sacramento.

Director Elie reported that he attended the ACWA 2015 Spring Exhibition in Sacramento. He also reported that he attended the Chino High School's Solar Cup Board Display.

Director Camacho reported that he attended the ACWA 2015 Spring Exhibition in Sacramento.

President Catlin reported that he attended the Editorial Board Meeting.

9. CLOSED SESSION

The Board went into Closed Session at 11:00 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) Sheilds vs. IEUA, Case No. CIVRS 1301638; (4) Desaddi vs. IEUA, Case No. CIVRS 1304617; (5) Mwembu vs. IEUA Case No. CIVDS 1415762; (6) Southern California Edison vs. IEUA, Case No. CIVRS 1308595 B. PURSUANT TO GOVERNMENT CODE SECTION 54956.8 – CONFERENCE WITH REAL PROPERTY NEGOTIATOR: (1) Property: Water and Pipeline Capacity/Cadiz, Negotiating Parties: General Counsel Jean Cihigoyenette; (2) Supplemental Water Transfer/Purchase, General Manager P. Joseph Grindstaff; C. PURSUANT TO GOVERNMENT CODE SECTION 54956.9 – CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION: One (1) Case D. PURSUANT TO GOVERNMENT CODE SECTION 54957 – PERSONNEL MATTERS: (1) Various Positions – Compensation Study, (2) Various Positions; E. PURSUANT TO GOVERNMENT CODE SECTION 54957 – PERSONNEL MATTERS – PUBLIC EMPLOYEE PERFORMANCE EVALUATION: (1) Manager of Internal Audit

The meeting resumed at 12:00 p.m. and General Counsel Jean Cihigoyenette 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:

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

Martin vs. IEUA, Case No. CIVRS 1000767

Sheilds vs. IEUA, Case No. CIVRS 1301638

Desaddi vs. IEUA, Case No. CIVRS 1304617

Mwembu vs. IEUA, Case No. CIVDS 1415762

The Board took no reportable action.

Regarding Conference with Legal Counsel – Existing Litigation:

Southern California Edison vs. IEUA, Case No. CIVRS 1308495

The Board did not discuss.

Regarding Conference with Real Property Negotiator:

Property: Water and Pipeline Capacity/Cadiz

Supplemental Water Transfer/Purchase

The Board took no reportable action.

Regarding Conference with Legal Counsel – Anticipated Litigation:

One (1) Case

The Board took no reportable action.

Regarding Conference with Legal Counsel – Anticipated Litigation:

One (1) Case

The Board took no reportable action.

Regarding Personnel Matters:

Various Positions – Compensation Study

Various Positions

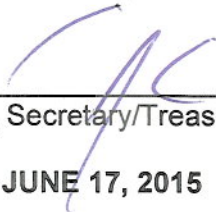
The Board took no reportable action.

Regarding Public Employee Performance Evaluation:

Manager of Internal Audit

The Board took no reportable action.

With no further business, President Catlin adjourned the meeting at 12:05 p.m.



Steven J. Elie, Secretary/Treasurer

APPROVED: JUNE 17, 2015