



BOARD OF DIRECTORS MEETING AGENDA

Wednesday, June 10, 2015 – 1:30 p.m.

Location--1630 West Redlands Boulevard, Suite A, Redlands, California

Note: Copies of staff reports and other documents relating to the items on this agenda are on file at the District office and are available for public review during normal District business hours. New information relating to agenda topics listed, received, or generated by the District after the posting of this agenda, but before the meeting, will be made available upon request at the District office and in the Agenda Package on the Districts website.

CALL TO ORDER

PLEDGE OF ALLEGIANCE

ROLL CALL

1. PUBLIC PARTICIPATION

Members of the public may address the Board of Directors 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) Section 54954.2 of the Government Code.

2. ADDITIONS/DELETIONS TO AGENDA

Section 54954.2 provides that a legislative body may take action on items of business not appearing on the posted agenda under the following conditions: (1) an emergency situation exists, as defined in Section 54956.5; (2) a need to take immediate action and the need for action came to the attention of the District subsequent to the agenda being posted; and (3) the item was posted for a prior meeting occurring not more than five calendar days prior to the date action is taken on the item, and at the prior meeting the item was continued to the meeting at which action is being taken.

3. CONSENT CALENDAR

- A. Approval of Board Minutes, May 13, 2015 4
- B. Approval of Expenditure Report, May 2015 11

4. COMMITTEE REPORTS /ACTION ITEMS

Ad Hoc GM Evaluation Committee

- A. GENERAL MANAGER ANNUAL PERFORMANCE EVALUATION, EMPLOYMENT AGREEMENT AND RESOLUTION NO. 528- 15 minutes (M#1344)..... 20

Presenter: Ad Hoc Committee Chair

Recommendation: The Ad Hoc GM Evaluation Committee recommends the Board approve the Employment Agreement prepared by General Counsel. The agreement revises and extends the General Manager’s (GM) contract through June 30, 2016 at an annual salary of \$199,028. The Committee also recommends a bonus of \$9,451 for the

- D. June 15, 2015 Association of San Bernardino County Special Districts Dinner Meeting, 6:00 p.m., The Castaway (San Bernardino)
- E. June 16, 2015 San Bernardino Valley Municipal Water District Board Meeting, 2:30 p.m. at Valley District
- F. June 26, 2015 ACWA State Legislative Committee, 10:00 a.m. in Sacramento
- G. July 3, 2015 Office Closed in Observance Day of 4th of July
- H. July 6, 2015 Basin Technical Advisory Committee, 1:30 p.m. at Valley District
- I. July 7, 2015 San Bernardino Valley Municipal Water District Board Meeting, 2:30 p.m. at Valley District
- J. August 21, 2015 SBC Water Conference, 7:30 a.m. at Cal State San Bernardino

8. **CLOSED SESSION**

- A. Under the authority of Government Code Section 54957 and 54957.6, the Board of Directors may recess to Closed Session to consider public employee items.

- 9. **ADJOURN MEETING.** The next regular scheduled Board of Directors Meeting will be on July 15, 2015 at 1:30 p.m., at District Headquarters, 1630 W. Redlands Blvd., Redlands, CA.

SAN BERNARDINO VALLEY WATER CONSERVATION DISTRICT
BOARD OF DIRECTORS MEETING

MINUTES OF May 13, 2015
1:30 P.M.

President Corneille called the Board Meeting of the Board of Directors to order at 1:30 p.m. All present stood for the pledge of allegiance, led by President Corneille.

ROLL CALL:

BOARD MEMBERS PRESENT:

Richard Corneille, President
David E. Raley, Director
Manuel Aranda, Director
John Longville, Director (Arrived at 1: 42 p.m.)

BOARD MEMBERS ABSENT:

Melody McDonald, Vice President

GENERAL COUNSEL PRESENT:

David Cosgrove, Rutan & Tucker, LLP

STAFF PRESENT:

Daniel Cozad, General Manager
Jeff Beehler, Land Resources Manager
Athena Monge, Administrative Services Specialist

GUESTS PRESENT:

Don Lee, Tetra Tech
Charles Roberts, Highland Community News

1. PUBLIC PARTICIPATION

President Corneille announced this as the time for any persons present, who so desire, to make an oral presentation to the Board of Directors. Hearing none, the meeting continued with published agenda items.

2. ADDITIONS/DELETIONS TO AGENDA

There were none.

3. CONSENT CALENDAR

Mr. Cosgrove noted a minor correction to page 5 of the Board package under Section 4 paragraph 1; the addition of the roman numeral thirteen before "Article C & D".

It was moved by Director Aranda and seconded by Director Raley to approve Consent Calendar Item A: Board Minutes, April 22, 2015; Item B: Budget Workshop Minutes, April 22, 2015 and Item C: Expenditure Report, April 2015. The motion carried 3-0 with all Directors present voting in the affirmative and Directors Longville and McDonald noted absent from the vote.

**President Corneille: Yes
Vice President McDonald: Absent
Director Longville: Absent
Director Raley: Yes
Director Aranda: Yes**

4. COMMITTEE REPORTS/ACTION ITEMS

A. UNAUDITED FINANCIAL REPORTS, APRIL 2015

It was moved by Director Aranda and seconded by Director Raley to approve the Unaudited Financials for April 2015. The motion carried 3-0 with all Directors present voting in the affirmative and Directors Longville and McDonald noted absent from the vote.

**President Corneille: Yes
Vice President McDonald: Absent
Director Longville: Absent
Director Raley: Yes
Director Aranda: Yes**

B. DISTRICT AND ENTERPRISE BUDGET FOR 2015-2016

This item was taken out of order.

Mr. Cozad introduced this item for discussion. On package pages 27-30 there is a memo noting some of the changes to this year's budget. The full budget spreadsheets are shown on pages 31-33 of the package. A budget workshop was held on April 22nd where staff reviewed the budget in detail with the Board. At the Budget Workshop the Board requested staff increase the budget for 1) Trail Plan Development, 2) Facility Assessment and Improvement and 3) Mentone Shop Facilities and 4.) Community and Conservation Garden Plans. Staff researched the needs to include these additions and prepared handouts summarizing the items requested by the Board. Mr. Cozad indicated that some of the projects listed in the handout will likely take place in 2016-2017. Discussion ensued regarding the summaries of the items. Mr. Cozad said that for the majority of these projects there will be permits and engineering needed; which is why the budget for some items are larger than usual. Regarding the trails plan; staff will continue to work with the cities and have a trail planning consultant continue to perform the analysis and identify next steps. The Santa Ana River crossing requires crossing the WSPA

area; this will interconnect the two trails systems for the Cities of Redlands and Highland. The Corp of Engineers and SBCFCD will review this project and provide feedback to staff. President Corneille thanked staff for the detailed summaries. Director Raley asked for District logos to be placed on any new vehicles the District plans on purchasing. President Corneille indicated that on page 29 under "Significant Budget Elements" that item 1 be removed from the list. Mr. Cosgrove indicated that there is one outstanding invoice for this item, but it should be addressed this fiscal year. President Corneille asked who has not paid this fiscal year for the Wash Plan. Mr. Cozad noted that CEMEX has not paid yet, but a Past Due invoice has been issued. President Corneille noted that the Operations Committee will meet to discuss the Mill Creek Redesign and Plunge Creek project as summarized in the handout; these meetings will be planned around the completion of the conceptual plans developed by the consultants.

It was moved by Director Raley and seconded by Director Aranda to approve the District and Enterprise Budget for fiscal year 2015-2016. The motion carried 4-0 with all Directors present voting in the affirmative and Director McDonald noted absent from the vote.

**President Corneille: Yes
Vice President McDonald: Absent
Director Longville: Yes
Director Raley: Yes
Director Aranda: Yes**

C. MENTONE HOUSE CAPITAL IMPROVEMENTS LANDSCAPING

Mr. Cozad introduced this item for discussion. He indicated that due to the expense of keeping up the landscaping previous tenants often requested a deferment against the water expense. Due to drought and mandatory conservation measures that recently came out staff would like to reduce grass and install water efficient landscaping. Staff recommends \$20,000 be allocated for capital improvements to Mentone House for landscaping. Mr. Cozad will begin negotiations with landscapers upon approval. The three proposals that have been received are: 1) Shubert Landscaping, \$15,970; 2) REVCO Landscape, \$18,305 and 3) David Ollis Landscape Development, \$19,000. Mr. Cozad reviewed landscaping ideas in brief. Director Raley spoke in opposition of allocating \$20,000 for landscaping for the property. Brief discussion ensued. It is estimated that the property is nearly one acre which is why the expenditure is around \$20,000. President Corneille said that the expense will ultimately be offset by the savings the District will receive from the water saved.

It was moved by Director Aranda and seconded by Director Longville to authorize the General Manager to negotiate and execute a contract not to exceed \$20,000 for turf removal and installation of water efficient landscaping for the Mentone property. The motion carried 3-1 with Director Raley dissenting and Directors Corneille, Longville and Aranda in support with Director McDonald noted absent from the vote.

**President Corneille: Yes
Vice President McDonald: Absent
Director Longville: Yes**

Director Raley: No
Director Aranda: Yes

D. CALPERS CONTRIBUTIONS FOR EMPLOYEES

The annual employee contribution is raised 0.5% as done in previous years until it reaches 3.5%. Resolution No. 526 is proposed for adoption and falls in line with existing policy. The resolution is needed to submit to CalPERS any changes related to contributions.

It was moved by Director Aranda and seconded by Director Longville to approve and adopt Resolution No. 526 incorporating an employee share contribution increase to 3% for fiscal year 2015-2016. The motion carried 4-0 with all Directors present voting in the affirmative and Director McDonald noted absent from the vote.

President Corneille: Yes
Vice President McDonald: Absent
Director Longville: Yes
Director Raley: Yes
Director Aranda: Yes

E. RESOLUTION FOR ANTHONY "BUTCH" ARAIZA'S RETIREMENT

President Corneille requested that Director Longville be in attendance at the retirement dinner for Butch and participate in the presentation of the resolution. He requested to add a "whereas" related to Butch founding/chairing the Upper Santa Water Resources Association.

It was moved by Director Longville and seconded by Director Aranda to approve Resolution No. 527 in appreciation of Anthony "Butch" Araiza, retiring General Manager of West Valley Water District with minor revision. The motion carried 4-0 with all Directors present voting in the affirmative and Director McDonald noted absent from the vote.

President Corneille: Yes
Vice President McDonald: Absent
Director Longville: Yes
Director Raley: Yes
Director Aranda: Yes

F. MCC EQUIPMENT RENTAL (MUNOZ) MATERIALS PROCESSING LICENSE

Mr. Cozad introduced this item for discussion. MCC Equipment Rental subsidiary of Munoz Construction has been performing work for the City of Redlands on pipelines and streets and has an access permit to take sand from Mill Creek and use it as backfill. They have approached the District and requested permission to crush aggregate on District property. The District has not allowed crushing in Mill Creek because of its proximity to a residential area. The Borrow Pit has been used before for crushing so the District suggested they could crush there. The standard language is included in Board Package for review. Mr. Cosgrove noted that licensing fees are on package page 57; it indicates \$500 per month occupancy fee and \$1 per ton sold.

It was moved by Director Aranda and seconded by Director Raley to authorize the General Manager to execute a Material Processing License under standard terms with MCC Equipment Rental to process and remove 15,000 tons at \$1 per ton royalty for up to one year and \$500 per month occupancy fee. The motion carried 4-0 with all Directors present voting in the affirmative and Director McDonald noted absent from the vote.

**President Corneille: Yes
Vice President McDonald: Absent
Director Longville: Yes
Director Raley: Yes
Director Aranda: Yes**

5. INFORMATION ITEMS

A. BOARD COMMITTEE REPORTS-WITHOUT ACTION

There were no committee meetings held during the past month.

B. WASH PLAN REPORT

Mr. Beehler introduced this item for discussion. The written Wash Plan Report is included in the Board package on page 54 along with letter from Jericho systems related to jurisdictional determination, HCP Executive Summary and Wash Plan financial spreadsheet. A Task Force meeting was held on Friday, May 8th to review and discuss the Wash Plan. The FWS was asked to perform a formal review on the HCP. The summaries of estimated costs for HCP implementation are included in Table S-6 of Executive Summary, \$388,768. Regarding the jurisdictional determination, Mr. Beehler said that the District went through a process where they formally notified the USCOE that district facilities do not contain waters of the US. The USCOE came back with their own determination after analyzing data and performing a site visit and stated that the District facilities do contain waters of the US. Therefore additional permitting will be required for construction of water conservation facilities; a 404 permit will be required to perform operations and maintenance on SAR side. Discussion ensued. Mr. Beehler noted that the District held a tour with the Center for Biological Diversity primarily focused on habitat management. Staff has been working with Bonadiman Engineers related to the BLM land transfer as well as working with Mr. Cosgrove regarding legislation. This item was received and filed.

C. GENERAL MANAGER'S REPORT AND MONTHLY RECHARGE REPORT

Mr. Cozad indicated that the written General Manager's Report is included in the Board package on page 64. Staff performed a field tour with Assemblyman Steinorth. Testing of District basin facilities which was reconstructed by DWR's contractor was completed; one of the basins leaked and so DWR's contractor performed work to repair the leak. Additional basins were unable to be tested because we did not have enough water. Field work has been performed for the Mill Creek Redesign; the consultant is working on the conceptual design. LAFCO has

released an internal review draft of their report. Staff performed a preliminary review and most of the comments from the District were incorporated into report. Mr. Cosgrove noted that the organic authority and latent powers were not incorporated in the final report. Staff identified that the draft includes two errors 1) the Plunge Creek project was included but erroneously noted as a SBVMWD project instead of a District project and 2) they listed all of the agencies who do not comply with the AB2040 and listed the District; however the District does comply with the annual disclosure of salaries. LAFCO was forwarded these corrections with supporting documentation. The final report should be released by the end of the week and the hearing will be held May 20th. April's monthly recharge report is 3,580 AF for the current water year. These items were received and filed.

D. WELL IMPACTS DUE TO DROUGHT STUDY

On package page 69 there is a summary of retail agency well rehabilitation cost estimates. They are an estimated \$12,700,000; three of the agency's costs were estimated by SBVMWD. Agencies are trying to obtain grant funding due to the high cost. Staff will update the Board when new information becomes available. President Corneille said that it is a huge cost to retail agencies to lower the equipment to the wells/to drill deeper.

E. GOVERNOR'S EXECUTIVE ORDER ON MANDATORY CONSERVATION UPDATE

Mr. Cozad stated that the BTAC Communication Committee and Water Conservation Committee are going through their process of reviewing the Governor's Executive Order and working together to develop a combined PowerPoint that will be used by all entities. On May 5th the State Board approved the regulations that will be going into effect. The first reporting on these will be in June and first assessment will be done in July.

F. FUTURE AGENDA ITEMS & STAFF TASKS

There were none discussed.

6. MONTHLY BOARD MEMBER COMMITTEE ACTIVITY REPORTS, AND/OR COMMENTS BY BOARD MEMBERS

Director Raley attended the Redlands Rise N Shine meeting. Director Raley asked if the primary and alternate cannot attend their assigned meetings that an alternate be appointed in their place.

Director Aranda attended the ACWA Spring Conference and attended various workshops. The main focus of these were the drought and mandatory regulations. Additional written reports are included in the Board package.

Director Longville attended a meeting where UC Riverside discussed putting a compilation of the late Congressman Brown's information related to the Salton Sea on display. He suggested that water districts become more involved with Southern California Association of Governments (SCAG). He believes they need more input on water policy. He attended the recent meeting and spoke at the function. There is currently no broad level water agency involved with SCAG.

President Corneille attended the ACWA Spring Conference and ACWA Groundwater Committee. The ACWA Groundwater Committee spoke a lot about Sustainable Groundwater Management Act (SGMA). There was a session on the recently published California Headwaters Framework and copies handout. He also attended a session on the additional water storage projects. President Corneille attended the Mentone Area Community Association meeting regarding the community garden. He attended a public steering committee and provided a handout on the Redlands Centennial Park. He informed the committee about the Wash Plan and provided them a handout of the covered activities. The goal of the committee is to create a scenic vista area overlooking the Santa Ana River Wash with educational features. President Corneille will monitor this project and advise of any area where District involvement is requested. He also attended the Wash Plan Task Force meeting. Additional written reports are included in Board package.

7. UPCOMING MEETINGS

There were none discussed.

8. ADJOURN MEETING

It was moved by Director Aranda and seconded by Director Longville to adjourn. The motion carried 4-0 with all Directors present voting in the affirmative.

**President Corneille: Yes
Vice President McDonald: Absent
Director Longville: Yes
Director Raley: Yes
Director Aranda: Yes**

At 3:03 p.m. the meeting adjourned to the next regular Board Meeting scheduled for June 10, 2015 at 1:30 p.m. at District Headquarters, 1630 W. Redlands Blvd., Redlands, CA.

Daniel B. Cozad
General Manager

San Bernardino Valley Water Conservation District
Expenditure Report
May 2015

<u>Num</u>	<u>Date</u>	<u>Name</u>	<u>Account</u>	<u>Class</u>	<u>Original Amount</u>
P/C 5.27.15	05/27/2015	Paychex	1012 · Citizens Busine...		-74.05
			6042 · Payroll Processing	4-General Fund Ent.	74.05
TOTAL					74.05
PC 05.13.15	05/13/2015	Paychex	1012 · Citizens Busine...		-74.05
			6042 · Payroll Processing	4-General Fund Ent.	74.05
TOTAL					74.05
ACH0030	05/04/2015	Aranda, Manuel	1012 · Citizens Busine...		-1,691.24
			6401 · Directors' Fees	4-General Fund Ent.	1,648.00
			6410 · Mileage	4-General Fund Ent.	43.24
TOTAL					1,691.24
ACH0031	05/04/2015	Melody McDonald	1012 · Citizens Busine...		-2,731.86
			6401 · Directors' Fees	4-General Fund Ent.	2,060.00
			6410 · Mileage	4-General Fund Ent.	104.09
			6415 · Air Fare	4-General Fund Ent.	478.00
			6420 · Other Travel	4-General Fund Ent.	62.27
			6425 · Meals	4-General Fund Ent.	27.50
TOTAL					2,731.86
ACH0032	05/15/2015	Raley, David	1012 · Citizens Busine...		-618.00
			6401 · Directors' Fees	4-General Fund Ent.	618.00
TOTAL					618.00
ACH0033	05/27/2015	Aranda, Manuel	1012 · Citizens Busine...		-2,268.45
			6401 · Directors' Fees	4-General Fund Ent.	2,060.00
			6425 · Meals	4-General Fund Ent.	101.95
			6420 · Other Travel	4-General Fund Ent.	91.50
			6435 · Conf/Seminar R...	4-General Fund Ent.	15.00
TOTAL					2,268.45
ACH0034	05/28/2015	Raley, David	1012 · Citizens Busine...		-1,863.78
			6401 · Directors' Fees	4-General Fund Ent.	1,648.00
			6410 · Mileage	4-General Fund Ent.	9.78
			6401 · Directors' Fees	4-General Fund Ent.	206.00
TOTAL					1,863.78
19570	05/01/2015	Aaron Pederson	1012 · Citizens Busine...		-35.00
	04/26/2015		6018 · Janitorial Services	4-General Fund Ent.	35.00
TOTAL					35.00

San Bernardino Valley Water Conservation District
Expenditure Report
May 2015

<u>Num</u>	<u>Date</u>	<u>Name</u>	<u>Account</u>	<u>Class</u>	<u>Original Amount</u>
19571	05/01/2015	ACWA/JPIA-Health	1012 · Citizens Busine...		-9,525.62
	04/30/2015		6110 · Vision Insurance	4-General Fund Ent.	22.80
			6110 · Vision Insurance	1-Groundwater Ent.	72.22
			6110 · Vision Insurance	2-Redlands Plaza/...	7.24
			6110 · Vision Insurance	3-Land Resources	21.15
			6110 · Vision Insurance	5-Wash Plan	18.55
			6130 · Dental Insurance	4-General Fund Ent.	102.55
			6130 · Dental Insurance	1-Groundwater Ent.	324.79
			6130 · Dental Insurance	2-Redlands Plaza/...	32.56
			6130 · Dental Insurance	3-Land Resources	95.13
			6130 · Dental Insurance	5-Wash Plan	83.45
			6150 · Medical Insurance	4-General Fund Ent.	1,404.48
			6150 · Medical Insurance	1-Groundwater Ent.	4,448.67
			6150 · Medical Insurance	2-Redlands Plaza/...	446.00
			6150 · Medical Insurance	3-Land Resources	1,303.03
			6150 · Medical Insurance	5-Wash Plan	1,143.00
TOTAL					9,525.62
19572	05/01/2015	Advanced Landscape a...	1012 · Citizens Busine...		-422.90
	03/23/2015		6026 · Redlands Plaza ...	2-Redlands Plaza/...	422.90
TOTAL					422.90
19573	05/01/2015	Angie J. Quiroga	1012 · Citizens Busine...		-25.01
	04/30/2015		6510 · Mileage	4-General Fund Ent.	21.22
			6039 · Postage and Ov...	4-General Fund Ent.	3.79
TOTAL					25.01
19574	05/01/2015	Antimite Pest Control, I...	1012 · Citizens Busine...		-66.00
	04/21/2015		6026 · Redlands Plaza ...	2-Redlands Plaza/...	66.00
TOTAL					66.00
19575	05/01/2015	Arrowhead	1012 · Citizens Busine...		-48.54
	04/24/2015		5460 · Water / Trash / S...	4-General Fund Ent.	24.27
			5460 · Water / Trash / S...	1-Groundwater Ent.	19.42
			5460 · Water / Trash / S...	3-Land Resources	4.85
TOTAL					48.54
19576	05/01/2015	Bob's Plumbing	1012 · Citizens Busine...		-115.00
	04/27/2015		6016 · Redlands Plaza ...	2-Redlands Plaza/...	115.00
TOTAL					115.00
19577	05/01/2015	California Strategies	1012 · Citizens Busine...		-3,000.00
	04/20/2015		5120 · Misc. Profession...	4-General Fund Ent.	1,330.00
			5120 · Misc. Profession...	1-Groundwater Ent.	88.00
			5120 · Misc. Profession...	3-Land Resources	1,582.00
TOTAL					3,000.00
19578	05/01/2015	Castro Landscaping Se...	1012 · Citizens Busine...		-450.00
	04/28/2015		6015 · Mentone House ...	2-Redlands Plaza/...	200.00
			6026 · Redlands Plaza ...	2-Redlands Plaza/...	250.00
TOTAL					450.00

San Bernardino Valley Water Conservation District
Expenditure Report
May 2015

<u>Num</u>	<u>Date</u>	<u>Name</u>	<u>Account</u>	<u>Class</u>	<u>Original Amount</u>
19579	05/01/2015	Day Lite Maintenance, I...	1012 · Citizens Busine...		-43.11
	04/10/2015		6026 · Redlands Plaza ...	2-Redlands Plaza/...	43.11
TOTAL					43.11
19580	05/01/2015	Edison - 8812	1012 · Citizens Busine...		-188.43
	05/02/2015		5420 · Electricity	4-General Fund Ent.	52.76
			5420 · Electricity	1-Groundwater Ent.	37.69
			5420 · Electricity	2-Redlands Plaza/...	97.98
TOTAL					188.43
19581	05/01/2015	Edison - Redlands Plaza	1012 · Citizens Busine...		-201.02
	05/02/2015		6026 · Redlands Plaza ...	2-Redlands Plaza/...	201.02
TOTAL					201.02
19582	05/01/2015	Empire Disposal	1012 · Citizens Busine...		-63.48
	05/01/2015		6015 · Mentone House ...	2-Redlands Plaza/...	63.48
TOTAL					63.48
19583	05/01/2015	EnviroMine, Inc.	1012 · Citizens Busine...		-18,991.27
	04/24/2015		5120 · Misc. Profession...	4-General Fund Ent.	8,418.83
			5120 · Misc. Profession...	1-Groundwater Ent.	556.44
			5120 · Misc. Profession...	3-Land Resources	10,016.00
TOTAL					18,991.27
19584	05/01/2015	Home Depot Credit Ser...	1012 · Citizens Busine...		-95.37
	04/28/2015		5210 · Equipment Maint...	1-Groundwater Ent.	26.05
			6015 · Mentone House ...	2-Redlands Plaza/...	69.32
TOTAL					95.37
19585	05/01/2015	Image Source	1012 · Citizens Busine...		-304.19
	04/17/2015		6033 · Office Equipmen...	4-General Fund Ent.	228.14
			6033 · Office Equipmen...	1-Groundwater Ent.	15.21
			6033 · Office Equipmen...	2-Redlands Plaza/...	45.63
			6033 · Office Equipmen...	3-Land Resources	15.21
TOTAL					304.19
19586	05/01/2015	JAN-PRO Cleaning Sys...	1012 · Citizens Busine...		-618.00
	05/01/2015		6018 · Janitorial Services	4-General Fund Ent.	618.00
TOTAL					618.00
19587	05/01/2015	Lowe's Companies, Inc.	1012 · Citizens Busine...		-132.08
	04/25/2015		6030 · Office Supplies	4-General Fund Ent.	71.88
			6030 · Office Supplies	1-Groundwater Ent.	4.50
			6030 · Office Supplies	2-Redlands Plaza/...	8.98
			6030 · Office Supplies	3-Land Resources	4.50
			5210 · Equipment Maint...	1-Groundwater Ent.	19.72
			6001 · General Adminis...	4-General Fund Ent.	11.25
			6001 · General Adminis...	1-Groundwater Ent.	11.25
TOTAL					132.08

San Bernardino Valley Water Conservation District
Expenditure Report
May 2015

<u>Num</u>	<u>Date</u>	<u>Name</u>	<u>Account</u>	<u>Class</u>	<u>Original Amount</u>
19588	05/01/2015	Netsteller	1012 · Citizens Busine...		-450.00
	05/01/2015		5160 · IT Support	4-General Fund Ent.	165.01
			5160 · IT Support	1-Groundwater Ent.	239.99
			5160 · IT Support	3-Land Resources	45.00
TOTAL					450.00
19589	05/01/2015	Press Enterprise	1012 · Citizens Busine...		-314.52
	04/27/2015		6090 · Subscriptions/Pu...	4-General Fund Ent.	314.52
TOTAL					314.52
19590	05/01/2015	Redlands Motorsports	1012 · Citizens Busine...		-584.77
	04/30/2015		5310 · Vehicle Mainten...	1-Groundwater Ent.	584.77
TOTAL					584.77
19591	05/01/2015	Ryan Hejka	1012 · Citizens Busine...		-510.00
	05/05/2015	SBVWCD:Groundwater ...	5120 · Misc. Profession...	4-General Fund Ent.	226.08
			5120 · Misc. Profession...	1-Groundwater Ent.	14.94
			5120 · Misc. Profession...	3-Land Resources	268.98
TOTAL					510.00
19592	05/01/2015	The Gas Company	1012 · Citizens Busine...		-28.90
	04/17/2015		5450 · Natural Gas	4-General Fund Ent.	17.34
			5450 · Natural Gas	1-Groundwater Ent.	11.56
TOTAL					28.90
19593	05/01/2015	U.S. Bank Equipment F...	1012 · Citizens Busine...		-362.20
	04/14/2015		6033 · Office Equipmen...	4-General Fund Ent.	271.65
			6033 · Office Equipmen...	1-Groundwater Ent.	18.11
			6033 · Office Equipmen...	2-Redlands Plaza/...	54.33
			6033 · Office Equipmen...	3-Land Resources	18.11
TOTAL					362.20
19594	05/01/2015	Valero Marketing & Sup...	1012 · Citizens Busine...		-952.33
	04/30/2015		5320 · Fuel	1-Groundwater Ent.	939.39
			6001 · General Adminis...	4-General Fund Ent.	6.47
			6001 · General Adminis...	1-Groundwater Ent.	6.47
TOTAL					952.33
19595	05/01/2015	Verizon California -7275	1012 · Citizens Busine...		-126.47
	04/19/2015		5440 · Telephone	4-General Fund Ent.	61.24
			5440 · Telephone	1-Groundwater Ent.	26.24
			5470 · Internet Services	4-General Fund Ent.	19.49
			5470 · Internet Services	1-Groundwater Ent.	11.70
			5470 · Internet Services	2-Redlands Plaza/...	1.95
			5470 · Internet Services	3-Land Resources	5.85
TOTAL					126.47

San Bernardino Valley Water Conservation District
Expenditure Report
May 2015

<u>Num</u>	<u>Date</u>	<u>Name</u>	<u>Account</u>	<u>Class</u>	<u>Original Amount</u>
19596	05/14/2015	Athena Monge	1012 · Citizens Busine...		-37.43
	05/14/2015		6510 · Mileage	4-General Fund Ent.	37.43
TOTAL					37.43
19597	05/14/2015	Bob's Plumbing	1012 · Citizens Busine...		-85.00
	05/05/2015		6016 · Redlands Plaza ...	2-Redlands Plaza/...	85.00
TOTAL					85.00
19598	05/14/2015	Corneille, Richard	1012 · Citizens Busine...		-1,048.40
	05/01/2015		6401 · Directors' Fees	4-General Fund Ent.	1,030.00
			6410 · Mileage	4-General Fund Ent.	18.40
TOTAL					1,048.40
19599	05/14/2015	Cozad, Daniel B	1012 · Citizens Busine...		-183.43
	04/30/2015		6510 · Mileage	4-General Fund Ent.	183.43
TOTAL					183.43
19600	05/14/2015	Day Lite Maintenance, I...	1012 · Citizens Busine...		-144.00
	05/01/2015		6026 · Redlands Plaza ...	2-Redlands Plaza/...	144.00
TOTAL					144.00
19601	05/14/2015	EnviroMine, Inc.	1012 · Citizens Busine...		-14,858.10
	04/06/2015		5120 · Misc. Profession...	4-General Fund Ent.	6,586.60
			5120 · Misc. Profession...	1-Groundwater Ent.	436.82
			5120 · Misc. Profession...	3-Land Resources	7,834.68
TOTAL					14,858.10
19602	05/14/2015	Hi-Way Safety Inc.	1012 · Citizens Busine...		0.00
TOTAL					0.00
19603	05/14/2015	Industrial Fire Protection	1012 · Citizens Busine...		-237.50
	05/08/2015		5210 · Equipment Maint...	1-Groundwater Ent.	118.75
			6012 · Office Maintenanc...	4-General Fund Ent.	47.50
			6012 · Office Maintenanc...	1-Groundwater Ent.	71.25
TOTAL					237.50
19604	05/14/2015	Manuel Colunga	1012 · Citizens Busine...		-22.98
	05/11/2015		5310 · Vehicle Mainten...	1-Groundwater Ent.	22.98
TOTAL					22.98

San Bernardino Valley Water Conservation District
Expenditure Report
May 2015

<u>Num</u>	<u>Date</u>	<u>Name</u>	<u>Account</u>	<u>Class</u>	<u>Original Amount</u>
19605	05/14/2015	Verizon California-4860	1012 · Citizens Busine...		-422.36
	04/28/2015		5440 · Telephone	4-General Fund Ent.	279.56
			5440 · Telephone	1-Groundwater Ent.	119.81
			5470 · Internet Services	4-General Fund Ent.	11.49
			5470 · Internet Services	1-Groundwater Ent.	6.90
			5470 · Internet Services	2-Redlands Plaza/...	1.15
			5470 · Internet Services	3-Land Resources	3.45
TOTAL					422.36
19606	05/14/2015	West Valley Water Distr...	1012 · Citizens Busine...		-120.00
	05/01/2015		6425 · Meals	4-General Fund Ent.	120.00
TOTAL					120.00
19607	05/15/2015	Hi-Way Safety Inc.	1012 · Citizens Busine...		-394.05
	05/11/2015		5215 · Property Mainten...	1-Groundwater Ent.	315.24
			5215 · Property Mainten...	3-Land Resources	78.81
TOTAL					394.05
19608	05/28/2015	Antimite Pest Control, I...	1012 · Citizens Busine...		-66.00
	05/18/2015		6026 · Redlands Plaza ...	2-Redlands Plaza/...	66.00
TOTAL					66.00
19609	05/28/2015	Assoc. San Bernardino...	1012 · Citizens Busine...		-97.00
	05/28/2015		6425 · Meals	4-General Fund Ent.	70.00
			6425 · Meals	4-General Fund Ent.	27.00
TOTAL					97.00
19610	05/28/2015	Beach Boyz Auto Service	1012 · Citizens Busine...		-2,654.73
	05/14/2015		5310 · Vehicle Mainten...	1-Groundwater Ent.	1,282.40
			5310 · Vehicle Mainten...	1-Groundwater Ent.	1,372.33
TOTAL					2,654.73
19611	05/28/2015	California Strategies	1012 · Citizens Busine...		-3,000.00
	05/20/2015		5120 · Misc. Profession...	4-General Fund Ent.	1,330.00
			5120 · Misc. Profession...	1-Groundwater Ent.	88.00
			5120 · Misc. Profession...	3-Land Resources	1,582.00
TOTAL					3,000.00
19612	05/28/2015	Citizens Business Bank	1012 · Citizens Busine...		-3,295.05
	05/14/2015		5215 · Property Mainten...	1-Groundwater Ent.	47.80
			5310 · Vehicle Mainten...	1-Groundwater Ent.	425.00
			6002 · Website Adminis...	4-General Fund Ent.	344.99
			6004 · Meeting Expenses	4-General Fund Ent.	38.47
			6004 · Meeting Expenses	3-Land Resources	12.83
			6016 · Redlands Plaza ...	2-Redlands Plaza/...	30.21
			6030 · Office Supplies	4-General Fund Ent.	263.58
			6030 · Office Supplies	1-Groundwater Ent.	16.47
			6030 · Office Supplies	2-Redlands Plaza/...	32.95
			6030 · Office Supplies	3-Land Resources	16.47
			6039 · Postage and Ov...	4-General Fund Ent.	111.27
			6039 · Postage and Ov...	1-Groundwater Ent.	50.58
			6039 · Postage and Ov...	2-Redlands Plaza/...	20.23

San Bernardino Valley Water Conservation District
Expenditure Report
May 2015

<u>Num</u>	<u>Date</u>	<u>Name</u>	<u>Account</u>	<u>Class</u>	<u>Original Amount</u>
			6039 · Postage and Ov...	3-Land Resources	20.23
			6425 · Meals	4-General Fund Ent.	44.25
			6420 · Other Travel	4-General Fund Ent.	30.75
			6430 · Lodging	4-General Fund Ent.	739.50
			6515 · Air Fare	4-General Fund Ent.	197.55
			6515 · Air Fare	1-Groundwater Ent.	153.65
			6515 · Air Fare	3-Land Resources	87.80
			6520 · Travel, Other (re...	4-General Fund Ent.	71.64
			6520 · Travel, Other (re...	1-Groundwater Ent.	55.72
			6520 · Travel, Other (re...	3-Land Resources	31.84
			6525 · Meals	4-General Fund Ent.	28.91
			6525 · Meals	1-Groundwater Ent.	22.49
			6525 · Meals	3-Land Resources	12.85
			6530 · Lodging	4-General Fund Ent.	174.16
			6530 · Lodging	1-Groundwater Ent.	135.46
			6530 · Lodging	3-Land Resources	77.40
TOTAL					3,295.05
19613	05/28/2015	City of Redlands -Muni...	1012 · Citizens Busine...		-183.88
	05/14/2015		6015 · Mentone House ...	2-Redlands Plaza/...	183.88
TOTAL					183.88
19614	05/28/2015	Edison - 7241	1012 · Citizens Busine...		-53.88
	05/13/2015		5420 · Electricity	4-General Fund Ent.	15.08
			5420 · Electricity	1-Groundwater Ent.	10.78
			5420 · Electricity	2-Redlands Plaza/...	28.02
TOTAL					53.88
19615	05/28/2015	Edison -5552	1012 · Citizens Busine...		-399.17
	05/12/2015		5420 · Electricity	4-General Fund Ent.	111.77
			5420 · Electricity	1-Groundwater Ent.	79.83
			5420 · Electricity	2-Redlands Plaza/...	207.57
TOTAL					399.17
19616	05/28/2015	ICF Jones & Stokes, Inc	1012 · Citizens Busine...		-29,750.00
	04/30/2015		5122 · Wash Plan Profe...	5-Wash Plan	29,750.00
TOTAL					29,750.00
19617	05/28/2015	IERCD	1012 · Citizens Busine...		-2,934.99
	05/19/2015		5125 · Engineering Ser...	1-Groundwater Ent.	2,934.99
TOTAL					2,934.99
19618	05/28/2015	Image Source	1012 · Citizens Busine...		-472.14
	05/15/2015		6036 · Printing	4-General Fund Ent.	236.07
			6036 · Printing	1-Groundwater Ent.	188.86
			6036 · Printing	3-Land Resources	47.21
TOTAL					472.14
19619	05/28/2015	JAN-PRO Cleaning Sys...	1012 · Citizens Busine...		-618.00
	06/01/2015		6018 · Janitorial Services	4-General Fund Ent.	618.00
TOTAL					618.00

San Bernardino Valley Water Conservation District
Expenditure Report
May 2015

<u>Num</u>	<u>Date</u>	<u>Name</u>	<u>Account</u>	<u>Class</u>	<u>Original Amount</u>
19620	05/28/2015	Quill Corporation	1012 · Citizens Busine...		-240.12
	05/11/2015		6019 · Janitorial Supplies	4-General Fund Ent.	39.52
			6019 · Janitorial Supplies	1-Groundwater Ent.	26.35
			6030 · Office Supplies	4-General Fund Ent.	105.73
			6030 · Office Supplies	1-Groundwater Ent.	6.61
			6030 · Office Supplies	2-Redlands Plaza/...	13.22
			6030 · Office Supplies	3-Land Resources	6.61
			6004 · Meeting Expenses	4-General Fund Ent.	31.57
			6004 · Meeting Expenses	3-Land Resources	10.51
TOTAL					240.12
19621	05/28/2015	Rutan & Tucker	1012 · Citizens Busine...		-71,327.13
	05/15/2015		5180 · Legal	4-General Fund Ent.	26,268.45
			5180 · Legal	1-Groundwater Ent.	19,701.34
			5180 · Legal	2-Redlands Plaza/...	6,567.11
			5180 · Legal	3-Land Resources	13,134.23
			5180 · Legal	3-Land Resources	120.00
			5180 · Legal	5-Wash Plan	5,536.00
TOTAL					71,327.13
19622	05/28/2015	The Gas Company	1012 · Citizens Busine...		-8.46
	05/18/2015		5450 · Natural Gas	4-General Fund Ent.	5.08
			5450 · Natural Gas	1-Groundwater Ent.	3.38
TOTAL					8.46
19623	05/28/2015	U.S. Bank Equipment F...	1012 · Citizens Busine...		-362.20
	05/15/2015		6033 · Office Equipmen...	4-General Fund Ent.	271.65
			6033 · Office Equipmen...	1-Groundwater Ent.	18.11
			6033 · Office Equipmen...	2-Redlands Plaza/...	54.33
			6033 · Office Equipmen...	3-Land Resources	18.11
TOTAL					362.20
19624	05/28/2015	Verizon California -7275	1012 · Citizens Busine...		-126.47
	05/19/2015		5440 · Telephone	4-General Fund Ent.	61.24
			5440 · Telephone	1-Groundwater Ent.	26.24
			5470 · Internet Services	4-General Fund Ent.	19.49
			5470 · Internet Services	1-Groundwater Ent.	11.70
			5470 · Internet Services	2-Redlands Plaza/...	1.95
			5470 · Internet Services	3-Land Resources	5.85
TOTAL					126.47
100107N	05/13/2015	PERS	1012 · Citizens Busine...		-1,704.20
			6170 · PERS Retirement	4-General Fund Ent.	187.47
			6170 · PERS Retirement	1-Groundwater Ent.	597.53
			6170 · PERS Retirement	2-Redlands Plaza/...	58.58
			6170 · PERS Retirement	3-Land Resources	175.74
			6170 · PERS Retirement	5-Wash Plan	152.31
			2102 · Pers Retirement ...	4-General Fund Ent.	532.57
TOTAL					1,704.20

San Bernardino Valley Water Conservation District Expenditure Report May 2015

Num	Date	Name	Account	Class	Original Amount
100108N	05/27/2015	PERS	1012 · Citizens Busine...		-850.00
			6170 · PERS Retirement	4-General Fund Ent.	136.00
			6170 · PERS Retirement	1-Groundwater Ent.	433.50
			6170 · PERS Retirement	2-Redlands Plaza/...	42.50
			6170 · PERS Retirement	3-Land Resources	127.50
			6170 · PERS Retirement	5-Wash Plan	110.50
TOTAL					850.00
100109N	05/28/2015	PERS	1012 · Citizens Busine...		-1,704.20
			6170 · PERS Retirement	4-General Fund Ent.	187.47
			6170 · PERS Retirement	1-Groundwater Ent.	597.53
			6170 · PERS Retirement	2-Redlands Plaza/...	58.58
			6170 · PERS Retirement	3-Land Resources	175.74
			6170 · PERS Retirement	5-Wash Plan	152.31
			2102 · Pers Retirement ...	4-General Fund Ent.	532.57
TOTAL					1,704.20



SAN BERNARDINO VALLEY WATER CONSERVATION DISTRICT

Established 1932

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Redlands, CA 92373-8032
(909) 793-2503
Fax: (909) 793-0188

Email: info@sbvwcd.org
www.sbvwcd.org

Memorandum No. 1344

To: Board of Directors

From: Ad Hoc GM Evaluation Committee

Date: June 10, 2015

Subject: General Manager's Annual Performance Evaluation, Employment Agreement and Resolution No. 528

RECOMMENDATION

The Ad Hoc GM Evaluation Committee recommends the Board approve the Employment Agreement prepared by General Counsel. The agreement revises and extends the General Manager's (GM) contract through June 30, 2016 at an annual salary of \$199,028. The Committee also recommends a bonus of \$9,451 for the GM's performance during FY 2014/2015. The Committee recommends approval of Resolution No. 528 which supersedes Resolution No. 493 defining the responsibilities and authority of the GM and makes non-substantive clarifying changes to Resolution No. 493.

DISCUSSION

The Ad Hoc Committee for General Manager's Evaluation met on May 27, 2015 to review the performance of the General Manager and to determine an appropriate salary for the 2015-2016 fiscal year and revise the disability retirement age for health benefits. The Ad Hoc Committee worked with counsel to revise the contract prepared for consideration in this item.

Additionally, the Ad Hoc Committee reviewed Resolution No. 493 which defines the responsibilities and authority of the General Manager. The committee recommends approval Resolution No. 528 superseding Resolution No. 493 with non-substantive clarifying changes. Minutes prepared by the Ad Hoc Committee are attached. Also Major Accomplishments and Board Priorities for 2014 and 2015 are attached.

FISCAL IMPACT

The Agreement provides for salary and benefits within the approved budget for Fiscal Year 2015-2016. Additional actuarial costs (estimated at between \$6,000 and \$10,000) could be assessed if retirement is implemented in the term of this contract.

BOARD
OF
DIRECTORS

Division 1:
Richard Corneille
Division 2: David E.
Raley

Division 3:
Manual Aranda, Jr.
Division 4:
John Longville

Division 5:
Melody McDonald

GENERAL
MANAGER

Daniel B. Cozad

SAN BERNARDINO VALLEY WATER CONSERVATION DISTRICT

BOARD OF DIRECTORS

MINUTES OF THE AD HOC COMMITTEE MEETING

FOR GENERAL MANAGER PERFORMANCE REVIEW

May 27, 2015 at 10:00 AM

AD HOC COMMITTEE MEMBERS PRESENT:

Richard Corneille, Board President

Melody McDonald, Board Vice President

STAFF PRESENT:

Daniel Cozad, General Manager

1. DISCUSSION

Board President Corneille said the purpose of the meeting was for the annual performance evaluation of the General Manager. President Corneille suggested to first discuss the major accomplishments for fiscal year 2014/15 and the status of Board Priorities for the same period. This will help determine if a merit bonus of up to 5% of total current annual salary should be paid to the General Manager as provided for in Section 5 of his employment agreement, and for the setting of a merit raise in base salary for a new employment agreement for the period from July 1, 2015 to June 30, 2016. Provisions in the new agreement would then be discussed.

The list of major accomplishments was reviewed and questions from President Corneille and Vice President McDonald responded to by Mr. Cozad. The result of the CEMEX arbitration was a major accomplishment in terms of settling a dispute and obtaining a fair royalty. President Corneille noted the almost full funding of reserves in a four year period has brought the District financial security and the ability to fund on a pay-as-you-go basis several important capital projects. The production of the Wash Plan documents including the publishing of the Draft HCP and the draft EIS/EIR basically on schedule with wide support by the resource agencies and the Task Force are major accomplishments. The recent development of the endowment model for the Wash Plan and discussions with the funding agencies has been successful. The reviews of the Wash Plan draft conceptual trails report and hosting of the Highlands Trails Day have been very positive outreach efforts.

The Board Priorities for 2014 and 2015 were then reviewed. While the District's sphere of influence was not reinstated at the recent LAFCO meeting the MSR review was complete and three alternative spheres will be evaluated by LAFCO. Several of the Board's top priorities relate to the Wash Plan completion this year and all are well underway and on schedule. It was noted that Mr. Cozad has taken the lead in developing the concepts and details of the MOU for the Groundwater Sustainability Council. The

designs are underway and initial deliverables are due soon for both the Plunge Creek and Mill Creek Diversion projects. Operation and maintenance permits for the District's existing facilities are proceeding and under review by USACOE and shortly to be presented to California Department of Fish and Wildlife.

Based on this review of the major accomplishments and the Board's Priorities, the Ad Hoc Committee recommends that Mr. Cozad receive a 5% cash bonus for his performance during the term of his existing agreement to be paid upon approval of the Board. In addition the Committee recommends that the provision for up to a 5% of total salary cash bonus be included in his new employment agreement for the period of July 1, 2015 to June 30, 2016. It was noted by President Corneille that a bonus does not impact the base salary received by Mr. Cozad.

President Corneille said he continues to be extremely impressed with Mr. Cozad's performance and management skills. He noted that he talked to four of the District's staff and they all are pleased with how the District is being managed. They said Mr. Cozad sets direction, and is open to staff ideas and input. Field staff noted that Mr. Cozad is the first GM who regularly visits the facilities and works through solutions to field issues with the staff. President Corneille noted that his positive relationships with our groundwater partners, regulatory agency staff, and the community are a major benefit to the District. His financial management is also excellent and a major reason why the District is now in excellent financial shape.

Vice President McDonald said she is also very pleased with Mr. Cozad's performance and management style. She said that she is especially pleased with his mentoring and development of staff. She sees the staff as a highly functioning team due to Mr. Cozad's management style. She also noted his relationships and contacts are exceptional.

Salary was then discussed. It was agreed that Mr. Cozad should receive the 1.3% COLA included in the Fiscal 2015/16 budget approved at the May 14, Board Meeting. It was noted that a 5% pool for merit salary increases was also included in the approved budget. Mr. Cozad provided a table of General Manager's salaries for regional and local agencies in the Inland Empire. Mr. Cozad's current salary is in the lower end of the list. Based on his performance, and with the provision for merit based bonus, a salary increase of 4% was suggested.

With respect to the Employment Agreement for the next fiscal year, Mr. Cozad is okay with a one year agreement. Mr. Cozad suggested that under Section 4 Disability a consideration of providing health benefits if he retires due to disability until age 60 be added. This wording is referred to District Counsel for refinement and impact on the District. Mr. Cozad provided his current accrued vacation days in Section 7 Vacation of 45 days and under Section 8 Sick Leave of 46 days as of May 8, 2015.

The Ad Hoc Committee then reviewed the GM duties in Resolution No. 493. It was agreed that under Section 12, Reports to the Board, item i regarding an annual report to the Board should be deleted as detailed written monthly reports are included in item ii, and a yearly is therefore redundant. In addition under Section 20 F, regarding approval of the GM's expense reports that the report be approved by the President or Vice President.

2. RECOMMENDATION

In summary, the performance of Mr. Cozad has been exceptional and he has met all Board priorities for the period from July 1, 2014 to June 30, 2015. The Ad Hoc Committee recommends to the Board that Mr. Cozad receive a cash bonus of 5% of total salary for performance of \$9,451 under his current employment agreement.

For Mr. Cozad's employment agreement for the period from July 1, 2015 to June 30, 2016 the Committee recommends that the provision for up to a 5% of total salary cash bonus for performance meeting the District's Board priorities be included. The Committee also recommends a 1.3% COLA as approved in the annual budget and a 4% merit increase for a total 5.3% increase resulting in a new salary of \$199,028.

3. ADJOURN

There being no further business the meeting was adjourned at 12:05 PM.

Prepared by:

Richard Corneille

Board President

AGREEMENT FOR EMPLOYMENT OF GENERAL MANAGER

This AGREEMENT FOR EMPLOYMENT OF GENERAL MANAGER (“Agreement”) is entered into effective on the 1st day of July, 2015 (“Effective Date”) by and between the SAN BERNARDINO VALLEY WATER CONSERVATION DISTRICT, a public agency and water conservation district duly formed and existing under the Water Conservation Act, California Water Code sections 74000 *et seq.* (“District”) and Daniel B. Cozad (“Employee”) on the terms and conditions stated herein.

1. Duties of Employee

A. District hereby agrees to employ Employee, and Employee hereby accepts employment with District, as District’s General Manager. Employee shall perform all of the managerial duties of the District, including, but not limited to, all of those duties set forth in Resolution No. 528, a copy of which is attached hereto as Exhibit A, and incorporated herein by reference, and as may be amended. Employee shall perform such other legally permissible and proper duties as may be necessary or beneficial to manage and conduct the District’s business and operations, as the District’s Board of Directors may assign or require. Employee agrees to fulfill and abide by the terms of Resolution No. 528 and by all of the other District’s adopted policies and procedures. Employee specifically will work to implement the Board of Director’s approved Strategic Plan, Policies and priorities established each January including any additions or changes to the priorities made by the Board from time to time.

B. It is expressly understood that Employee shall be required to devote requisite time and effort to the business of the District during the term of this Agreement, but may also continue to pursue existing and future professional consulting clients during his tenure as General Manager of District, provided, however, District consents in advance to such third party retention or employment. Employee shall not, either as an employee, employer, consultant, agent, principal, planner, stockholder, corporate officer, director, or any other individual or representative capacity, engage or participate in any business that is in competition with, or in conflict in any manner whatsoever with, the business, projects, or official positions of the District. During the effective term of this Agreement, Employee shall provide written notice to the Board President of any prospective client or other business for whom Employee proposes to contract or otherwise perform work, at least five (5) business days prior to accepting such contract or employment. The Board President shall determine, in the exercise of reasonable discretion, whether a conflict of interest exists or is likely to arise from the Employee’s prospective third-party contract or employment and the work that Employee is or may reasonably be expected to provide for the District. In the event the Board President determines no such conflict exists, the General Manager may accept such contract or employment. In the event the Board President determines such a conflict exists, the General Manager shall either decline to accept such contract or employment, or defer such acceptance until the question of the existence of a conflict of interest can be referred to the full Board of Directors for determination. The Board’s determination on this matter shall be final, and binding on both parties. This Agreement shall not be interpreted to prohibit Employee from making personal investments, conducting private business affairs, or pursuing personal political activities, so long as such

activities do not materially interfere with the duties and services Employee is required to perform under this Agreement.

2. Term of Agreement and At-Will Status

A. Employee shall serve at the pleasure of the District's Board of Directors and is specifically employed on an "at-will" basis. Employee's employment hereunder may be terminated at any time by a majority vote of the District's Board of Directors, with or without cause.

B. This Agreement shall commence as of July 1, 2015, and shall remain in effect until June 30, 2016, unless terminated earlier in accordance with the provisions of this Agreement.

3. Termination

This Agreement may be terminated by District at any time, with or without cause, consistent with Employee's at will status. This Agreement may be terminated by Employee upon no less than 30 days written notice to the President of the Board of Directors of the intent to resign, retire, or otherwise separate from employment with the District. In the event of such termination by Employee, Employee's employment shall be terminated at the end of the 30-day period, unless District's Board of Directors determines, in its sole discretion, to designate the operative date of the termination at an earlier date. Employee and District may, by mutual agreement, extend Employee's termination date beyond the 30-day notice period.

Upon termination or other separation from employment with the District, Employee shall be paid all accrued salary and benefits, including a pro rata monthly amount for any partial year, and for all accrued, unused vacation and sick leave. Upon termination or separation, Employee shall turn over to the District all District's property, including, but not limited to, any credit cards, computer hardware or software, and all files, reports, or presentation materials.

4. Disability

In the event Employee becomes permanently disabled or is otherwise unable to perform his duties, as determined by a licensed physician designated by the District's Board of Directors, because of sickness, accident, injury, mental incapacity or other medical condition for a period of twelve (12) weeks in any one (1) year period measured from the first date of absence for such reason, this absence shall be defined as "FMLA/CFRA Leave" for a qualifying event." During the Employee's FMLA/CFRA Leave, Employee shall be required to utilize all accrued and unused paid leave concurrently during this time period. Employee, in his capacity as General Manager, is deemed a key employee under the FMLA/CFRA. Employee is therefore not entitled to reinstatement to his former position of General Manager at the expiration of the FMLA/CFRA Leave of twelve (12) weeks in a one (1) year period measured from the first day of Employee's absence for a qualifying event, and such inability to return to work constitutes just cause for Employee's termination. In the event Employee elects voluntarily to retire any time after six consecutive weeks of absence from his duties due to, or as a result of, a "qualifying event," District shall continue to pay the premiums for Employee's group health plans for Employee and his spouse until Employee becomes eligible for Medicare. District may require, any time within

sixty (60) days of the execution of this Agreement, a physical examination of Employee with a physician of District's choice. If such physical examination reveals the existence of any "qualifying event," the District may, but is not required to, cancel such payment for Employee's group health plans for Employee and his spouse.

5. Salary

Employee shall be paid as determined by the Board of Directors, in accordance with District's standard payroll procedures. Employee's salary shall be increased from the formerly applicable salary rate by 1.3% for COLA as approved in the annual budget, and by a merit increase of 4%, for a total 5.3% increase, resulting in a new salary applicable through the term of this Agreement of One Hundred Ninety Nine Thousand, Twenty Eight Dollars (\$199,028) annually, effective from the Effective Date. Employee's performance shall be subject to review by the District's Board of Directors, or any committee of the Board to which such responsibility has been delegated, and shall occur at least once before the first anniversary of the Effective Date. Such review shall serve as the basis for any consideration of extension of this Agreement and any adjustments to Employee's salary or other benefits. Employee's annual performance shall be evaluated before the first anniversary of the Effective Date, and a merit bonus of up to 5% of total salary, in addition to the One Hundred Ninety Nine Thousand, Twenty Eight Dollars (\$199,028) annually, may be paid to the Employee based on performance toward the District priorities listed in Section 1. A. above. It shall be the responsibility of Employee to work with the Board President to place Employee's reviews and consideration of salary adjustments on a meeting agenda for consideration by the Board of Directors in a timely fashion.

6. Uniqueness of Services

Employee represents and agrees that the services to be performed by this Agreement are special, unique, unusual, extraordinary, and of an intellectual character, that gives him a peculiar value to the District, the loss of which cannot be reasonably or adequately be compensated for in monetary damages.

7. Vacation

As of May 8, 2015, Employee has accrued approximately 45 days of unused vacation. Employee shall accrue additional vacation at a rate of 1.67 days per month of completed employment as stipulated in the Personnel Manual for all employees, except the Manager may accrue vacation without limitation during the term of employment and may at any time elect to cash out some or all of currently accrued vacation.

8. Sick Leave

Sick leave is a protection to Employee granted by District to assist Employee in times or circumstances of illness, incapacity, or physical adversity, and is intended to serve as a protection for Employee's health and welfare; it is not an earned right to time off of work. Employee shall accrue sick leave at a rate of one (1) day per month of completed employment as stipulated in the Personnel Manual for all employees, except the Manager may accrue sick time without limitation during the term of employment and may at any time elect to cash out for

compensation some or all of currently accrued sick time. As of pay period ending May 8, 2015, Employee has accrued approximately 46 days of unused sick leave.

Any sick leave which has accrued but is unused and not cashed out by Employee at the time of termination of Employee's employment shall be treated in the same manner as sick leave upon termination for District's employees, as provided for in the District's Employee Handbook in effect at the time of Employee's termination of employment.

9. Mileage Reimbursement

Employee shall be reimbursed for actual mileage travelled in Employee's own automobile, for such meetings and other events as District reasonably requires Employee to attend. Mileage for commuting to and from employee's residence to the District offices shall not be eligible for reimbursement. Reimbursement shall be at the IRS forced mileage rate then in effect. Employee shall maintain collision and liability insurance on any automobile Employee uses for any District business, at Employee's own expense, with coverage no less than \$100,000 per occurrence, \$300,000 per incident.

10. Retirement and Other Benefits

Employee shall be provided medical, dental, and vision benefits under District's medical and health insurance policies in effect as of the Effective Date, at District's expense, and as such medical and health insurance benefits may change through action of the District's Board of Directors, over the course of Employee's employment. In addition, Employee shall be provided with retirement benefit contributions covering both the employer and percentage of the employee cost in accordance with District Policy applicable to District's employees, at District's expense under District's PERS retirement plan participation, at the 2.5% at 55 rate in effect on the Effective Date, and as may be thereafter be amended or further defined by District's Board of Directors.

11. Expense Reimbursements

Employee may receive reimbursement for expenses incurred by Employee in the direct prosecution of the District's business, as may be approved by the District's Board of Directors. Such expenses may be reimbursed regularly as they are incurred, and submitted to the Board monthly for ratification, or otherwise processed in compliance with any policies or procedures the District's Board of Directors has adopted or may adopt, which are applicable to the General Manager. Employee shall be provided with cellular phone reimbursement allowance in accordance with District Policy applicable to District's employees. In all cases, final approval of all such expenses rests with the District's Board of Directors, in its sole and absolute discretion.

12. Integration

This Agreement contains the entire agreement between the District and Employee, and supersedes any and all prior negotiations, representations, or agreements, oral or written or otherwise. This Agreement may only be modified by an instrument in writing signed by both parties, and approved by District's Board of Directors.

13. Waiver

The failure of either party to insist on strict compliance with any of the terms, covenants, or conditions of this Agreement by any other party shall not be deemed the waiver of that term, covenant, or condition, nor shall waiver or relinquishment of any right or power at any one time or times be deemed to waiver or relinquishment of that right or power for all or any other times.

14. Governing Law

This Agreement is entered into, and is to be governed by, the laws of the State of California.

15. Severance

If any provision of this Agreement is held by a court of competent jurisdiction to be invalid, void, unconstitutional or unenforceable, the remaining provision shall continue in full force and effect without being impaired or invalidated in any way.

Dated: _____, 2015

SAN BERNARDINO VALLEY WATER
CONSERVATION DISTRICT

By: _____
Richard Corneille, President
"District"

Dated: _____, 2015

Daniel B. Cozad
"Manager"

ATTACHMENT

Exhibit A Resolution 528

RESOLUTION NO. 528

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE SAN BERNARDINO VALLEY WATER CONSERVATION DISTRICT SUPERSEDING RESOLUTIONS NO. 347, 441, 459 AND 493, AND DEFINING THE RESPONSIBILITIES AND AUTHORITY OF THE GENERAL MANAGER

WHEREAS, the General Manager (Manager) of the San Bernardino Valley Water Conservation District (“District”) is employed by the Board to serve as the Chief Executive of the District and is responsible for: implementing the decisions of the Board; determining and executing administrative policies through subordinate Managers; supervising the operations and staffing of the District as prescribed by the Board; managing all engineering, planning, design and inspection for construction activities; and supervising and controlling the administrative, operational and financial affairs of the District, including all administrative, executive and ministerial powers not specifically reserved by law for the Board of Directors, General Counsel or District Auditor.

NOW THEREFORE, BE IT RESOLVED that the responsibilities and authority of the Manager shall be as follows:

A. Director-Manager Relations. The Board of Directors will deal with the administrative services of the District only through the Manager. Neither the Board of Directors nor any Director will give orders or direct subordinates of the Manager. The Manager shall take his or her orders and instructions from the Board of Directors, and only in a duly held meeting of the Board of Directors, and no individual Director will give any orders or instructions to the Manager, except the officers of the District acting within the scope of their respective offices, Board committee chairs specifically authorized by the Board of Directors to so direct the General Manager on items within their purview, or as otherwise permitted under provisions of the Board’s Policy Manual.

B. Authority Over Employees. The Manager will have the authority to control and give directions to all employees and to consultants. The Manager will also hire, remove, promote, and demote any and all employees of the District, consistent with the District’s Personnel Manual. The Manager will coordinate with District’s General Counsel, but General Counsel will be hired, supervised, or removed only by the Board of Directors.

C. Manager’s Power and Duties. The Manager is the administrative head of the San Bernardino Valley Water Conservation District, under policy direction and control of the Board of Directors. He or she is responsible for the administration of all the affairs of the District under his or her control. In addition to general administrative powers, the Manager’s powers and duties shall include, but not be limited to the following:

1. Employee Positions and Job Classifications. It shall be the duty of the Manager to propose District employee positions and job classifications, subject to approval or amendment by the Board of Directors.

2. Attendance at Board Meetings. It is the duty of the Manager to attend all regular and special meetings of the Board of Directors, unless excused. The Manager is expected to be available to respond to emergency situations outside of normal business hours, and it shall be understood that no overtime or compensatory time will be allowed for such service.

3. Financial Reports. It is the duty of the Manager to keep the Board of Directors fully advised as to the financial condition and needs of the District. The Manager shall be responsible for maintaining the District’s books of accounts, and will arrange to have said books audited at the end of each fiscal period by an independent auditor. It is the duty of the Manager to prepare the monthly accounting reports of the District’s revenues, expenditures, and comparisons of both to yearly budgets, for presentation to the Board in connection with the Board’s regular meetings.

4. Budget. It is the duty of the Manager to prepare the annual budget and submit it to the Board of Directors no later than the Board's regular meeting in May of the fiscal year preceding the year for which the budget is prepared. The Manager shall contain expenditures to the limit of the budget unless otherwise directed by the Board, and shall establish a system of accounting for expenditures. The Manager shall regularly review the status of the budget with the Board, and propose appropriate corrective action if revenues or expenditures vary materially from the approved budget.

5. Purchasing. It is the duty of the Manager to be responsible for the purchase of all supplies and equipment for the District. The General Manager's discretionary expenditure authority, without the requirement of prior Board of Directors' approval, is Twenty Five Thousand Dollars (\$25,000.00): for capital assets, professional services, maintenance, equipment vehicles and supplies subject to budget limitations. In cases of emergency, the General Manager may contract for construction work, services, or the purchase of materials without competitive bidding or prior Board approval. If possible, the General Manager will attempt to seek the concurrence of the Board President or Vice President prior to awarding any emergency contract. If the Board President and Vice-President are unavailable, the General Manager will attempt to seek the concurrence of another member of the Board of Directors. For purposes of this paragraph, "emergency" is defined as those circumstances requiring immediate work, services, equipment, materials, supplies, or construction to prevent the immediate interruption or cessation of necessary District services or to safeguard life, property or the public health and welfare. The General Manager must report on the award of any such contract for emergency work, services, or materials at the next meeting of the Board of Directors.

i) Any expenditures in excess of Twenty Five Thousand Dollars (\$25,000.00) shall be submitted to the Board of Directors for approval.

Except as may relate to emergency expenditures under subparagraph (ii) above, no such expenditures shall be made by the Manager unless consistent with the budget adopted for the fiscal year in which the expenditures are made. The Manager shall report to the Board of Directors an itemized listing of all expenditures, made pursuant to any of the authorizations stated above, in the monthly check register at each regular meeting of Board, specifying the amount, the payee, and the budget category of expenditure.

6. Public Complaints. It is the duty of the Manager to investigate all complaints concerning the administration and operations of the District and report his findings to the Board of Directors. In the event the complaint concerns the Manager, the manager shall immediately refer the complaint to the Board President and General Counsel.

7. Public Property. It is the duty of the Manager to exercise general supervision over all property belonging to the San Bernardino Valley Water Conservation District, including administrative offices, field offices, storage facilities, spreading grounds, and all other properties and facilities. The Manager shall regularly review the status, condition, capacity, and efficiency of the District's property, and shall report to the Board any recommendations for new facilities, maintenance or repair of existing facilities, upgrades or modifications, to same, and all other matter s pertaining to District property. It is the duty of the Manager to accept, on behalf of the District, easements, and other real property rights and interests required for performance of the District's legitimate functions. By way of this resolution, the manager is delegated the authority to execute the form of District's formal acceptances of all instruments, deeds, easements, conveyances, etc. whose transfer is otherwise approved by the Board.

8. Hours of Employment. It shall be the duty of the Manager to devote his or her, full time efforts to the duties of the office. Any outside employment shall be set out in the terms of the Employment Contract of the General Manager and approved by the Board of Directors. The Manager shall see that the office is open to the public regularly in accordance with the posted hours or as needed.

9. Payment of Bills. Salaries of employees of the District will be paid when due, and may be paid without Board approval. All other bills will be paid with the approval of the Board of Directors.

10. Preparations for Board Meetings. It is the duty of the Manager to see that notice of all meetings, agendas, and staff reports or other agenda-related materials are timely delivered to the individual members of the Board, to the District's General Counsel, and to all persons who have requested such notice in writing. The Manager will be responsible for providing the services of a recording secretary at all Board Meetings and he or she will supervise the preparation of the agenda, minutes and resolutions of all regular and special meetings.

11. Correspondence. It is the duty of the Manager to reply to all correspondence to the District, except letters addressed to the Board of Directors requiring a Board President or Vice-President's signature, unless such authority is delegated to the Manager. The Manager will keep the members of the Board of Directors informed by furnishing copies or memoranda of appropriate replies or notices.

12. Reports to the Board.

i) It is the duty of the Manager to provide a monthly report of District activities at the regular Board Meetings.

ii) It is the duty of the Manager to prepare such reports or information as is required by approved agreements or plans, to which the District is a party, as to water conservation and water spreading operations of the District, including daily flow reports, water rights license filings, and similar information.

iii) It is the duty of the Manager to oversee the planning, data collection, compilation and calculations for the District's Annual Engineering Investigation, Report prepared in connection with the District's annual Groundwater Charge, and to provide revenue and expense reports as well as a proposed budget and backup for a full accounting of the charge collection, application, and justification of any rate adjustment activities in connection with the Groundwater Charge.

13. Filing. It is the duty of the Manager to see that the District's files are kept up to date.

14. Committee Meetings. It is the duty of the Manager to attend all Board of Directors' committee meetings, unless otherwise instructed.

15. Urgent Issues. It is the duty of the Manager to call to the attention of the President urgent problems or situations not under the authority of the Manager, which must be resolved prior to the next regular Board meeting.

16. News Media. It is the duty of the Manager to prepare and dispense such press releases as may be directed by the Board or as Manager in his or her discretion determines is in the best interest of the District and that depict the activities of the District.

17. District's Website. It is the duty of the Manager to ensure that the District's website contains current and relevant information about District activities consistent with the District's Communications Plan and legal posting requirements.

18. Manager's Activities. It is the duty of the Manager to report his or her activities at the regular Board meetings.

19. Comments on Pending Legislation or Policy Matters. The General Manager may, from time to time, comment upon proposed statutes, regulations, or other legislative or quasi-legislative acts, or other items of policy facing or affecting the District or its operations, when such acts directly impact the District and its functions. Comments shall conform to the District Strategic Plan and Annual Goals. If there is any question about the position of the District and to the extent the need for comment on such acts rises without sufficient time for the General Manager to consult the Board President or Vice-President, or Board of Directors, the General Manager may comment upon such acts to the legislative or quasi-legislative body considering them, or the persons, institutions, corporations, or agency or agencies implicated in the policy matter, on District letterhead, consistent with what the General Manager perceives to be in the District's best interest. No such comment shall reflect that the General Manager's position as stated in the comment is the position of the Board of Directors, unless the Board of Directors has so authorized the General Manager. In the event the General

Manager undertakes to comment on such acts in the manner provided herein, a copy of any and all communications so made shall be provided to the Board of Directors at its next regularly scheduled meeting for ratification.

20. Additional Duties. It is the duty of the Manager to perform such other duties and exercise such other powers as may be delegated to him or her from time to time by resolution or other action of the Board of Directors.

D. Removal of Manager. The removal of the Manager shall be only upon a vote by a majority of the then-sitting members of the Board, taken at a meeting held in compliance with Government Code Sections 54950 et seq.

E. Title of General Manager. The Manager is authorized to use the title “General Manager and Board Secretary” of the San Bernardino Valley Water Conservation District.

F. Reimbursement for Expenses. The Manager will be reimbursed for all reasonable sums incurred by him or her in the performance of his or her duties, in a manner consistent with, and following the same procedures specified for, reimbursement of Directors in the Board Policy Manual. Reimbursement will be made when an itemized expense report is approved by the President or Vice President of the Board. The District will reimburse the Manager for the use of his or her personal automobile at the established rate per mile while on District business.

PASSED, APPROVED AND ADOPTED at a regular meeting of the Board of Directors of the San Bernardino Valley Water Conservation District this 10th day of June, 2015, by the following vote:

YES:

NO:

ABSTAIN:

ABSENT:

Richard Corneille, President

ATTEST:

Daniel B. Cozad,
General Manager/Board Secretary

San Bernardino Valley Water Conservation District

Major Accomplishments for Calendar 2014-15

REGIONAL AGREEMENTS/COOPERATION

- Continued Implementation of Enhanced Recharge Agreement - SBVMWD & WMWD
- Continued Implementation of East Branch Extension Easement - DWR & SBVMWD
- Inland Empire Resources Conservation District - Invasive Removal Joint Projects & school program
- SAWPA OWOW Plunge Creek Conservations Project –Contracted and in design
- Sections of Upper SAR Watershed IRWMP update completed
- River HCP participant with SBVMWD and nine other agencies
- Highland Annual Trails Day featured Wash Plan with District
- Disposal of EBX Contractor’s excavated rock on District land yielding \$45K
- Supported CEMEX Negotiation and Arbitration at \$0.90 per ton

GOVERNANCE

- Regional Sustainable Groundwater Council Developed and moving forward
- Supported Sphere application, Municipal Service Review and financial indicators with positive support from entities in the region

FINANCES

- Clean Financial Audit for Fiscal 2014-15 with revised reserve policy
- Balanced Budget for Fiscal 2014-15 with accelerated pay-go capital projects
- Operations savings and aggregate management funding contributions to reserves
- Fully implemented Reserve Policy and funded most all reserves fully

OPERATIONS

- Continued improvement of in-house preparation of the Engineering Investigation
- Automation of and Modernization of the New Daily Flow Report – in use
- In-house staff maintenance of basins, canals and work with EBX-2
- Repair of damage to Mill Creek diversion
- Mill Creek Capital Improvement Project Design underway
- Invasive species Year 2 removal completed and year 3 program budgeted
- Redlands Plaza landscaping completed, security fencing in permitting

WASH PLAN

- Draft HCP Document submitted to USFWS
- Goals and Objectives Approved for Wash Plan
- Management costs negotiated
- Regional Trails Conceptual Plan Draft Completed revised with City comments
- Endowment model developed and entity feedback incorporated
- Land Transfer and Implementation Agreement under way

STAFF

- Bid farewell to intern: Erin Berger, Gustavo Gomez, Peter Wedell.
- Thank continuing intern Katelyn Scholte
- Welcomed interns Robbin Min and Jakob Larsen and Joy Welling
- Supported staff training and education
- Continued staff development and expansion of duties

OUTREACH

- Conservation Outreach
 - Well Owners outreach and payment
 - Well Owners notice on mandatory conservation requirements
 - QWEL Program development and Training for IE region
- Participation in Drought Task Force and Outreach Efforts with BTAC
- Met with the Mentone Area Community Organization and IERCD on planning for a community garden on a portion of District property in Mentone
- Prepared approach for budget on Trails and Community/Conservation Garden

SBVWCD Board Priorities 2015

Priorities are special efforts or emphasis items for the General Manager and staff. These are in addition to core mission elements such as water spreading, conservation, and policy principals such as collaboration, transparency, sustainability and safety.*

DRAFT 2015 Priorities

5/27/2015

No.	Area or Item	Status	Board Priority	Target Completion	Resources	Links	Plan Goal #	Estimate
1	Sphere of Influence Reinstatement and MSR	Hearing #1	1	Apr-15	👤👤👤 \$\$	➡	3	Jul-15
2	Wash Plan - Draft EIS progress for Public Hearing	DRAFT	1	Mar-15	👤👤 \$\$	➡	2	Jul-15
3	Wash Plan - Implementing Agreement	Preliminary	1	Sep-15	👤👤👤 \$\$	➡	2	Ongoing
4	Wash Plan - Land Transfer Progress	Ongoing	1	Nov-15	👤👤👤 \$\$	➡	2	Ongoing
5	Regional Groundwater Sustainability Council	MOU review	1	Jul-15	👤👤👤 \$	➡	1/7	Sep-15
6	Operations and Maintenance permits for facilities	Ongoing	1	Jun-15	👤👤👤 \$	➡	1/8	Sep-15
7	Enhanced Recharge Support SBVMWD/WMWD	Env. Permitting	1	Jul-15	👤👤👤 \$	➡	1	Ongoing
8	Plunge Creek Conservation Project Design	Design	1	Nov-15	👤👤 \$\$	➡	1/4	Jan-16
9	Implement Mill Creek Diversion Improvement	Design ongoing	1	Sep-15	👤👤👤 \$\$\$	➡	1	Dec-15
10	Mining Agreement Updates - Cemex	Complete	2	Mar-15	👤👤 \$\$\$	➡	2/3	COMPLETE
11	Trails Plan completion and Trails Days support	Complete	2	May-15	👤👤👤 \$	➡	5	COMPLETE
12	Support Outreach/Conservation QWEL Training	Ongoing	2	Nov-15	👤👤 \$\$	➡	4	Ongoing
13	East Branch Extension Easement and Construction	Closeout	3	Jul-15	👤👤 \$	➡	2	COMPLETE
14	Community Garden and Conservation Support	Ongoing	3	Oct-15	👤 \$	➡	2	BUDGET
15	Harmony Development	Minimal	3	2016	👤 \$		7	Ongoing

1	Must Do 2015 as noted	Groundwater	On Schedule
2	Do based on resources	District/GFE	
3	If possible, as needed	Land/Wash Plan	

* District Mission and Policy Principals are shown on the District website, boardroom and offices.



SAN BERNARDINO VALLEY WATER CONSERVATION DISTRICT

Established 1932

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Redlands, CA 92373-8032
(909) 793-2503
Fax: (909) 793-0188

Email: info@sbvwcd.dst.ca.us
www.sbvwcd.dst.ca.us

Memorandum No. 1345

To: Board of Directors

From: General Manager, Daniel Cozad

Date: June 10, 2015

Subject: Unaudited Financial Reports for May 2015

RECOMMENDATION

Review and approve the unaudited financials for May 2015.

BACKGROUND

Staff provides the Unaudited Financial Reports for Board review and approval each month.

As the end of the fiscal year approaches, year-end closing entries will begin being made in June.

FISCAL IMPACT

None.

BOARD
OF
DIRECTORS

Division 1:
Richard Corneille
Division 2: David E.
Raley

Division 3:
Manual Aranda, Jr.
Division 4:
John Longville

Division 5:
Melody McDonald

GENERAL
MANAGER

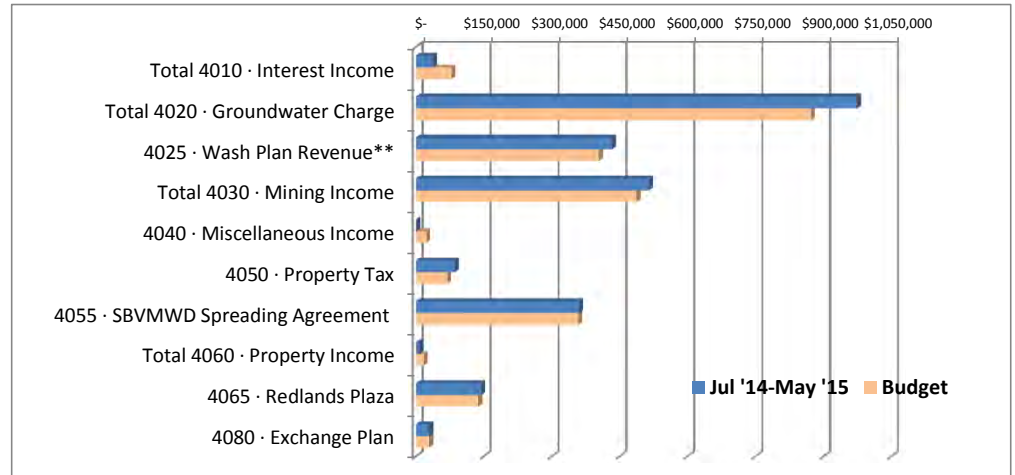
Daniel B. Cozad

SBVWCD - All Enterprises Budget and Actual

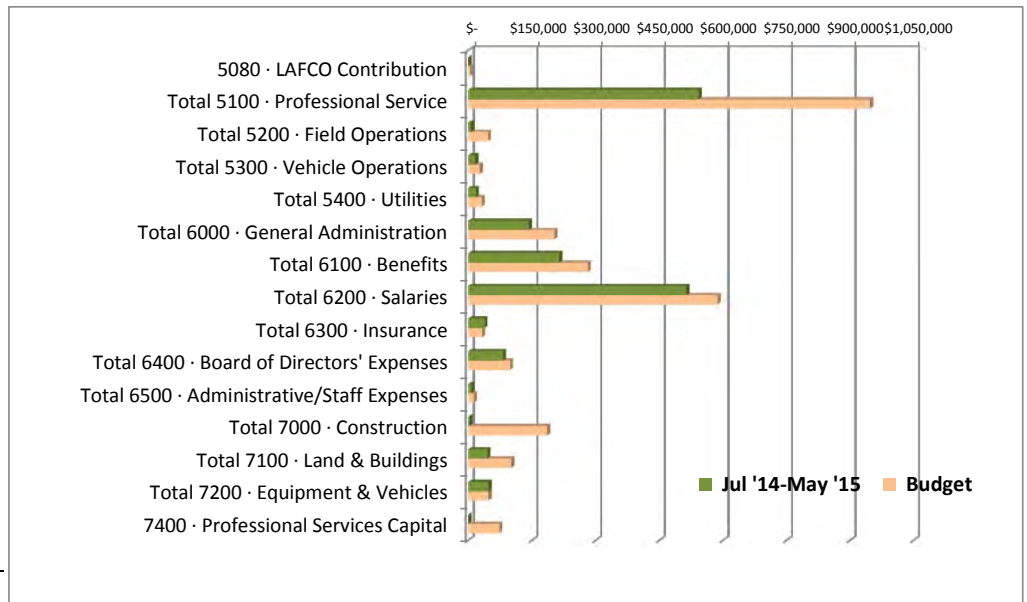
May 2015

REVENUE	Jul '14-May '15	Budget
Total 4010 · Interest Income	\$ 38,284	\$ 79,017
Total 4020 · Groundwater Charge	\$ 975,080	\$ 873,295
4025 · Wash Plan Revenue**	\$ 433,410	\$ 404,700
Total 4030 · Mining Income	\$ 515,522	\$ 487,972
4040 · Miscellaneous Income	\$ 1,518	\$ 22,917
4050 · Property Tax	\$ 86,513	\$ 69,667
4055 · SBVMWD Spreading Agreement	\$ 360,932	\$ 359,017
Total 4060 · Property Income	\$ 7,816	\$ 17,600
4065 · Redlands Plaza	\$ 145,067	\$ 138,052
4080 · Exchange Plan	\$ 30,000	\$ 30,000
Total Revenue	\$ 2,594,141	\$ 2,482,237

**4025 reported on cash basis



EXPENSES Operating and Capital	Jul '14-May '15	Budget
5080 · LAFCO Contribution	\$ -	\$ 4,900
Total 5100 · Professional Service	\$ 542,907	\$ 947,593
Total 5200 · Field Operations	\$ 6,842	\$ 46,712
Total 5300 · Vehicle Operations	\$ 16,513	\$ 27,042
Total 5400 · Utilities	\$ 17,924	\$ 32,047
Total 6000 · General Administration	\$ 142,586	\$ 203,066
Total 6100 · Benefits	\$ 214,204	\$ 281,454
Total 6200 · Salaries	\$ 513,497	\$ 587,378
Total 6300 · Insurance	\$ 38,442	\$ 32,633
Total 6400 · Board of Directors' Expenses	\$ 81,987	\$ 98,336
Total 6500 · Administrative/Staff Expenses	\$ 7,412	\$ 13,389
Total 7000 · Construction	\$ 3,198	\$ 185,831
Total 7100 · Land & Buildings	\$ 44,959	\$ 101,109
Total 7200 · Equipment & Vehicles	\$ 47,897	\$ 47,686
7400 · Professional Services Capital	\$ -	\$ 73,345
Total Expense	\$ 1,678,369	\$ 2,682,519



San Bernardino Valley Water Conservation District
Profit & Loss To Date vs. Annual Budget

	<u>Jul '14 - May 15</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>
Ordinary Income/Expense				
Income				
4010 - Interest Income				
4012 - LAIF	1,088.68	1,200.00	-111.32	90.72%
4013 - Caltrust Investment Income	37,195.04	85,000.00	-47,804.96	43.76%
Total 4010 - Interest Income	<u>38,283.72</u>	<u>86,200.00</u>	<u>-47,916.28</u>	<u>44.41%</u>
4020 - Groundwater Charge				
4021 - Assessments - Ag	49,892.26	44,305.00	5,587.26	112.61%
4023 - Assessments - Non-Ag	925,187.82	828,990.00	96,197.82	111.6%
Total 4020 - Groundwater Charge	<u>975,080.08</u>	<u>873,295.00</u>	<u>101,785.08</u>	<u>111.66%</u>
4025 - Wash Plan Revenue	433,410.05	404,700.00	28,710.05	107.09%
4030 - Mining Income				
4031 - Plant Site - CEMEX	40,000.00	48,000.00	-8,000.00	83.33%
4032 - Cemex - Royalty / Lease	333,333.35	408,333.33	-74,999.98	81.63%
4034 - Redlands Aggregate 5% Royalty	27,000.00	36,000.00	-9,000.00	75.0%
4036 - Aggregate Maintenance	115,188.18	40,000.00	75,188.18	287.97%
Total 4030 - Mining Income	<u>515,521.53</u>	<u>532,333.33</u>	<u>-16,811.80</u>	<u>96.84%</u>
4040 - Miscellaneous Income				
4041 - Reimbursed Expenses	398.57			
4040 - Miscellaneous Income - Other	1,119.42	25,000.00	-23,880.58	4.48%
Total 4040 - Miscellaneous Income	<u>1,517.99</u>	<u>25,000.00</u>	<u>-23,482.01</u>	<u>6.07%</u>
4050 - Property Tax	86,512.78	76,000.00	10,512.78	113.83%
4055 - SBVMWD Spreading Agreement Reim	360,931.90	359,017.33	1,914.57	100.53%
4060 - Property Income				
4062 - Mentone Property	7,816.26	19,200.00	-11,383.74	40.71%
Total 4060 - Property Income	<u>7,816.26</u>	<u>19,200.00</u>	<u>-11,383.74</u>	<u>40.71%</u>
4065 - Redlands Plaza	145,066.95	150,602.69	-5,535.74	96.32%
4066 - Redlands Plaza CAM	33,639.30	35,099.64	-1,460.34	95.84%
4080 - Exchange Plan	30,000.00	30,000.00	0.00	100.0%
4086 - Plunge Creek IRWMP	0.00	200,000.00	-200,000.00	0.0%
Total Income	<u>2,627,780.56</u>	<u>2,791,447.99</u>	<u>-163,667.43</u>	<u>94.14%</u>
Gross Profit	2,627,780.56	2,791,447.99	-163,667.43	94.14%
Expense				
5050 - Regional Programs				
5080 - LAFCO Contribution	0.00	5,345.83	-5,345.83	0.0%
5081 - Wash Plan	238.96			
5082 - Plunge Creek	0.00	0.00	0.00	0.0%
Total 5050 - Regional Programs	<u>238.96</u>	<u>5,345.83</u>	<u>-5,106.87</u>	<u>4.47%</u>
5100 - Professional Service				
5120 - Misc. Professional Services	154,060.94	150,000.00	4,060.94	102.71%
5122 - Wash Plan Professional Services	200,508.14	162,000.00	38,508.14	123.77%
5124 - Plunge Creek Prof Services	0.00	204,510.00	-204,510.00	0.0%
5125 - Engineering Services	15,086.83	16,000.00	-913.17	94.29%
5130 - Aerial Photography & Surveying	0.00	1,000.00	-1,000.00	0.0%
5145 - Environmental Services (WP)	15,986.25	305,000.00	-289,013.75	5.24%
5160 - IT Support	5,062.50	5,500.00	-437.50	92.05%
5170 - Audit	12,000.00	20,000.00	-8,000.00	60.0%
5175 - Legal - Wash Plan	7,726.40	44,500.00	-36,773.60	17.36%
5180 - Legal	132,475.53	125,227.77	7,247.76	105.79%
Total 5100 - Professional Service	<u>542,906.59</u>	<u>1,033,737.77</u>	<u>-490,831.18</u>	<u>52.52%</u>
5123 - Temp. Field Labor	1,232.00			
5133 - Regional River HCP Contribution	25,000.00	25,000.00	0.00	100.0%
5143 - Wash Plan District Contribution	17,511.40	33,033.00	-15,521.60	53.01%
5175.01 - Legal Expense	0.00	0.00	0.00	0.0%
5200 - Field Operations				
5210 - Equipment Maintenance	2,452.88	8,458.00	-6,005.12	29.0%

San Bernardino Valley Water Conservation District
Profit & Loss To Date vs. Annual Budget

	<u>Jul '14 - May 15</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>
5215 · Property Maintenance	4,389.53	42,500.00	-38,110.47	10.33%
Total 5200 · Field Operations	6,842.41	50,958.00	-44,115.59	13.43%
5300 · Vehicle Operations				
5310 · Vehicle Maintenance	6,993.67	13,000.00	-6,006.33	53.8%
5320 · Fuel	9,518.89	16,500.00	-6,981.11	57.69%
Total 5300 · Vehicle Operations	16,512.56	29,500.00	-12,987.44	55.98%
5400 · Utilities				
5410 · Alarm Service	1,804.50	3,200.00	-1,395.50	56.39%
5420 · Electricity	7,040.07	12,500.00	-5,459.93	56.32%
5430 · Mobile Phone	1,575.00	1,000.00	575.00	157.5%
5440 · Telephone	5,276.74	5,400.00	-123.26	97.72%
5450 · Natural Gas	472.42	1,200.00	-727.58	39.37%
5460 · Water / Trash / Sewer	1,041.06	4,160.00	-3,118.94	25.03%
5470 · Internet Services	713.82	7,500.00	-6,786.18	9.52%
Total 5400 · Utilities	17,923.61	34,960.00	-17,036.39	51.27%
6000 · General Administration				
6001 · General Administration - Other	557.52	7,500.00	-6,942.48	7.43%
6002 · Website Administration	1,854.18	3,100.00	-1,245.82	59.81%
6003 · Property Tax	0.00	2,235.10	-2,235.10	0.0%
6004 · Meeting Expenses	1,471.63	5,200.00	-3,728.37	28.3%
6006 · Permits	2,310.00	1,697.44	612.56	136.09%
6007 · Inter District Costs	0.00	12,500.00	-12,500.00	0.0%
6009 · Licenses	902.04	1,339.00	-436.96	67.37%
6010 · Surety Bond	1,815.00	2,060.00	-245.00	88.11%
6012 · Office Maintenance	290.76	3,090.00	-2,799.24	9.41%
6013 · Office Lease Payment	49,491.75	60,000.00	-10,508.25	82.49%
6015 · Mentone House Maintenance	6,424.48	3,050.00	3,374.48	210.64%
6016 · Redlands Plaza Maintenance	1,106.55	14,500.00	-13,393.45	7.63%
6018 · Janitorial Services	7,078.00	8,593.29	-1,515.29	82.37%
6019 · Janitorial Supplies	462.74	315.00	147.74	146.9%
6020 · Vacancy Marketing-Redlands Plaz	3,546.00	6,010.00	-2,464.00	59.0%
6024 · Computer Equip Maint.	11.56	200.00	-188.44	5.78%
6026 · Redlands Plaza CAM expenses	18,278.76	24,500.00	-6,221.24	74.61%
6027 · Computer Supplies	481.87	669.50	-187.63	71.98%
6030 · Office Supplies	2,823.62	4,250.67	-1,427.05	66.43%
6033 · Office Equipment Rental	7,024.50	8,487.20	-1,462.70	82.77%
6036 · Printing	1,276.73	1,030.00	246.73	123.95%
6039 · Postage and Overnight Delivery	1,331.39	1,840.00	-508.61	72.36%
6042 · Payroll Processing	1,715.04	1,780.25	-65.21	96.34%
6045 · Bank Service Charges	349.34	3,150.00	-2,800.66	11.09%
6051 · Uniforms	1,020.74	1,800.00	-779.26	56.71%
6060 · Outreach	10,146.62	17,000.00	-6,853.38	59.69%
6087 · Educational Reimbursement	1,791.88	4,135.00	-2,343.12	43.33%
6090 · Subscriptions/Publications	1,008.59	1,000.00	8.59	100.86%
6091 · Public Notices	2,715.85	2,500.00	215.85	108.63%
6093 · Memberships	15,299.00	17,500.00	-2,201.00	87.42%
Total 6000 · General Administration	142,586.14	221,032.45	-78,446.31	64.51%
6046 · Interest expense	0.00	0.00	0.00	0.0%
6100 · Benefits				
6110 · Vision Insurance	1,561.56	1,700.00	-138.44	91.86%
6120 · Workers' Comp. Insurance	8,703.00	19,062.42	-10,359.42	45.66%
6130 · Dental Insurance	7,187.78	6,474.97	712.81	111.01%
6150 · Medical Insurance	80,411.24	98,891.80	-18,480.56	81.31%
6160 · Payroll Taxes-Employer	36,844.98	47,753.61	-10,908.63	77.16%
6170 · PERS Retirement				
6170.01 · PERS Employee Contributions	0.00	0.00	0.00	0.0%
6170 · PERS Retirement - Other	79,495.90	133,157.65	-53,661.75	59.7%
Total 6170 · PERS Retirement	79,495.90	133,157.65	-53,661.75	59.7%
6100 · Benefits - Other	0.00	0.00	0.00	0.0%
Total 6100 · Benefits	214,204.46	307,040.45	-92,835.99	69.76%

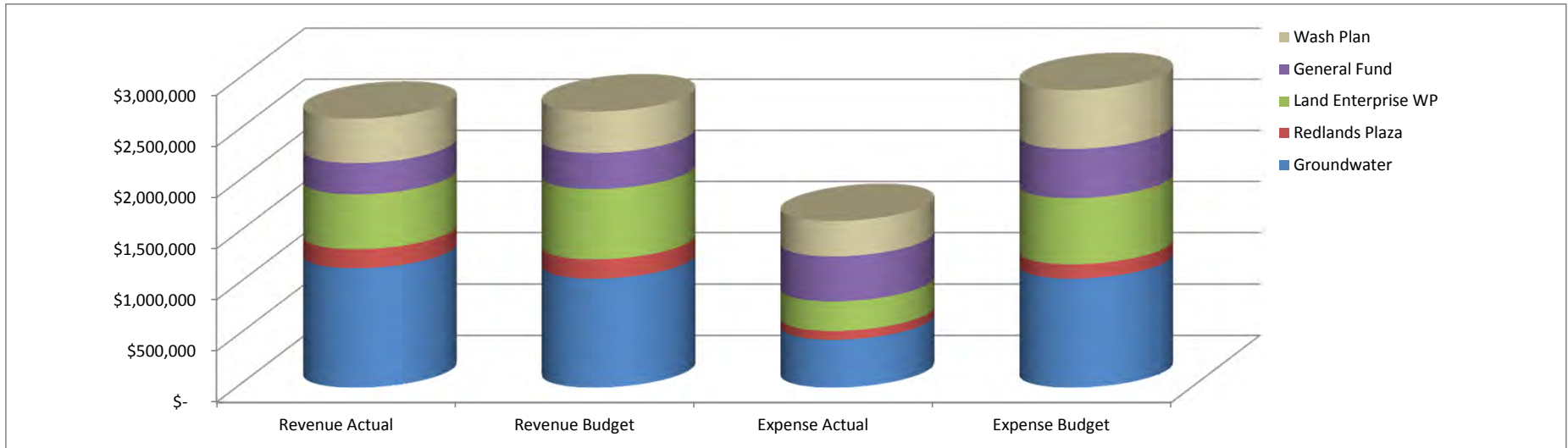
San Bernardino Valley Water Conservation District
Profit & Loss To Date vs. Annual Budget

	<u>Jul '14 - May 15</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>
6200 - Salaries				
6230 - Regular Salaries	513,497.32	640,775.82	-127,278.50	80.14%
Total 6200 - Salaries	<u>513,497.32</u>	<u>640,775.82</u>	<u>-127,278.50</u>	<u>80.14%</u>
6250 - Allocated Overhead	0.00	0.00	0.00	0.0%
6300 - Insurance				
6310 - Property/ Auto Insurance	6,846.25	6,924.00	-77.75	98.88%
6320 - General Liability Insurance	31,595.40	25,709.30	5,886.10	122.9%
Total 6300 - Insurance	<u>38,441.65</u>	<u>32,633.30</u>	<u>5,808.35</u>	<u>117.8%</u>
6400 - Board of Directors' Expenses				
6401 - Directors' Fees	65,016.00	82,000.00	-16,984.00	79.29%
6410 - Mileage	2,204.86	2,750.00	-545.14	80.18%
6415 - Air Fare	5,107.39	6,412.50	-1,305.11	79.65%
6420 - Other Travel	474.57	750.00	-275.43	63.28%
6425 - Meals	2,122.08	2,430.37	-308.29	87.32%
6430 - Lodging	2,734.10	4,900.00	-2,165.90	55.8%
6435 - Conf/Seminar Registrations	4,327.92	8,032.50	-3,704.58	53.88%
6440 - Election Fees / Re-Districting	0.00	0.00	0.00	0.0%
Total 6400 - Board of Directors' Expenses	<u>81,986.92</u>	<u>107,275.37</u>	<u>-25,288.45</u>	<u>76.43%</u>
6500 - Administrative/Staff Expenses				
6510 - Mileage	1,844.75	2,939.99	-1,095.24	62.75%
6515 - Air Fare	1,010.20	1,850.00	-839.80	54.61%
6520 - Travel, Other (rental car, taxi	358.33	1,367.10	-1,008.77	26.21%
6525 - Meals	576.37	1,500.00	-923.63	38.43%
6530 - Lodging	477.71	3,128.50	-2,650.79	15.27%
6535 - Conf/Seminar Registrations	3,144.69	3,820.32	-675.63	82.32%
Total 6500 - Administrative/Staff Expenses	<u>7,412.05</u>	<u>14,605.91</u>	<u>-7,193.86</u>	<u>50.75%</u>
6700 - Depreciation Expense	0.00	0.00	0.00	0.0%
8010 - Capital Reserve GWE/Rate Stabil	0.00	20,000.00	-20,000.00	0.0%
9999 - Contribution to Capital Maint.	0.00	421,038.87	-421,038.87	0.0%
Total Expense	<u>1,626,296.07</u>	<u>2,976,936.77</u>	<u>-1,350,640.70</u>	<u>54.63%</u>
Net Ordinary Income	1,001,484.49	-185,488.78	1,186,973.27	-539.92%
Other Income/Expense				
Other Expense				
7000 - Construction				
7010 - Materials	0.00	7,725.00	-7,725.00	0.0%
7050 - Basins- Capital Annual Repair	3,198.00	75,000.00	-71,802.00	4.26%
7055 - Plunge Creek Expansion	0.00	120,000.00	-120,000.00	0.0%
Total 7000 - Construction	<u>3,198.00</u>	<u>202,725.00</u>	<u>-199,527.00</u>	<u>1.58%</u>
7100 - Land & Buildings				
7110 - Property Capital Repairs	24,459.48	55,000.00	-30,540.52	44.47%
7130 - Mentone Property (House)-CapRep	5,500.00	1,798.38	3,701.62	305.83%
7140 - Mentone Property (Shop)-CapRep	0.00	3,500.00	-3,500.00	0.0%
7150 - Mill Creek Maint. Permitting	15,000.00	50,000.00	-35,000.00	30.0%
Total 7100 - Land & Buildings	<u>44,959.48</u>	<u>110,298.38</u>	<u>-65,338.90</u>	<u>40.76%</u>
7200 - Equipment & Vehicles				
7210 - Computer Hardware-Capital Purch	0.00	4,500.00	-4,500.00	0.0%
7220 - Computer Software	6,265.95	6,500.00	-234.05	96.4%
7230 - Field Equipment / Vehicles	40,425.86	39,240.00	1,185.86	103.02%
7240 - Office Equipment	1,205.50	1,235.99	-30.49	97.53%
Total 7200 - Equipment & Vehicles	<u>47,897.31</u>	<u>51,475.99</u>	<u>-3,578.68</u>	<u>93.05%</u>
7400 - Professional Services Capital				
7438 - Engineering Services-Other	0.00	80,000.00	-80,000.00	0.0%
Total 7400 - Professional Services Capital	<u>0.00</u>	<u>80,000.00</u>	<u>-80,000.00</u>	<u>0.0%</u>

San Bernardino Valley Water Conservation District
Profit & Loss To Date vs. Annual Budget

	<u>Jul '14 - May 15</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>
Total Other Expense	96,054.79	444,499.37	-348,444.58	21.61%
Net Other Income	-96,054.79	-444,499.37	348,444.58	21.61%
Net Income	<u>905,429.70</u>	<u>-629,988.15</u>	<u>1,535,417.85</u>	<u>-143.72%</u>

Enterprises to Date (May 2015)



Enterprise	Actual	Budget	% of Budget
Groundwater Revenue	\$ 1,166,397	\$ 1,064,853	110%
Groundwater Expense	\$ 468,060	\$ 893,348	52%
Revenue -Expense	\$ 698,337	\$ 171,505	
Redlands Plaza Revenue	\$ 185,131	\$ 187,827	99%
Redlands Plaza Expense	\$ 85,593	\$ 139,698	61%
Revenue -Expense	\$ 99,538	\$ 48,129	
Land Enterprise Revenue	\$ 536,562	\$ 686,736	78%
Land Enterprise Expense	\$ 288,719	\$ 646,610	45%
Revenue -Expense	\$ 247,843	\$ 40,126	
General Fund Revenue	\$ 306,280	\$ 353,630	87%
General Fund Expense	\$ 439,321	\$ 481,084	91%
Revenue -Expense	\$ (133,041)	\$ (127,455)	
Wash Plan Revenue	\$ 433,410	\$ 404,700	107%
Wash Plan Expense	\$ 344,603	\$ 575,041	60%
Revenue-Expense	88,807	(170,341)	
Total All Revenue - Expense	\$ 1,001,484	\$ (38,036)	104%

Cash Status	As of 7/1/2014	As of 5/31/2015
LAIF	\$ 445,236.84	\$ 446,325.52
Cal Trust	\$ 7,476,144.42	\$ 8,163,339.46
Citizens Bank	\$ 696,980.76	\$ 709,776.41
Total Cash	\$ 8,618,362.02	\$ 9,319,441.39
Less Prepaid Royalty	\$ (5,000,000.00)	\$ (5,000,000.00)
Cash Position	\$ 3,618,362.02	\$ 4,319,441.39
	Increase of	\$ 701,079.37
	Percent Increase	19%



SAN BERNARDINO VALLEY WATER CONSERVATION DISTRICT

Established 1932

1630 West Redlands Boulevard, Suite A
Redlands, CA 92373-8032
(909) 793-2503
Fax: (909) 793-0188

Email: info@sbvwcd.org
www.sbvwcd.org

Memorandum No. 1346

To: Board of Directors
From: General Manager, Daniel Cozad;
Date: June 10, 2015
Subject: Access Permit to Install Historical Marker for Greenspot Market

RECOMMENDATION

Consider authorizing the General Manager to execute a District Access Permit for ECV and Yucaipa Valley Historical Society to access the Borrow Pit for 3 days to Camp while installing a historical marker at the Greenspot Market.

BACKGROUND

Staff was contacted by a non-profits historical organization the local chapter of the E Clampus Vitus (ECV) and representatives from the Yucaipa Valley Historical Society to identify up to 20 acres for a 3 day camp needed for volunteers to erect and dedicate a historical marker at the Greenspot Market. The Greenspot Market has provided permission for the group to place the marker as they do twice per year in different areas of California. ECV began during the California gold rush and was revived in the 1930's as a historical fraternity. The local chapter is named after Billy Holcomb, who is noted as one of the early gold miners in the county. The chapter has erected markers for Wyatt Earp's home, General Patton's training facilities, and many others in the region. A photo of one of the markers is shown at right. All the work is done by the volunteers and all costs are covered by the members for any outings. The group reports to be self-sufficient and operate in strict adherence with rules. ECV is a 501C (3) public benefit nonprofit corporation and appears to have appropriate insurance and ability to pay for the access permit costs. While the General Manager is authorized to issue access permits for common access to District property, this use is not common or ordinary.



DISCUSSION

The Chapter approached the District because they need up to 20 acres to accommodate as many as 600 members will take part in efforts related to the historical marker. Staff met organizers at the site to determine suitability for their needs and logistics. ECV would provide clearing of Map Area 2 located between Grids C-6 to E-11, the old COE rock crushing spoil area shown on the attached map. This would benefit the District as it would reduce work the District or its contractors would need to do. No species are likely to be present in the area and it has been permanently mitigated by USACOE in development of the SOD. Staff would confirm this status prior to clearing as we do with our own maintenance work. The Access Permit would be required for a weekend several weeks.

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Division 2:
David E. Raley

Division 3:
Manual Aranda, Jr.
Division 4:
John Longville

Division 5:
Melody McDonald

GENERAL
MANAGER

Daniel B. Cozad

prior to the event and for 3 days beginning October 7, 2016. The District expects the cost to the District for field support and access permit processing to be \$600.00. This cost is acceptable to the applicant.

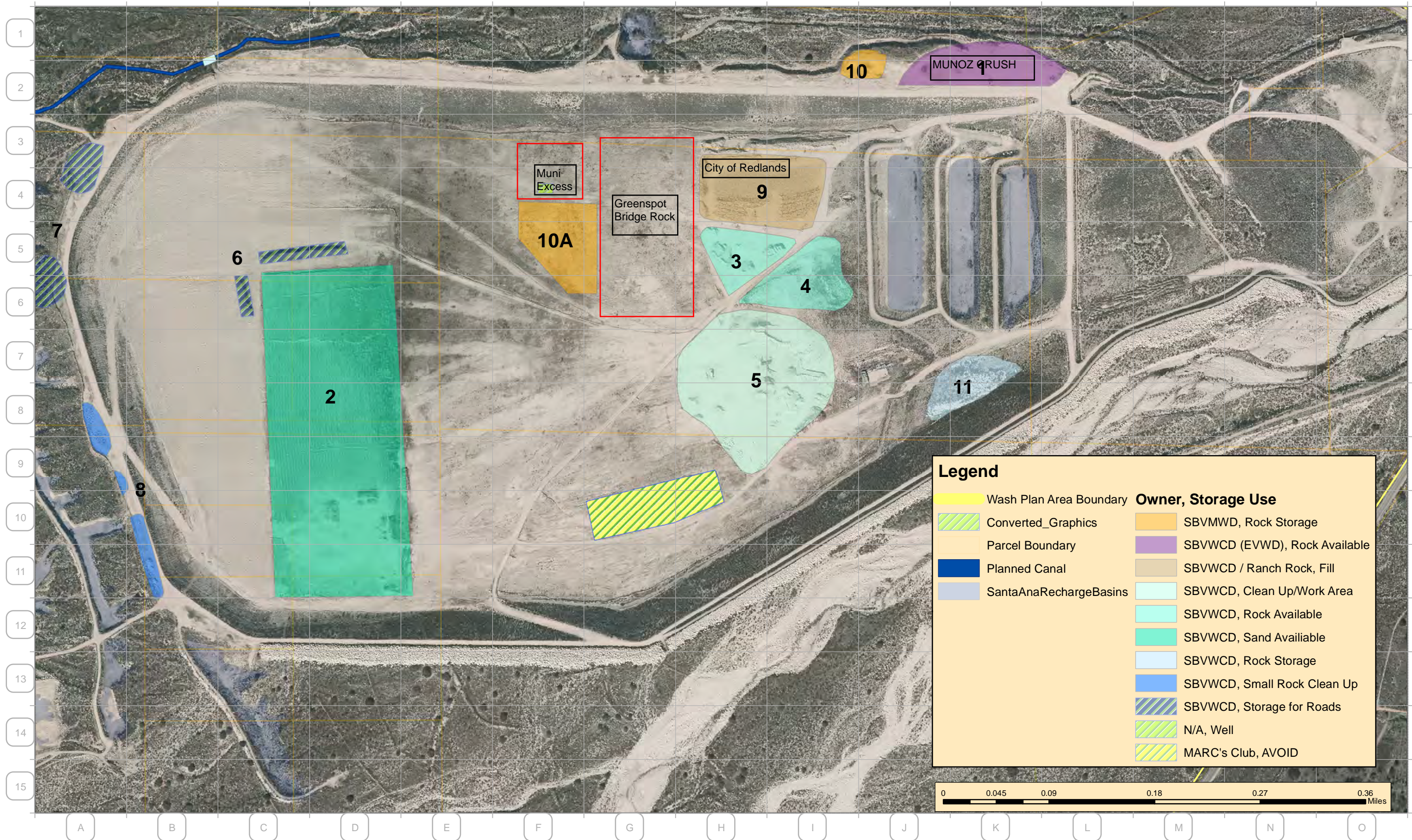
FISCAL IMPACT

The full cost to the District for this permit and field support is estimated at \$600.00 which will be paid by ECV. The District will use the standard risk transfer and insurance provisions. There is some risk from a large number of people being on District land, but security does not appear to be needed based on other event location requirements. There is also benefit to the District for the clearing, the support of local history and community benefit from the event.

Rock Storage Locations Near the Borrow Pit



Coordinate System:
 NAD 1983 StatePlane California V FIPS 0405 Feet
 Projection: Lambert Conformal Conic
 Datum: North American 1983
 Source: SBVWCD GIS
 BING Maps
 Author: Emerald Mancilla
 June 3, 2013



Legend

Wash Plan Area Boundary	Owner, Storage Use
Converted_Graphics	SBVMWD, Rock Storage
Parcel Boundary	SBVWCD (EVWD), Rock Available
Planned Canal	SBVWCD / Ranch Rock, Fill
SantaAnaRechargeBasins	SBVWCD, Clean Up/Work Area
	SBVWCD, Rock Available
	SBVWCD, Sand Available
	SBVWCD, Rock Storage
	SBVWCD, Small Rock Clean Up
	SBVWCD, Storage for Roads
	N/A, Well
	MARC's Club, AVOID



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Memorandum No. 1347

To: Board of Directors

From: Jeffrey Beehler

Date: June 10, 2015

Subject: Memorandum of Agreement between the San Manuel Band of Serrano Mission Indians and the San Bernardino Valley Water Conservation District for the Collection of Culturally Important Plants on District Lands

RECOMMENDATION

Authorize General Manager to enter into an agreement with the San Manuel Band of Serrano Mission Indians for the collection of culturally important plants on District lands and to direct staff to ensure that such activities are addressed in the Wash Plan HCP.

BACKGROUND

The Upper Santa Ana River Wash area encompasses lands historically used by the San Manuel Band of Serrano Mission Indians (Tribe) for the collection of plants for personal, community and cultural use. For example, species of sage, yucca and cattail are still used by tribal members for a number of purposes. Wash Plan lands can provide a nearby source of plant material for Tribal members.

Staff has entered into discussion with Tribal representatives to develop partnerships that will allow continued collection and use of culturally utilized plants on District lands, including those considered part of the Wash Plan HCP through the implementation of a Memorandum of Agreement (MOA). These activities can be addressed in the HCP as “conditionally compatible” where the collection of plants would be unlikely to result in take of listed species if certain conditions developed in the HCP are met. A similar approach is being used for the use of the trail system envisioned in the HCP and adding plant collection as a “covered activity” as part of the HCP would not result in Wash Plan schedule delays.

Tribal representatives have provided a plant list including amount of plant material to be collected and seasonal information related to collection. This list is included as an appendix to the MOA and may be modified upon mutual agreement of both parties. HCP conditions for the collection of these plants will likely include coordination with the District, training on covered species avoidance during collection and reporting of materials collected. Additionally, as the Tribe has long practiced sustainable collection of plant species found in sage scrub environments, Tribal members can become a source of information for land managers seeking to sustainably manage resources.

BOARD
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Division 5:
Melody McDonald

GENERAL
MANAGER

Daniel B. Cozad

FISCAL IMPACT

Costs for the implementation of the MOA are minimal and will not impact the implementation schedule of the Wash Plan. As the Tribe is committed to the sustainable use of plant resources, future projects may be developed to further enhance the ecological and educational values present in the Wash.

Memorandum of Agreement

**Between the
San Manuel Band of Serrano Mission Indians
And
San Bernardino Valley Water Conservation District**

THIS MEMORANDUM OF AGREEMENT (MOA) is made and entered into by and between the San Manuel Band of Serrano Mission Indians, hereinafter referred to as “Tribe”, and the San Bernardino Valley Water Conservation District, hereinafter referred to as the “District”.

Recitals

Whereas, the “Tribe” is a federally recognized Native American Tribe, whose reservation is near Highland in present day San Bernardino county and whose ancestral territory encompasses a large portion of San Bernardino county, including the present day Upper Santa Ana River Wash Habitat Conservation Area (Wash Conservation Area);

Whereas, since time immemorial the Tribe has used the plants of its ancestral territory as a source of sustenance and for cultural and ceremonial uses:

Whereas, the County of San Bernardino, its special districts and agencies recognize the special and unique cultural patrimony that exists between the land it administers and the Tribe:

Whereas, the Tribe and District acknowledge that traditional Native gathering and management practices in these lands is consistent with sustainable land use and a healthy eco-system and is also important to Native American cultural practice and health and wellbeing:

THEREFORE, be it resolved that, the District authorize the Tribe to conduct such gathering for personal or community and non-commercial cultural use according to the terms and conditions set out in this MOA.

Purpose

THE PURPOSE of this Memorandum of Agreement between the Tribe and the District is to set out a process that will:

1. Ensure that the Tribe and tribal members have access to plant materials used for cultural purposes. These plants are located within the Upper Santa Ana River Wash Plan Habitat Conservation area; land that is administered by the District.
2. Provide and define a consistent MOA for the Tribe and District to carry out Native American traditional gathering and management of culturally important plants.
3. Provide for mutual consultation, collaboration and cooperation by Tribe and District in order to identify, preserve culturally important plants in the Wash Conservation Area and ensure such materials are managed in a manner that promotes ecosystem

health and utilizes traditional management practices where appropriate by the Native American communities.

4. Promote consistency and to develop opportunities and partnerships in the areas of mutual interest including an education component between the Tribe and District

Definitions

Native American traditional practitioner(s): This term derives from the American Indian Religious Freedom Act of 1978, as amended, that supports native traditional cultural beliefs and practices. The term here includes Native American usual and customary values, observances, ceremonies, management, practices, and other traditional actions. For purposes of this MOA, Native American traditional practitioner(s) shall be a member and/or affiliated with the Tribe.

Culturally utilized plants: As used here includes a variety of flora, such as mosses, fungi and vascular, plants, and plant parts including, but not limited to: yucca, deer grass, juncus, white sage, chia, acorns, elderberry, willow, and stinging nettle. See Appendix-Traditional Cultural Plant List.

Traditional Management techniques: These methods may include but are not limited to, pruning and coppicing.

Personal or noncommercial use of culturally utilized plants is defined as the amount and type that would be used by the Tribe and/or a Native American traditional practitioner(s) for their own use.

Mutually Agreed

It is Mutually Agreed between the Parties as follows:

1. This MOA shall be set forth by District to grant Tribal members access and use of plant materials for cultural purposes on lands administered by the District
2. Free use, without permit, of culturally important plants will be granted to the Tribe and tribal members.
3. Such use will at this time be limited to the plants listed in the MOA Plant List (Addendum 1) and in the amounts and times specified. The parties agree that the uses of plants listed in the MOA Plant list at the times and in the amount described is an ecologically sustainable practice. The parties may by mutual agreement revise the MOA plant list.
4. Such use shall be in accordance with conditions established by the District as to permitting, access, duration, use of equipment and materials.
5. Such use shall be in accordance with the provisions of Upper Santa Ana River Wash Plan Habitat Conservation Plan.

6. Such use will be in compliance with all City, County State and Federal laws and regulations.

7. The Districts shall work in collaboration and partnership with Tribe and traditional Native American practitioner(s) to identify, restore, and enhance traditionally important plant resources.

8. The District, in consultation with the Tribe and Native American traditional practitioner(s), will identify opportunities and tribal partnerships to incorporate tribal traditional management practices to restore, enhance and promote ecosystem health within the Wash Conservation Area as well as educational opportunities.

9. The point of contacts for the effective implementation of this MOA shall be the following individuals listed below. In the event of a change of contacts for either District or Tribe, the party making such a change shall notify the other party in writing within 10 days of such change.

Print Name: Lynn Valbuena
Title: Chairwoman, San Manuel Band of Mission Indians
Address: 26569 Community Center Drive; Highland, CA 92346
Phone Number: 909 864-8933

Print Name: Daniel McCarthy
Title: Director, Cultural Resources Management
Address: 26569 Community Center Drive; Highland, CA 92346
Phone Number: 909 838-4175 (cell)
Email: dmccarthy@sanmanuel-nsn.gov

IN WITNESS WHEREOF, the parties hereto have set their hands on the date set forth and this Memorandum of Agreement is effective upon approval by both parties.

San Bernardino Valley Water Conservation District:

By:

Title:
Print Name

San Manuel Band of Mission Indians:

By:

Title:
Print Name:

MOA PLANT LIST

Species	Family	Genus	Common Name	Seasonal Harvest	Amount	Uses
<i>Calochortus splendens</i>	Lily	Liliaceae	Splendid mariposa lily	April - August?	8	Bulb - eaten fresh, roasted or boiled
<i>Capsella bursa-pastoris</i>	Mustard	Brassicaceae	Shepherd's purse	February - April	Leaf - 25 plants; seeds - 0	Leaf - greens, eaten fresh Seed - Parched, ground into flour
<i>Chlorogalum pomeridianum</i>	Lily	Liliaceae	Wavy-leaved soap plant	August - September	25	Bulb - eaten by some tribes
<i>Eriogonum fasciculatum</i>	Buckwheat	Polygonaceae	California buckwheat	July - October	Flower/seed - 2 buckets*	Leaf or young shoot - likely roasted Flower - likely ground Seed - ground, used for mush; parched for later consumption
<i>Juglans californica</i>	Walnut	Juglandaceae	Southern California walnut	September - October	40-50	Seed - eaten fresh or dried for later consumption
<i>Nasturtium officinale</i>	Mustard	Brassicaceae	Watercress	May - July	25	Plant - eaten fresh
<i>Quercus kelloggii</i>	Beech	Fagaceae	California black oak	October	300-500 lbs	Seed - ground, leached, boiled
<i>Salvia apiana</i>	Mint	Lamiaceae	White sage	May - August	3 lbs	Shoot - roasted Seed - ground, parched for later consumption
<i>Salvia columbariae</i>	Mint	Lamiaceae	Chia	June - July	3 lbs	Seed - ground, parched for later consumption
<i>Salvia mellifera</i>	Mint	Lamiaceae	Black sage	July - September	3 lbs	Seed - ground, parched for later consumption
<i>Typha</i> sp.	Cattail	Typhaceae	Cattail	May - November	Shoot - 30; Pollen - 40	Root - Dried, ground into meal Shoot - eaten fresh?? Pollen - ground to make cakes and mush
<i>Yucca whipplei</i>	Lily	Liliaceae	Chaparral yucca	March - October	Heart - 0; Stalk - 8; Blossom - 20 lbs; Fruit pod - 100 Seed - 1 bucket	Heart - Roasted in pit oven, dried for late consumption Stalk - Roasted in shallow pit, dried for later consumption Blossom - Eaten fresh or parboiled and dried for later consumption Fruit - Roasted over coals, eaten Seed - Ground into flour, saved for later consumption

Equivalents: Bucket = 7 gal size

DRAFT



Wash Plan Update

May 8, 2015 through June 4, 2015



The Task Force Draft Wash Plan was released for formal comment by the partnering Federal and State agencies at the May 8, 2015 Task Force meeting. Task Force members were also asked to provide any written comments by May 29, 2015. Comments were received from the Cities of Highland and Redlands. The Fish and Wildlife Service (FWS) and the Bureau of Land Management (BLM) are still reviewing the document. Formal comment has not yet been received, but FWS requested clarification on the phasing of the Wash Plan and how it corresponds with the land transfer. Staff met with FWS and BLM staff to review the phasing strategy and to develop figures that would be used to detail the phasing in the final HCP documentation. Additionally, the San Miguel Band of Serrano Mission Indians responded to the Notice of Preparation documents asking for more information on the Wash Plan. Subsequent discussion with Tribal representatives and FWS staff resulted in a draft Memorandum of Agreement between the District and the Tribe allowing the collection of culturally important plants on HCP lands. The draft document was provided to the District Board for consideration at their June meeting.

A working draft of the EIR/EIS document is circulating among the lead agencies, including the California Department of Fish and Wildlife. This “screen check” document is complete except for the section describing cultural resources. As the survey conducted for cultural resources for earlier documents was at least 5 years old, the Federal partners requested additional field and records review work. The required field surveys are complete and now include the changed Wash Plan boundaries. Records searches are ongoing. The archives for the Wash Plan area have been recently moved from San Bernardino County to California State University at Fullerton. As the records have been recently transferred, the searching has been more laborious than initially anticipated. This section should be soon complete. The Wash Plan team consisting of the Federal partners and the District are working on a Notice of Availability for publication in the Federal Register so the document can publically release as when this work is complete.

The District submitted the field verifications needed for the Jurisdictional Determination by the Army Corps of Engineers showing what portions of the Wash Plan footprint are “waters of the United States”. A letter substantiating this determination is important for permitting of both District projects and proposed projects by the San Bernardino Valley Municipal Water District. As these projects will impact “waters” as well as Endangered Species, careful implementation planning will be required to ensure that “double mitigation” doesn’t occur. . .

Staff met with all Task Force members except San Bernardino Flood Control to review and discuss the draft budget and cost share presented in the HCP document. This information is needed by the resource agencies as the review the Wash Plan HCP to determine if adequate resources are available to manage the conserved lands.

Staff continues to work with Federal representatives staff on the legislation needed to complete the land transfer. A review and description of the land exchange parcels was completed for insertion into the draft legislation and to provide additional exhibits for the Wash Plan documents. Mining and mineral potential reports needed for the transfer will also need to be revised when the property descriptions are reviewed and finalized.

\$197,000: Highland's share to buy into the Wash Plan

Posted: Saturday, May 9, 2015 10:01 am

“\$197,000 is a bargain compared to the \$250,000 an acre we have paid in the past,” said Highland City Councilman John Timmer, normally very tightfisted with the city's money.

The almost \$200,000 price tag is Highland's share to buy into the Santa Ana River Wash Plan. In return, the city gets expedited permitting and avoids the lengthy environmental impact investigation normally required for work in the Wash.

The comprehensive plan, over 20 years in the making, would provide for protection of flora and fauna in the Wash while making provision for private and public use, including mining, trails, roads, water conservation operations, new water wells, etc.

Finally, the Plan is gaining traction with federal, state, and local governments and water agencies coming to agreement.

Representatives of those agencies gathered at the offices of the San Bernardino Valley Water Conservation District in Redlands on Friday, May 8, and took action to accept the environmental documents, a major step in circulating and getting a final draft for publication.

Meanwhile, Congressmen George Aguilar and Paul Cook will carry a bipartisan land exchange agreement to the House of Representatives, a necessary step for the Plan to be finalized.

With the clock above the chamber clicking down from 205 days to implementation, Jeff Beehler of the Conservation District, point man for the Plan, emphasized that much of the Plan could go forward before Congressional action.

“It's kind of a Catch-22,” Beehler said. “Congress will want to see the Plan before they vote on the land exchange, and we can't finalize the plan without Congressional approval.”

Conservation District General Manager Daniel Cozad presented the cost allocation, designed to provide a \$10 million grubstake to maintain and operate the Plan for 30 years.

Robertson and Cemex, companies which mine in the Wash, must pay the largest share, \$7.5 million while



Countdown clock

The clock ticks down from 205 days for implementation of the Wash Plan.

the city of Redlands gets out for less than half a million dollars because of credit it earned for donation of property.

Other contributors include the cities of Highland and Redlands, Conservation District, East Valley Water District, San Bernardino County Flood Control District, and the San Bernardino Valley Municipal Water District.

The next steps will be an implementing agreement and a memorandum of understanding among participants.

WASH PLAN

PROFIT & LOSS BUDGET VS ACTUAL

FY 2014-2015 AND TOTAL BUDGET through May 2015

	FY 2013-2014 Wash Plan				FY 2014-2015 Wash Plan				TOTAL WP Budget as of May 30, 2015			
	Jul '13 - Jun 14	Budget	\$ Over Budget	% of Budget	Jul '14 - May '15	Budget	\$ Over Budget	% of Budget	Jul '13 - May '15	Budget	\$ Over Budget	% of Budget
Ordinary Income/Expense												
Income												
4025 - Wash Plan Revenue	518,586.24	415,800.00	102,786.24	124.72%	433,410.05	404,700.00	28,710.05	107.09%	951,996.29	820,500.00	131,496.29	116.03%
Total Income	<u>518,586.24</u>	<u>415,800.00</u>	<u>102,786.24</u>	<u>124.72%</u>	<u>433,410.05</u>	<u>404,700.00</u>	<u>28,710.05</u>	<u>107.09%</u>	<u>951,996.29</u>	<u>820,500.00</u>	<u>131,496.29</u>	<u>116.03%</u>
Expense												
5083 - Repayment of Wash Plan Advance	188,365.40	0.00	188,365.40	100.0%	0.00	0.00	0.00	0.0%	188,365.40	0.00	188,365.40	100.0%
5122 - Wash Plan Professional Services	67,030.80	100,000.00	-32,969.20	67.03%	200,508.14	162,000.00	38,508.14	123.77%	267,538.94	262,000.00	5,538.94	102.11%
5145 - Environmental Services (WP)	2,880.00	250,000.00	-247,120.00	1.15%	15,986.25	305,000.00	-289,013.75	5.24%	18,866.25	555,000.00	-536,133.75	3.4%
5175 - Legal - Wash Plan	8,940.70	42,000.00	-33,059.30	21.29%	7,726.40	44,500.00	-36,773.60	17.36%	16,667.10	86,500.00	-69,832.90	19.27%
* District Support-overhead, benefits, salary	71,191.46	134,526.17	-63,334.71	52.92%	120,382.01	144,952.94	-24,570.93	83.05%	191,573.47	279,479.11	-87,905.64	68.55%
Total Expense	<u>338,408.36</u>	<u>526,526.17</u>	<u>-188,117.81</u>	<u>64.27%</u>	<u>344,602.80</u>	<u>656,452.94</u>	<u>-311,850.14</u>	<u>52.5%</u>	<u>683,011.16</u>	<u>1,182,979.11</u>	<u>-499,967.95</u>	<u>57.74%</u>
Net Income	<u>180,177.88</u>	<u>-110,726.17</u>	<u>290,904.05</u>	<u>-162.72%</u>	<u>88,807.25</u>	<u>-251,752.94</u>	<u>340,560.19</u>	<u>-35.28%</u>	<u>268,985.13</u>	<u>-362,479.11</u>	<u>631,464.24</u>	<u>-74.21%</u>

Accounts Receivable
Paid In Full

*WP Professional Services
Baker (RBF Consulting) (EIS)-35% spent
ICF Jones & Stokes (HCP)-100% spent
ICF Jones & Stokes (HCP Amendment)-76% spent
Jericho Systems (survey work)-96% spent
Randy Scott (management)-38% spent-Contract Expired



General Manager's Report

For May 9, 2015 to June 5, 2015

Daniel B. Cozad

The following report covers the weeks between meetings and the efforts and activities during the reporting period.

- 1. Water Conservation – Plan Goal 1** – Water recharge dropped after the April 15th dam release. Several storms during May produced measurable rain but did not increase flows to the SAR or Mill Creek. Mill Creek flows were low or dry during the month. Combined all the recharge this water year is just more than 3,800 acre feet compared to a wet year closer to 25,000 acre feet would be expected by June. We coordinated and filed water rights statements on Santa Ana River and Mill Creek in May.
- 2. Facility Maintenance and Cleanout- Plan Goal 1** – Staff worked with contractors and permittees for their on-site field work. Removal of significant rock that was generated by construction project continued to be performed by Upland Rock. Munoz/MCC prepared to begin rock crushing at the Borrow Pit.
- 3. Aggregate Management – Plan Goal 2** – Staff submitted a past due notice to Spiniello Construction for rock placement related to the EBX2 project totaling approximately \$46,000. Sorting and sale of the material in Mill Creek near State Highway 38 began via Upland Rock.
- 4. Personnel/Administration/Staff – Plan Goal 6** – Staff prepared review materials for GM Evaluation and staff annual review for completion in June, salary changes based on performance will be made and effective July 1, 2015.
- 5. Finance/Budget/Audit – Plan Goal 6** – With Board approval of the 2015-16 annual budget staff began implementing the prepared project summary information for the draft budget document for Board review at this meeting. Final budget approval may be deferred to June.
- 6. East Branch Extension – Plan Goal 7** – Most EBX-2 work is completed and staff is closing up efforts supporting the construction. Additional work will be done on the restoration of the land over the next few years to complete the mitigation requirements from US FWS.
- 7. Collaborative Enhanced Recharge Project – Plan Goal 7** – Coordination and cooperation with California Department of Fish and Wildlife, US Army Corps of Engineers for the Jurisdictional Delineation and others for permits and clearances. Wildflowers are getting scarce on District lands but some, including the Yucca at right are still in bloom.



8. **Wash Plan – Plan Goal 2** – The Task Force met on May 8th and approved the draft HCP and received an update on the draft EIR/EIS. The HCP implementation costs were reviewed with the assessment for each agency. Meetings have been held with most Task Force Members to gather feedback on the draft assessments and finalize the contributions for the Wash Plan Endowment. A Wash Plan Report is included in the agenda package for this meeting.
9. **Property/Redlands Plaza – Plan Goal 3** – Staff negotiated and legal counsel reviewed the transfer and extension of Hello Sushi. The new owner intends to make tenant improvements to update the look of the restaurant. Staff continues to work with fencing contractors and the City of Redlands to complete the permits and construct the fencing authorized by the Board. Staff is negotiating with Shubert Landscaping for the Mentone property low water use landscaping.
10. **Mining – Plan Goal 2/3** – Staff coordinated with mining entities on Wash Plan implementation costs as well as operations and changes to the CUP and Mining Plans required for mining in the wash area after the land transfer.
11. **Plunge Creek Grant – Plan Goals 1/4/7** – ICF Jones and Stokes team will have some analysis concepts to share with the District in July or August, staff will schedule a Operations Committee meeting when these are available and coordinated with the Mill Creek project below.
12. **Mill Creek Diversion Engineering – Plan Goals 1/7** – California Watershed Engineering performed some field work and has the existing stream model prepared. They are preparing conceptual plans for review by the District in June or July.
13. **Public Outreach and Legislative – Plan Goal 4** – Staff coordinated with LAFCO and attended the May 20th meeting. Staff participated in numerous activities and meetings related to the iEfficient.com campaign and supported the landscaper education efforts. Staff also supported the Upper Santa Ana Water Resources Association, Legislative Platform Meeting planning efforts.
14. **Current Board Action Implementation – Plan Goal 3** – Staff is implementing the priorities and other recommendations of the Board. Planning efforts to fulfill Board direction on regional groundwater sustainability continue and an MOU for the development of the organization was edited and is expected in early June. Field staff coordinated the permits with City of Highland for the placement of truck crossing signs on Greenspot Road near the bridge where District and contractor trucks enter and exit District property. See photo at right



15. **Future Board Activities** – Expected short term items for consideration
 - New fiscal year and 2015 Fiscal Year closing in July
 - GASB 68 Valuation report and District Audit
 - Candidate Statements and Registration for Board Member Election in July

16. District Successes – *Plan Goal 6*

- a. Staff identified fraudulent charges from Lowes and notified Lowes and Redlands Police Department. Staff reviewed the store security photos and determined it was not a district employee or former employee. Lowes has confirmed the charges to our account will be deleted.
- b. Staff prepared and filed cooperative Water Rights Statements for Santa Ana River and Mill Creek Diversions

San Bernardino Valley Water Conservation District

Monthly Recharge Report

From: 5/1/2015
To: 5/31/2015



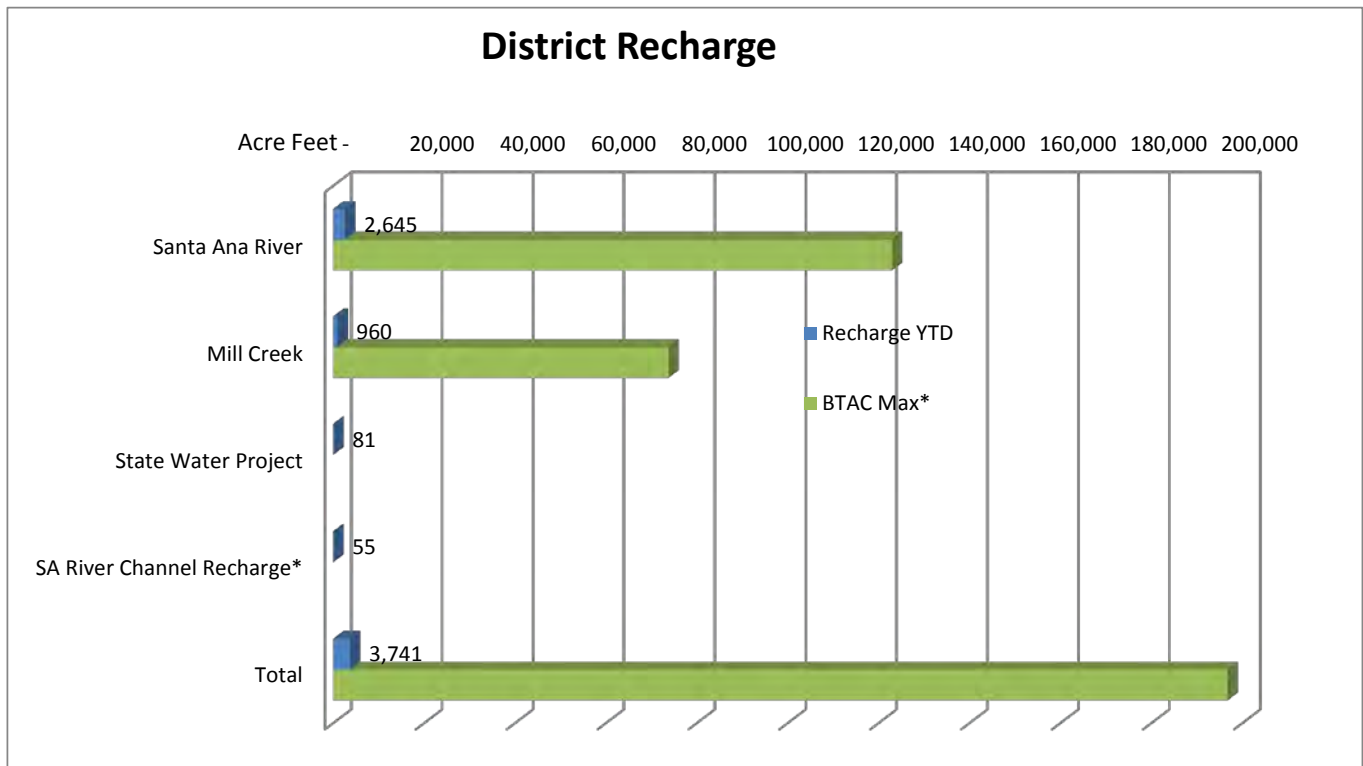
	May				
	Avg Daily Recharge	Monthly Recharge	Recharge YTD	BTAC Max*	% Max
Santa Ana River	4.9	153	2,645	123,000	2%
Mill Creek	0.2	8	960	73,800	1%
State Water Project	0.0	0	81	NA	NA
In River Channel Recharge**	0.0	0	55	NA	NA
Total	5	161	3,741	196,800	2%

Values in Acre Feet

*BTAC Revised Max in December 2014

**Monitoring began in Mid-April 2011

*** All Values Based on Water Year Oct-Sep 2015





Board Member Meeting Report

Prepared by: Dick Corneille

Date: 5/11/15

Meeting Name: Redlands Centennial Park Citizens Steering Committee Meeting

Meeting Location: Redlands Senior Senior on Lugonia

Meeting Purpose and Value to District:

Support of Redlands citizens steering committee effort for planning a Wash Area overlook at proposed Centennial Park
Presentation of Wash Plan to a citizens group

Significant or Notable Meeting Actions/Issues of Interest for the Board

- Committee starting planning for a proposed scenic overlook at the end of Church street as part of Centennial Park
- Redlands Centennial Park proposed in 1988 and never constructed. Issue is money and old landfill in the wash area. City owns about 30 acres for the park.
- Bluff area now being considered for the Santa Ana River Trail and linear park along Riverview Drive from Church to Orange Streets.
- Overlook would be a start to developing the park.
- Gave the committee an overview of the Wash Plan, which most had not heard off.
- Redlands Council Member Jon Harrison a member of the steering committee
- Don't expect any further action until the fall of this year.

Recommendations or Concerns

- Continue to participate and assist the committee in the next planning steps

Member or Members Attending

Dick Corneille

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Board Member Meeting Report

Prepared by: Dick Corneille

Date: 5-26-15

Meeting Name: Highland Chamber Luncheon State of the City of Highland

Meeting Location: Emmanuel Baptist Church, Highland

Meeting Purpose and Value to District:

Hearing first hand about the current state of the City of Highland
Support for Chamber and networking

Significant or Notable Meeting Actions/Issues of Interest for the Board

- Mayor McCallon presented the state of the community
- City in great shape financially and is a pay as you go City
- Major increases in the budget to County contracted fire and police services. These total 68% if the General Fund.
- Have \$38 million in capital projects supported by grants and without bonds

Recommendations or Concerns

- None

Member or Members Attending

Dick Corneille and Melody McDonald

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Board Member Meeting Report

Date: 05/15

Meeting Name: ACWA Conference

Meeting Location: Sacramento

Meeting Purpose and Value to District:

To stay educated in new policies affecting water in CA

Significant or Notable Meeting Actions/Issues of Interest for the Board

See notes attached:
Conference registration, hotels, meals, cost not paid by the District.

Recommendations or Concerns

Member or Members Attending

Melody McDonald, Manny Aranda, Dick Corneille

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Melody McDonald

Idea, we could call this the JPIA's "Top Ten List", present from bottom up with #1 the biggest excitement ... just an idea! We could reorder too.

1. \$3.2M Refunds: 110 members received
2. Prop & W/C renewed with no change in rates
3. Castlight implementation
4. Ventiv upgrade
5. EB user forums: one meeting since December 2015, planning regional meetings in September to coincide with Open Enrollment
6. Working hard to offer attractive/competitive rates for EB program; preparing members for changes ahead and need to start planning now. Staff is happy to provide proposals and assist in comparing. We continue to promote the Consumer Driven Health Plan (high deductible) as a means to reduce premiums while providing continued great service and an avenue for employees to participate in a Health Savings Account (HSA), a positive for all involved.
7. HR meetings: held 8 regional meetings at the beginning of 2015 that included a Legal Update, HIPPA Training, Hot Topics; 8 more regional meetings planned this fiscal year.
8. Training Conferences held in Roseville; planned in San Diego in the July and Ontario in October.
9. Sr. Leadership Training being developed to roll out later this year. Presentation made at Conference.
10. The Risk Transfer Hotline was developed and available to members in our Liability Program. Information was sent to General Managers and is also available on the JPIA's website.

Thank you!

Wednesday Special Issue Opening Breakfast

California has entered its fourth year of drought with historically low records for rainfall and snowpack. Governor Jerry Brown has issued a new Executive Order calling for a 25 % mandatory reduction in water use among other actions and the State Water Resources Control Board is moving forward to ramp up requirement and targets for urban water conservation. All sectors of the California economy and environment are feeling the worsening impacts of drought. This panel will discuss these unprecedented actions and plans already underway for 2016.

Moderator:

John Coleman, President, ACWA

Panelists:

Charlton 'Chuck' Bonham, Director, California Department of Fish and Wildlife

Gordon Burns, Undersecretary, CalEPA

Mark Cowin, Director, California Department of Water Resources

John Laird, Secretary, California Natural Resources Agency

Wednesday Lunch

SPECIAL ADDRESS TO ACWA DELEGATION

The Honorable Edmund G. Brown

Governor, State of California

California Governor Edmund G. Brown has shown tremendous leadership on the state's most pressing water issues including drought, Proposition 1 and landmark groundwater legislation. Just last month, the Governor ordered the first-ever statewide reductions in water use and a suite of new state actions to conserve water and streamline drought response. At the same time, he continues to advance his long-term commitment to the state's water future through the California Water Action Plan. The governor will address conference delegates and share his vision for managing this year's drought emergency while improving the resiliency of California's water system.

PRESENTATION: FINANCING CALIFORNIA'S WATER FUTURE

The Honorable John Chiang

Treasurer, State of California

Prop. 1, the \$7.5 billion general obligation bond passed by voters this past November, provides a critical down payment for much needed investment in California's water future. Once leveraged with regional and local funds, these bond funds will jump start a variety of programs from recycling to above and below ground storage to drinking water quality and much more. However, experts have identified more than \$74.4 billion in water and wastewater infrastructure needs over the next 20 years. California State Treasurer John Chiang will share his insights on future financing options.

Thursday Lunch

"Water Storage Funding: A Top Priority"

With the passage of Proposition 1 now behind us, work on its implementation is top priority – in particular the process to disperse funds for storage projects. In this luncheon keynote, Joseph Byrne, Chair, California Water Commission will share with the audience the first steps in developing the Commission's Water Storage Investment Program.

Cannabis Growers

AB223

Jim Wood SB 643

Mike Mguire

Hard to see habitat destroyed, stream beds dry up, and destroyed with roads over and up these stream beds. Stream bed alterations and diversions No regulatory control on pesticides, sediment runoff, fertilizers.

90% of growers looking to come into compliance



Board Member Meeting Report

Date: 05/01/15

Meeting Name: ACWA State Legislative Committee

Meeting Location: Sacramento

Meeting Purpose and Value to District:

To stay actively involve in legislation affecting water in California.

Significant or Notable Meeting Actions/Issues of Interest for the Board

05/01/15 State Leg Committee

Cindy Tuck

Federal update. Congress in recess, Senate in session. waters of United States Rule. Lots of work in Forest and Headwaters. forest management versus fire suppression, keep funds separate .

Prop 1, panel next week at conference. Several good panelist lined up.

Safe Drinking Water Program Funding

Dave Bolland

Urban Water Conservation Regulation: Governors mandatory 25% reduction. A lot of controversy over the formula. Some adjustment between total population. 9 tiers of this, decision should be Wednesday. First reports of activity due July 15th for May and June. Special outreach from Governors office to water agencies.

Groundwater Legislation update: Action on basin boundaries today, DWR soliciting input, trying to put out high bar for changing boundaries. GSAs working on this. Cleaning this up, more difficult is fragments of Counties.

Wendy Ridderbusch

Prop 218: Stormwater, Low Income, Lifeline Rates and Tiered Water Rates.

Voluntary fixes prior to the SJC decision.

Governor wanting to issue fines of \$10,000. Per day for big wasters. Big disconnect on who has what authority.

Recommendations or Concerns

Member or Members Attending

Melody McDonald Region 9 Rep

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Association of California Water Agencies

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ACWA State Legislative Committee

May 1, 2015

10:00 a.m. – 12:00 pm

AGENDA

1. **Welcome** Paul Bartkiewicz, Chair
2. **Self-Introductions** Members, Guests, Staff
3. **Deputy Executive Director's Report** Cindy Tuck
 - A. Federal Update
 - B. Proposition 1 Implementation
 - C. Safe Drinking Water Program Funding (see Bill Packet #3)
4. **Proposition 218: Stormwater, Low-Income Lifeline Rates, and Tiered Water Rates** Wendy Ridderbusch
5. **Governor's Proposed Drought Fines Legislation** Wendy Ridderbusch
6. **Urban Water Conservation Regulation** David Bolland
7. **Review of Bill Packets #1, #2, and #3***
8. **Review of Hand-Carries**
 - AB 617 (Perea) Whitnie Wiley
 - AB 1531 (Assembly ESTM Committee) Cindy Tuck
9. **Sponsored Legislation Updates**
 - A. CEQA Notice of Determination Whitnie Wiley
 - B. Hexavalent Chromium VI MCL Cindy Tuck
10. **Subject Matter Expert Information Requested** Wendy Ridderbusch
11. **Groundwater Legislation Update** Whitnie Wiley
12. **Groundwater Regulation Implementation Update** David Bolland
13. **Other Business**
14. **Adjourn**

Reminder: Next State Legislative Committee Meeting on **Friday, June 5, 2015**

Breakfast generously sponsored by Byron Bethany Irrigation District

*Bill packets are also available online by logging on to www.acwa.com.

To access, go to the About ACWA tab > ACWA Committees (left hand side) > State Legislative > 2015 State Legislative Committee Meeting Materials (Members Only)

ACWA boardroom wifi network: Neptune

Wifi password: 910@kstreet



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State Legislative Committee

May 1, 2015

MEETING SUMMARY

Deputy Executive Director's Report – Cindy Tuck

A. Federal Update

1. Congress

- i. The House is in recess next week, May 4-8. The Senate will be in session.
 - ii. The House is working to pass the Energy and Water Appropriations bill. It contains a riders to stop the Water of the United States (WOTUS) rule and the Federal Flood Risk Management Standard and Principles, Requirements and Guidelines.
 - iii. Lots of work is continuing on the Forest Management/Headwaters issue. The House-Senate budget resolution contains a provision to allow for flexible funding for fire suppression this summer. Two hearings have been held in the House. A Senate hearing is scheduled for May 5.
 - iv. No progress to report on Federal drought legislation.
2. The WOTUS proposed expansion of the Environmental Protection Agency's Clean Water Act jurisdiction is at the Office of Management and Budget for review and expected out in mid-summer.
 3. The Federal Flood Risk Management Standard, issued by Executive Order, changes floodplain standard involving federal activities from 100 to 500 year standard. Comments are due by May 6. A coalition comment letter is expected.
 4. Principles, Requirements and Guidelines: Reclamation seeking comment by end of April. Analysis process for federal investments and permits for water quantity projects will go from 1983 economic benefit test to expanded economic, social and environmental benefits test. There are an increased number of agencies proposed for reviews, from Army Corps and Reclamation previously to now additionally include Departments of Interior, Agriculture, Commerce, and EPA, FEMA. ACWA's request for comment extension was granted to May 15, 2015.

B. Proposition 1 Implementation

1. ACWA is hosting a Proposition 1 Implementation Panel at its Annual Spring Conference next week, May 5-8. Panelists include: Janelle Beland, Undersecretary, California Natural Resources Agency; Paula Landis, Chief, Division of Integrated Water Management, California Department of Water Resources; and Darrin Polhemus, Deputy Director, Division of Administrative Services.
2. The California Natural Resources Agency Web site is consistently updating a Proposition 1 Development schedule which included expected dates of guideline completions. The chart can be found here: http://bondaccountability.resources.ca.gov/PDF/Prop1/draft_schedulev2.pdf?23.

C. Safe Drinking Water Program Funding

The State Water Board has proposed a change to the Safe Drinking Water Program (SDWP) funding structure to address a monetary shortfall. ACWA and a workgroup of State Legislative Committee members has led a coalition of large water agencies to create an alternative budget trailer bill proposal to retain existing safeguards in State law. The proposed alternative would reset the fees for large water systems at a reasonable level and retain the current 5% cap on annual increases. The proposed alternative was presented to the State Legislative Committee at the meeting and approved.

Urban Water Conservation Regulation – David Bolland

The State Water Board has released the second version of the draft Emergency Regulations for urban water conservation. Some revisions to the plan have been implemented based on ACWA's lobbying efforts. Public comments on the second draft are due by May 10. ACWA will continue to advocate for additional revisions as

communicated by member agencies. Following the final release of the regulations, first activity reports for June 1- June 30 monitoring will be due on July 15.

Proposition 218: Stormwater, Low-Income Lifeline Rates, and Tiered Water Rates – Wendy Ridderbusch

ACWA is working on the issue of potential Proposition 218 reform on two fronts. The first is a coalition which was formed a year ago to investigate options to treat stormwater in the manner that water and wastewater are currently treated under the law. After inquiries from the Administration on potential voluntary disadvantaged community lifeline water rates, the issue was added to the coalition's Prop. 218 plate. After the initial appellate ruling on the San Juan Capistrano case, that may have put tiered water rate pricing structures at risk, ACWA joined the League of California Cities and the California State Association of Counties in an investigatory discussion on how to change existing Prop. 218 law to accomplish this task. The coalition is working with Assemblymember Rich Gordon on his Assembly Bill 1362.

Review of Bill Packet #1

AB 169 ACWA's position on the bill is "watch."

AB 386 ACWA's position on the bill is "favor."

AB 725 ACWA's position on the bill is "favor."

AB 955 ACWA's position on the bill is "watch."

AB 1019 ACWA's position on the bill is "favor."

AB 1173 Committee members motioned for a "not favor" position. The motion carried. ACWA's position on the bill is now "not favor."

AB 1376 ACWA's position on the bill is "favor."

SB 281 ACWA's position on the bill is "watch."

SB 494 ACWA's position on the bill is "watch."

SCA 5 ACWA's position on the bill is "support."

Review of Bill Packet #2

AB 88 ACWA's position on the bill is "watch."

AB 142 ACWA's position on the bill is "favor."

AB 305 ACWA's position on the bill is "watch."

AB 401 ACWA's position on the bill is "watch."

AB 434 ACWA's position on the bill is "favor."

AB 809 ACWA's position on the bill is "watch and amend."

AB 956 Committee members motioned for a "favor" position. The motion carried. ACWA's position on the bill is now "favor."

AB 1077 Committee members motioned for a "not favor" position. The motion carried. ACWA's position on the bill is now "not favor."

SB 144 ACWA's position on the bill is "favor."

SB 248 ACWA's position on the bill is "favor."

SB 330 Committee members motioned for a "not favor unless amended" position. The motion carried. ACWA's position on the bill is now "not favor unless amended."

SB 385 ACWA's position on the bill is "support."

SB 389 ACWA's position on the bill is "watch."

SB 454 ACWA's position on the bill is "favor."

SB 798 ACWA's position on the bill is "watch."

Review of Bill Packet #3

AB 10 ACWA's position on the bill is "favor."

AB 102 ACWA's position on the bill is "not favor unless amended."

AB 243 ACWA's position on the bill is "watch."

AB 965 ACWA's position on the bill is "favor."

AB 1139 ACWA's position on the bill is "favor."

AB 1201 Committee members motioned for a “support” position. The motion carried. ACWA’s position on the bill is now “support.”

SB 226 Committee members motioned for a “not favor unless amended” position. The motion carried. ACWA’s position on the bill is now “not favor unless amended.”

SB 471 ACWA’s position on the bill is “support if amended.”

SB 555 Committee members motioned for a “oppose unless amended” position. The motion carried. ACWA’s position on the bill is now “oppose unless amended.”

Review of Hand-Carries

AB 617 Committee members motioned for a “support” position. The motion carried. ACWA’s position on the bill is now “support.”

AB 1390 ACWA’s position on the bill is “support if amended.”

AB 1531 ACWA’s position on the bill is “not favor unless amended.”

Sponsored Legislation Update

A. CEQA Notice of Determination – Whitnie Wiley

ACWA’s co-sponsored legislation with the McGeorge School of Law Legislative and Public Policy Clinic, AB 291 (Medina), passed unanimously through the Assembly Appropriations Committee and the Assembly after being placed on the consent calendar. The bill now moves to the Senate Rules Committee for assignment to a policy committee.

B. Hexavalent Chromium VI MCL – Cindy Tuck

ACWA’s second sponsored legislation, SB 385 (Hueso), will be heard in the Senate Judiciary Committee on May 12.

Subject Matter Expert Information Requested – Wendy Ridderbusch

From time to time ACWA seeks the input of its members on various legislative and policy issues. ACWA’s State Relations Department requested that State Legislative Committee members complete the provided issue area interest forms to indicate which subjects, if any, they would like to be contacted about for their input. These contacts are invaluable to ACWA’s State Relations Department Analysts and help ensure that ACWA is accurately representing its members’ interests.

Groundwater Legislation Update – Whitnie Wiley

There are a number of groundwater related bills moving through the California Assembly and Senate this session. Stephanie Morris with AWCA’s attorney group presented a powerpoint presentation on AB 1390 (Alejo) relating to groundwater adjudications to help facilitate conversation about the bill within the State Legislative Committee it’s connection to the Sustainable Groundwater Management Act. As part of the motion to retain the “Support if Amended” position, the Committee agreed that State Legislative Committee members could participate on the Working Group and staff would provide an update on the bill to the Legal Affairs Committee and the Board of Directors.

Groundwater Regulation Implementation Update – Dave Bolland

In compliance with the first stage of the Sustainable Groundwater Management Act, local Groundwater Sustainability Agencies are being formed throughout the State. A draft Basin Boundaries Regulatory Concept Paper is expected to be released by the Department of Water Resources within the next two weeks. The proposed regulations will then go the California Water Commission for their consideration before moving to the Office of Administrative Law; ACWA has submitted a white paper on the subject.

Reminder: State Legislative Committee Meeting on June 5, 2015

ACWA Issue Paper
Public Water System Operating Fees

Background

California's Safe Drinking Water Program ("Program") is administered by the State Water Resources Control Board's (the "SWRCB") Division of Drinking Water. The Program is funded through "operating fees" paid by public water systems according to a statutorily-established "fee-for-service" system. In FY 2012-13 and 2013-14, the Drinking Water Program experienced significant revenue shortfalls relative to the program's budget for those years.

As part of the State Budget process for Fiscal Year 2015-16, the SWRCB has proposed dramatic changes to its statutory authority to impose operating fees.

Existing Authority (Key Provisions)

1. Actual Cost Basis: Under the California Health and Safety Code, a public water system's annual operating fee is based on the "actual cost" incurred by the SWRCB in "conducting those activities mandated by [the California Safe Drinking Water Act] relating to the issuance of domestic water supply permits, inspections, monitoring, surveillance, and water quality evaluation." (Health & Safety Code §116565(a).) For public water systems that serve 1,000 or more connections, each public water system is required to reimburse the department for costs that relate to that specific public water system. "The amount of reimbursement shall be sufficient to pay, but in no event shall exceed, [the SWRCB's] actual cost in conducting these activities." (Health & Safety Code §116565(a).)

2. Statutory Caps on Large Systems Operating Fee Totals and Annual Increases: Existing law caps the operating fees for public water systems that serve 1,000 or more connections by establishing the total amount of operating and enforcement fees that could be collected for the 2001-02 fiscal year at no more than \$7,000,000 with the additional provision that fees **cannot increase by more than 5 percent** of the amount collected for the previous fiscal year. (Health & Safety Code §116590(d).)

3. Fees for Small Water Systems: For public water systems that serve less than 1,000 connections, each public water system is required to pay a fee established by the SWRCB. For all public water systems serving less than 1,000 connections, "[t]he total amount of fees shall be sufficient to pay, but in no event shall exceed, the department's actual cost in conducting these activities." (Health & Safety Code §116565(b).) For community water systems with 15-999 connections, these fees are set at \$6 per connection but can be increased by the SWRCB to up to \$10 per connection, while the minimum fee is set at \$250. (Health & Safety Code §116565(b)(1).) Transient and nontransient noncommunity water systems' fees are structured similarly. (Health & Safety Code §116565(b)(2), (3).)

4. Rulemaking Process for Fees: Under existing law, the SWRCB's development and approval of changes to the fee regulations are subject to the requirements for a regular rulemaking under the Administrative Procedures Act ("APA").

SWRCB's Proposed Change

The SWRCB is proposing to dramatically change how it imposes Program's operating fees. Under the proposed legislation, each public water system would submit an annual fee according to a fee schedule established by the SWRCB "for the purpose of reimbursing SWRCB for the costs incurred by the state board for activities mandated by this chapter." (*Proposed Health & Safety Code §116565(a).*) The SWRCB would be authorized to adopt the fee schedule by **emergency regulation** (*Proposed Health & Safety Code §116565(b).*) The SWRCB would "set the amount of total revenue collected each year through the fee schedule at an amount equal to the amount appropriated by the Legislature in the annual budget act..." (*Proposed Health & Safety Code §116565(d).*) **There would be no cap on fee increases.**

The SWRCB currently adopts fee schedules by emergency regulation under the APA to support its water quality (Water Code §13260(f)(1)) and water rights (Water Code §1530) programs.

SWRCB Rationale for Proposed Change and ACWA Responses (for discussion)

The SWRCB has provided a number of explanations for the need to change their fee authority:

1. ***SWRCB Rationale:*** *Drinking Water Program fee schedules are not generating sufficient revenue to meet Drinking Water Program budgetary authorizations.*

ACWA Response: The Drinking Water Program is an important state program that needs adequate funding. The SWRCB acknowledges that the Program "did not consistently raise fees" in previous years as authorized by existing law. The SWRCB's existing authority enables it to increase the fees it collects from public water systems to conduct activities mandated by the California Safe Drinking Water Act. If escalated at the statutorily maximum rate of 5 percent per year, the total amount of fees receivable from public water systems that serve 1,000 or more connections would have increased from \$7 million in FY 2001-02 to over \$13.8 million in FY 2015-16. For public water systems that serve less than 1,000 connections, per connection fees have remained fixed at \$6 per connection since FY 2001-02.

2. ***SWRCB Rationale:*** *The current statutory requirements require a costly and time-consuming rulemaking process for increasing fees, which limits the program's ability to meet new statutory or budgetary requirements.*

ACWA Response: The SWRCB's current drinking water fee setting processes provide due process through a transparent, public process. Many public water systems subject to these fees are public agencies that are required to engage in public processes in order to raise their rates.

3. ***SWRCB Rationale:*** *Nearly 55 percent of Drinking Water Program costs are funded from federal funds. Federal funds are not a stable funding source, as there is no guarantee that the state will continue to receive these funds in perpetuity.*

ACWA Response: The Public Water System Supervision ("PWSS") grant is a federal responsibility under the federal Safe Drinking Water Act and has been appropriated every year since 1976.

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ACWA has looked into this in Washington, D.C. There is no indication that the PWSS funding is vulnerable or at risk of being reduced or eliminated.

4. **SWRCB Rationale:** *The current fee structure prevents the SWRCB from being able to focus its resources on addressing the highest priority drinking water problems which tend to involve small water systems or to effectively shift resources to address urgent new drinking water issues, such as those associated with the current drought.*

ACWA Response: Both the current and the SWRCB's proposed fee structures are designed to reimburse SWRCB for costs incurred conducting activities mandated by the Safe Drinking Water Act. The current fee structure is based on a "fee-for-service" model, and changing that requirement may involve the imposition of a new tax-based structure on public water systems. Proposition 26, enacted by California voters in 2010, added a new definition of the term "tax" to the California Constitution and provides that taxes must be approved by two-thirds vote of Legislature and that certain local fees be approved by two-thirds of voters. Under Proposition 26, a fee is a tax if it does not link payor charges and benefits.

5. **SWRCB Rationale:** *The current fee structure places a greater burden on small water systems to pay for the costs of the drinking water regulatory program.*

ACWA Response: As the SWRCB has acknowledged, problems related to consistent compliance with drinking water standards are concentrated among small systems. Accordingly, any fee-based program will concentrate costs on those systems where the time and energy of the Drinking Water Program are focused. For public water systems that serve less than 1,000 connections, per connection fees have remained fixed at \$6 per connection since Fiscal Year 2001-02. The existing law allows increases to \$10 per connection.

ACWA's Position (for discussion)

Principles

- The Drinking Water Program is an important program which needs to be adequately funded.
- A permit fee should cover the SWRCB's actual and reasonable cost of activities related to the permit (e.g., inspections).
- Due process should be afforded when changes are made to the drinking water program fees.

Proposal

- Retain existing provisions in State law, except as noted below. This includes Health and Safety Code section 116565, which limits what activities the fees covers. (See Health & Safety Code ("HSC") §§116565 – 116595.)
- Amend subdivision (f) of HSC Section 116590 to:
 - Reset the initial funding cap from a 2001-02 fiscal year amount of \$7,000,000 cap for large system operating and enforcement fees to a new initial funding cap for the 2015-16 Fiscal Year in the amount of \$15,395,000.

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- Retain the 5 percent cap on annual increases, but change the initial fiscal year reference to fiscal year 2016-17.
- Apply an increased portion of the Public Water System Supervision (PWSS) Grant (federal subsidy) funding and the Drinking Water State Revolving Fund PWSS (DW SRF PWSS) Grant Set-Aside (federal subsidy) funding to the small water systems.
- Do not use the emergency regulation process to change the permit fees. Retain the existing APA process for the fees.

STATE WATER RESOURCES CONTROL BOARD

Drinking Water Program

Definition of the Problem

Chapter 35, Statutes of 2014 (SB 861) transferred the responsibility for administering the Safe Drinking Water Program from the California Department of Public Health to the State Water Resources Control Board (State Water Board) effective July 1, 2014. Since assuming responsibility for the Drinking Water Program, the State Water Board has conducted a fiscal analysis of the program. The fiscal analysis revealed that (1) the current fee structure is not generating sufficient revenues to support the existing program and (2) the current fee structure appears to be unreliable, unsustainable, and inequitable. Specifically, the analysis found:

- The Drinking Water Program's current fee setting process does not generate sufficient revenue to meet Drinking Water Program budgetary appropriations. It is anticipated that total revenue will fall short of the safe drinking water budget appropriation for Fiscal Years 2014-15 and 2015-16 by approximately \$3.8 million. It is projected that the federal funds being used to offset this shortfall will be depleted by June 30, 2016.
- The current statutory requirements restrict the State Water Board's ability to generate revenues sufficient to pay costs of administering the program. Health and Safety Code section 116590 states that fees from Large Water Systems¹ (LWS) cannot be increased by more than five percent of the amount collected for the previous year. This effectively prevents the State Water Board from being able to increase fees to: address significant statutory expansions of program responsibilities; develop or revise new and existing regulations; or pay for increased program costs due to inflation and employee compensation packages negotiated by the California Department of Human Resources, which might exceed five percent in a given year.
- CDPH did not consistently raise fees each year by the five percent cap, resulting in a revenue shortfall each year and revenue historically and currently not meeting program expenditures.
- The Drinking Water Program is being subsidized by the federal government and the federal funds are not guaranteed on an annual basis. Nearly 55 percent of Drinking Water Program costs (\$17.1 million out of the \$31.2 million total program costs) are funded by federal funds. Continued reliance on this unpredictable funding source for the majority of program revenue places the entire drinking water program at risk. Furthermore, for Fiscal Years 2014-15 and 2015-16, the federal funds include approximately \$3 million in un-liquidated obligations from prior year grants. This money projected to be exhausted by Fiscal Year 2015-16.
- The current fee structure prevents the State Water Board from being able to focus its resources on addressing the highest priority drinking water problems in the State or to effectively shift resources to address urgent new drinking water issues, such as those associated with the current drought or promulgation of needed regulatory updates.

- Currently, fees on LWS are based on a fee-for-service model, while fees for Small Water Systems² (SWS) are set in statute. The current rigid structure requires the State Water Board spend the majority of its staff time inspecting LWS, notwithstanding that SWS require significantly more attention and assistance. Furthermore, the current structure impedes the Division of Drinking Water's progress on making needed regulatory updates.
- Under the current fee setting process, there is a risk that the State Water Board will not be able to adjust fee schedules in a timely manner to meet budgetary authority requirements.
- The current fee structure places a greater burden on SWS relative to LWS to pay for the costs of the drinking water regulatory program. Specifically, when the costs of the regulatory program are averaged on a per connection basis, SWS pay nearly \$12 per connection, while LWS pay approximately \$1 per connection. Customers of SWS pay over ten times more in fees for program regulatory costs than LWS.

Drinking Water Program Funding

The Drinking Water Program is being supported by the following sources for Fiscal Year 2014-15:

- Safe Drinking Water Account (Fund 306)
- Public Water System Supervision (PWSS) Grant
- Drinking Water State Revolving Fund PWSS Grant Set-Aside

The Safe Drinking Water Account derives the majority of its funding from cost recovery for activities associated with the oversight of Public Water Systems serving 1,000 or more service connections, also defined as Large Water Systems (LWS). A lesser amount comes from smaller public water systems and non-community water systems with less than 1,000 service connections, also defined as Small Water Systems (SWS). These activities include inspections, monitoring, permitting, compliance, enforcement, and administration. The Water Board invoices each LWS based on the amount of time staff spend working to regulate each respective system on an annual basis. The LWS reimburse the Water Board for this work.

In addition, the State Water Board assesses the following annual fees on small public water systems, and this revenue is also deposited in the Safe Drinking Water Account:

- For community water systems³ serving less than 1,000 service connections, a graduated flat fee is applied based on the number of service connections. The fee is \$6.00 per service connection but not less than \$250 per water system.
- For non-transient non-community water systems⁴, the fee is based on the number of people the public water system serves. The fee is \$2.00 per person served but not less than \$456.
- Transient non-community water systems⁵ pay a flat fee of \$800 per system.
- There are also fees that cover the costs of writing and amending permits. These fees range from \$155 to \$518.

Table 1 below shows total projected revenue for Fiscal Year 2014-15 and 2015-16 and compares the total revenue with the State Water Board's safe drinking water account budget appropriation.

Table 1

Safe Drinking Water Account							
Fiscal Year	LWS Cost Recovery ⁶	LWS Waiver/Variance	SWS Annual Fees	SWS Enforcement Waiver/Variance ⁷	Total Revenue	Budget Appropriation ⁸	Budget Appropriation compared to Total Revenue ⁹
2014-15	\$10,686,000	\$335,000	\$2,928,000	\$151,000	\$14,100,000	\$16,860,000	(\$2,760,000)
2015-16	\$11,220,300	\$340,000	\$2,928,000	\$151,000	\$14,639,300	\$15,629,000	(\$989,700)

Table 2 below summarizes a projection for Fiscal Year 2014-15 of how Large and Small Public Water Systems are being funded. The "Safe Drinking Water Account" column represents fees and cost recovery dollars collected from public water systems, while the "PWSS Grant" and "DW SRF PWSS Set-Aside" columns represent subsidy funding from the federal government. The amounts are based off six months of actual expenditures and six months of projected expenditures.

Table 2

Drinking Water Cost Recovery Program Expenditures by System Size	Safe Drinking Water Account	Percentage of Program	Total Federal Subsidy	Percentage of Program	Total
LWS Capped ⁶	\$10,686,000		\$4,374,000		15,060,000
LWS Waiver/Variance	\$335,000		\$0		335,000
LWS Total	\$11,021,000	71.6%	\$4,374,000	28.4%	15,395,000
SWS Fees	\$2,928,000		\$12,772,000		15,700,000
SWS Enforcement/Waiver/Variance	\$151,000		\$0		151,000
SWS Total	\$3,079,000	19.4%	\$12,772,000	80.6%	15,851,000
Total	\$14,100,000	45.1%	\$17,146,000	54.9%	\$31,246,000

- The federal government subsidy for LWS is 28.4% of the LWS Program.
- The federal government subsidy for SWS is 80.6% of the SWS Program.
- The federal government subsidy for the total program is 54.9%.

Table 3 below is a detailed breakdown of the Safe Drinking Water Program activities and how those activities are being funded. The "Safe Drinking Water Account" column represents fees and cost recovery dollars collected from public water systems, while the "PWSS Grant" and "DW SRF PWSS Set-Aside" columns represent subsidy funding from the federal government. The amounts below are forecasts for Fiscal Year 2014-15 and are based on six months of actual expenditures and six months of projected expenditures.

Table 3

Safe Drinking Water Program Expenditures By Activity	Safe Drinking Water Account	PWSS Grant	DW SRF PWSS Set-Aside	Total
LWS (PICME) & Administration ¹⁰	\$7,387,000	\$671,000	\$977,000	\$9,035,000
LWS Enforcement	\$62,000			\$62,000
LWS General Compliance ¹¹	\$2,851,000	\$460,000	\$629,000	\$3,940,000
LWS General Monitoring	\$386,000	\$281,000	\$403,000	\$1,070,000
LWS SRF, Prop 50 & 84			\$545,000	\$545,000
LWS Emergency			\$408,000	\$408,000
LWS Capped	\$10,686,000	\$1,412,000	\$2,962,000	\$15,060,000
LWS Waiver/Variance	\$335,000			\$335,000
LWS Total	\$11,021,000	\$1,412,000	\$2,962,000	\$15,395,000
SWS (PICME) & Administration ¹⁰	\$2,928,000	\$4,266,000	\$4,479,000	\$11,673,000
SWS General Compliance ¹¹		\$1,338,000	\$1,427,000	\$2,765,000
SWS SRF, Prop 50 & 84			\$722,000	\$722,000
SWS Emergency			\$540,000	\$540,000
SWS Capped	\$2,928,000	\$5,604,000	\$7,168,000	\$15,700,000
SWS Enforcement, Waiver/Variance	\$151,000			\$151,000
SWS Total	\$3,079,000	\$5,604,000	\$7,168,000	\$15,851,000
Total	\$14,100,000	\$7,016,000	\$10,130,000	\$31,246,000

Table 4 show the relative cost per service connection for both LWS and SWS.

Table 4

FY 2014-15	Active Service Connections	Total Fees Collected	Fees Collected/ Service Connection	Total Program Expenditures	Total Program Expenditures/ Service Connection
LWS	9,462,960	\$ 11,021,000	\$ 1.16	\$ 15,395,000	\$ 1.63
SWS	260,686	\$ 3,079,000	\$ 11.81	\$ 15,851,000	\$ 60.80
Total	9,723,646	\$ 14,100,000	\$ 1.45	\$ 31,246,000	\$ 3.21

Recommendation

In order to address these problems, and create a drinking water regulatory program fee structure that is reliable, fair, and sustainable; the State Water Board recommends statutory changes that would align the drinking water fee process with the State Water Board’s existing water quality and water rights fee processes. The statutory changes would give the State Water Board authority to adopt annual fee schedules to conform with the revenue levels authorized in the Budget Act in any given year for the State Water Board’s Division of Drinking Water. The State Water Board would be provided with emergency regulatory authority for this process. This approach would be consistent with the manner in which the State Water Board currently assesses fees for its water quality regulatory program and its water rights regulatory program.

The Trailer Bill Language in the BCP would give the State Water Board the authority to adopt annual fee schedules through emergency regulatory authority to meet the State Water Boards Drinking Water Program Budget Authority.

¹ Public water systems serving 1,000 or more service connections.

² Public water systems and non-community water systems with fewer than 1,000 service connections.

³ A community water system supplies water to the same population year-round.

⁴ A non-transient non-community water system regularly supplies water to at least 25 of the same people at least six months per year, but not year-round. Some examples are schools, factories, office buildings, and hospitals which have their own water systems.

⁵ A transient non-community water system provides water in a place such as a gas station, rest stop or campground where people do not remain for long periods of time.

⁶ The total amount of funds collected from LWS is capped each year and shall not increase by more than 5 percent of the amount collected for the previous fiscal year. The work perform at the LWS include Permitting, Inspection, Compliance, Monitoring and Enforcement (PICME) and General Compliance, and Monitoring and Administration cost.

⁷ Enforcement program is reimbursement of actual costs incurred by the Water Board for any of the following activities related to that water system: 1) preparing, issuing, and monitoring compliance with an order or citation, 2) Preparing and issuing public notification, or 3) conducting a hearing pursuant to Health and Safety Code section 116625.

Variance and waiver is reimbursement of actual costs incurred by the Water Board in the processing of public water system requests for an exemption, plan review, variance, or waiver of any applicable requirement of Safe Drinking Water Act (Act) or any regulation adopted pursuant to the Act.

⁸January 10th 2015 Governor's Proposed Budget Appropriation

⁹Budget appropriation revenue deficits are currently being offset by federal un-liquated obligations, which is projected to be exhausted by Fiscal Year 2015-16.

¹⁰LWS and SWS Administration includes workload associated with public meetings, complaints/media requests, presentations, training, policy and regulation development, permit related activities, database maintenance, and district managers expenditures. The Federal Government is subsidizing a portion of the LWS administration cost and is not subsidizing the LWS PICME activities.

¹¹LWS and SWS General Compliance includes evaluating for compliance, responding to emails request from the public or water systems related to compliance of the drinking water program, maintaining timesheets and daily activity logs, and tracking various monthly/quarterly/annually compliance reports received from water systems. These various reports include: lead and copper rule reports, permitted treatment plant compliance reports, surface water treatment rule reports, disinfection by-product rule reports, consumer confidence reports, and groundwater rule reports.

HAND CARRY

AB 1390 Groundwater: adjudication

Author: Alejo

Introduced: 02-27-15

Amended: 04-30-15

Sponsor: California Farm
Bureau Federation

Supporters:

Opposition:

Assigned to: Whitney Wiley/Whitnie Wiley

Current Position: NYC

Summary: Under existing law, the right to water or to the use of water is limited to that amount of water that may be reasonably required for the beneficial use to be served. Existing law declares that the storing of water underground, and related diversions for that purpose, constitute a beneficial use of water if the stored water is thereafter applied to the beneficial purposes for which the appropriation for storage was made.

Further, existing law authorizes the State Water Resources Control Board, under certain circumstances, to grant a petition signed by one or more claimants to water of any stream system, as defined, requesting the determination of the rights of the various claimants to the water of that stream system. Existing law authorizes the board, upon the granting of that petition, to determine all rights to water of the stream system, whether based on appropriation, riparian right, or other basis of right.

As introduced, this bill would declare the intent of the Legislature to enact legislation that would, among other things, develop procedures to provide a more streamlined and expeditious groundwater adjudication process by which courts may conduct comprehensive determinations of all rights to groundwater in a basin, while fully respecting established principles of water rights law and providing participants appropriate due process.

As amended March 26, 2015, this bill would establish special procedures for groundwater adjudication actions, which are defined as actions filed in superior court to determine the rights to extract groundwater within a basin or store water from a basin. The bill would authorize the court to determine all rights to groundwater in a basin whether based on appropriation, overlying right, or other basis of right. The bill would require these special procedures to govern all adjudication actions except in cases not involving allocation of a basin's groundwater supply.

Summary of Amendments: The amendment removed the provision that allowed future adjudications to be treated as past adjudications.

Staff Comments: AB 1390 is the vehicle for the expedited adjudication language the California Farm Bureau Federation and other agricultural interests have been developing with ACWA over the past several months. Negotiations on the language continue.

The biggest issue is how SGMA interfaces with adjudications. By removing section 848, the Farm Bureau got rid of that issue. However, it is an important issue with varying opinions as to how it should be done and whether it has to be left to the courts to decide how they interplay.

AB 617 Groundwater

Author: Perea

Introduced: 02-24-15

Amended: 04-23-15

Sponsor:

Supporters:

Opposition:

Assigned to: Whitney Wiley/Jessica Brandt

Current Position: Watch

Summary: Existing law, the Sustainable Groundwater Management Act (SGMA), requires all groundwater basins designated as high- or medium-priority basins by the Department of Water Resources (DWR) that are designated as basins subject to critical conditions of overdraft to be managed under a groundwater sustainability plan (GSP) or coordinated GSPs by January 31, 2020, and requires all other groundwater basins designated as high- or medium-priority basins to be managed under a GSP or coordinated GSP by January 31, 2022, except as specified.

Existing law authorizes a combination of local agencies to form a groundwater sustainability agency (GSA) by a joint powers agreement (JPA), memorandum of agreement, or other legal agreement, and authorizes a water corporation regulated by the Public Utilities Commission to participate.

As introduced, AB 617 was a spot bill related to construction of dams and reservoirs.

As amended March 26, 2015, AB 617 would authorize a combination of one or more local agencies and one or more mutual water companies to form a GSA and would authorize a GSA formed by a joint powers agreement to exercise the powers granted in the act.

Summary of Amendments: As amended April 23, 2015, this bill would: clarify that action to control groundwater extractions must be taken as a means to implementing a groundwater sustainability plan; include in lieu recharge in the definition of groundwater recharge; provide the ability of mutual water companies to participate as a member of a GSA; provide that the GSA may adopt and implement a GSP without first submitting the plan to DWR; authorize GSAs to enter into written agreements with NGOs, landowners, and others; provide a process by which the state board would direct state entities to cooperate in the implementation of a GSP; require that the coordination agreement between agencies use "consistent" rather than using the "same" data in the development of the plans; clarify that either a single groundwater sustainability agency can adopt a single plan covering the entire basin or multiple groundwater sustainability agencies can adopt a single groundwater plan covering the entire basin; require the state board to exclude from probationary status any portion of a basis for which a GSA demonstrates that it has adopted a GSP and that the plan is being implemented in a manner likely to achieve the sustainability goal.

Staff Comments: AB 617 is sponsored by the Valley Ag Water Coalition and was originally introduced as a spot bill. As anticipated, this bill has been amended to include the list of cleanup



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Desert WA

Board Members:

Joe Kuebler
Alternate Chair
Eastern MWD

Mary Ann Melleby
San Geronio Pass WA

James Morales, Jr.
East Valley WD

Ed Pack
Coachella Valley WD

Jim Ventura
Alternate Vice Chair
Mojave WA

SAVE THE DATE

ACWA Region 9 Presents: Drought in the Inland Empire

ACWA Region 9 invites you to a one-day program to discuss and hear from experts on California's historic drought.

Who: ACWA Members

What: Region 9 Program

When: Friday, September 18, 2015

10:00 am to 2:00 pm

Where: Inland Empire Utilities Agency

6075 Kimball Avenue

Chino, CA 91708

Registration will be available online

July 27th at www.acwa.com

Please contact ACWA Regional Affairs Representative Brandon Ida at brandoni@acwa.com or 916-441-4545 with any questions.

Event is Underwritten by ACWA Region 9 in Cooperation with Inland Empire Utilities Agency



HAND CARRY

AB 1390 Groundwater: adjudication

Author: Alejo

Introduced: 02-27-15

Amended: 04-30-15

Sponsor: California Farm
Bureau Federation

Supporters:

Opposition:

Assigned to: Whitnie Wiley/Whitnie Wiley

Current Position: NYC

Summary: Under existing law, the right to water or to the use of water is limited to that amount of water that may be reasonably required for the beneficial use to be served. Existing law declares that the storing of water underground, and related diversions for that purpose, constitute a beneficial use of water if the stored water is thereafter applied to the beneficial purposes for which the appropriation for storage was made.

Further, existing law authorizes the State Water Resources Control Board, under certain circumstances, to grant a petition signed by one or more claimants to water of any stream system, as defined, requesting the determination of the rights of the various claimants to the water of that stream system. Existing law authorizes the board, upon the granting of that petition, to determine all rights to water of the stream system, whether based on appropriation, riparian right, or other basis of right.

As introduced, this bill would declare the intent of the Legislature to enact legislation that would, among other things, develop procedures to provide a more streamlined and expeditious groundwater adjudication process by which courts may conduct comprehensive determinations of all rights to groundwater in a basin, while fully respecting established principles of water rights law and providing participants appropriate due process.

As amended March 26, 2015, this bill would establish special procedures for groundwater adjudication actions, which are defined as actions filed in superior court to determine the rights to extract groundwater within a basin or store water from a basin. The bill would authorize the court to determine all rights to groundwater in a basin whether based on appropriation, overlying right, or other basis of right. The bill would require these special procedures to govern all adjudication actions except in cases not involving allocation of a basin's groundwater supply.

Summary of Amendments: The amendment removed the provision that allowed future adjudications to be treated as past adjudications.

Staff Comments: AB 1390 is the vehicle for the expedited adjudication language the California Farm Bureau Federation and other agricultural interests have been developing with ACWA over the past several months. Negotiations on the language continue.

The biggest issue is how SGMA interfaces with adjudications. By removing section 848, the Farm Bureau got rid of that issue. However, it is an important issue with varying opinions as to how it should be done and whether it has to be left to the courts to decide how they interplay.

[Type text]

There are committee members who are concerned that any avenue to adjudication before SGMA plays out is a problem. The attorneys believe there has to be recognition that under the status quo an adjudication action may delay management for years if not decades. Also it is not clear how or if the legislature could "close the door" to the court house w/o violating due process even if desired. Without AB 1390, the adjudication would also likely not be "comprehensive," which would impair/frustrate efforts to cap dormant overlies (subordination) and bring in federal reserved rights under the McCarran Amendment.

Recommended Position: Support if Amended / Now consistent w SGMA

~~P~~resentation

groundwater adjudication

Not really expedite!

Complicated

Hearings on Basin Boundaries

Bulletin 118 will be boundaries

discussion

18 minutes of litigation now

says you lay out boundaries

AB 617 Groundwater

Author: Perea

Introduced: 02-24-15

Amended: 04-23-15

Sponsor:

Supporters:

Opposition:

Assigned to: Whitney Wiley/Jessica Brandt

Current Position: Watch

Summary: Existing law, the Sustainable Groundwater Management Act (SGMA), requires all groundwater basins designated as high- or medium-priority basins by the Department of Water Resources (DWR) that are designated as basins subject to critical conditions of overdraft to be managed under a groundwater sustainability plan (GSP) or coordinated GSPs by January 31, 2020, and requires all other groundwater basins designated as high- or medium-priority basins to be managed under a GSP or coordinated GSP by January 31, 2022, except as specified.

Existing law authorizes a combination of local agencies to form a groundwater sustainability agency (GSA) by a joint powers agreement (JPA), memorandum of agreement, or other legal agreement, and authorizes a water corporation regulated by the Public Utilities Commission to participate.

As introduced, AB 617 was a spot bill related to construction of dams and reservoirs.

As amended March 26, 2015, AB 617 would authorize a combination of one or more local agencies and one or more mutual water companies to form a GSA and would authorize a GSA formed by a joint powers agreement to exercise the powers granted in the act.

Summary of Amendments: As amended April 23, 2015, this bill would: clarify that action to control groundwater extractions must be taken as a means to implementing a groundwater sustainability plan; include in lieu recharge in the definition of groundwater recharge; provide the ability of mutual water companies to participate as a member of a GSA; provide that the GSA may adopt and implement a GSP without first submitting the plan to DWR; authorize GSAs to enter into written agreements with NGOs, landowners, and others; provide a process by which the state board would direct state entities to cooperate in the implementation of a GSP; require that the coordination agreement between agencies use “consistent” rather than using the “same” data in the development of the plans; clarify that either a single groundwater sustainability agency can adopt a single plan covering the entire basin or multiple groundwater sustainability agencies can adopt a single groundwater plan covering the entire basin; require the state board to exclude from probationary status any portion of a basin for which a GSA demonstrates that it has adopted a GSP and that the plan is being implemented in a manner likely to achieve the sustainability goal.

Staff Comments: AB 617 is sponsored by the Valley Ag Water Coalition and was originally introduced as a spot bill. As anticipated, this bill has been amended to include the list of cleanup

items this committee previously supported in concept and directed staff to negotiate amendments for with the aid of a working group.

VAWC has indicated its willingness to continue to work with ACWA staff and the working group to fine tune language so that the areas of SGMA that need to be addressed for efficient implementation are addressed without upending the act itself.

Recommended Position: ~~Favor~~ Support



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**ACWA Region 9
2014-2015 Board**

Chair:

Harvey R. Ryan
Elsinore Valley Municipal
Water District

Vice Chair:

Craig Alexander Ewing
Desert Water Agency

Board Members:

Joe Kuebler
Alternate Chair
Eastern Municipal Water
District

Mary Ann Melleby
San Geronio Pass Water
Agency

James Morales, Jr.
East Valley Water District

Ed Pack
Coachella Valley Water
District

Jim Ventura
Alternate Vice Chair
Mojave Water Agency

Brandon Ida
Regional Affairs Representative
Association of California Water
Agencies
brandoni@acwa.com

ACWA REGION 9 MEMBERSHIP MEETING

May 7, 2015 | 3:30 – 5:00 p.m.

ACWA Spring Conference – Sacramento, CA

Sheraton Grand, Room: Falor

DRAFT AGENDA

- I. Welcome & Introductions **Harvey Ryan**
- II. Committee Reports
 - a. Business Development – **Vacant**
 - b. Communications – **Michele McKinney Underwood**
 - c. Energy – **David Luker**
 - d. Federal Affairs – **Jolene Walsh**
 - e. Finance – **Joe Kuebler**
 - f. Groundwater – **Peter Kavounas**
 - g. ✓ Legal Affairs – **Gerald Shoaf**
 - h. ✓ Local Government – **Ron Sullivan**
 - i. ✓ Membership – **Brandon Ida**
 - j. State Legislative – **Danielle Coats**
 - k. Water Management – **Melody McDonald**
 - l. Water Quality – **Steve Bigley**
- III. Outreach Task Force Update **Greg Morrison,**
Region 9 Outreach Captain
- IV. Drought: SWRCB Emergency Regulations **ACWA Staff**
- V. ACWA Update **Brandon Ida**
 - a. 2015 Region Election – Call for Candidates and Timeline
 - b. ✓ 2015 Committee Process
 - c. ✓ ACWA's Headwater Framework – *Great panel presentation*
 - d. ✓ ACWA's Water Storage Policy Paper *Approved by ACWA Board*
- VI. 2015 Region 9 Activities **Harvey Ryan**
 - a. Region 9 Save the Date.
 - b. Region 9 Membership Meeting at Fall Conference – Dec. 3, Indian Wells
- VII. Additional Discussion Items



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2016-2017 TERM IMPORTANT ACWA COMMITTEE INFORMATION

- The last day to submit a committee consideration form for the 2014-2015 term is May 31, 2015.
- In August, letters will be going out to all general managers and board presidents advising that ACWA be beginning the appointment process for new committee members for the 2016-2017 term.
- Letters will also be sent to **ALL** current committee members advising them that they need to re-submit a new committee consideration form if they want to be on a committee for the 2016-2017 term.
- The deadline to submit committee consideration forms will be September 30, 2015 for the 2016-2017 term.
- In October 2015, the region chairs and vice chairs will review committee consideration forms and make "recommendations" to ACWA's newly elected president.
- By mid-December 2015, ACWA's newly elected president makes official committee appointments for the 2016-2017 term.
- Letters will go out to new committee members the last week of December 2015, first week of January 2016 notifying them they've been appointed to be on a committee.
- Letters will go out to those not selected for limited committees advising them they've been placed on the waiting list.



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8 Ways to Maximize Your ACWA Membership

In addition to advocacy and a voice on key water issues, your membership in ACWA gives you access to a wide variety of information, resources and value-added programs. To help you get the most of your membership, here are a few tips for maximizing your participation in ACWA.

For more information on ACWA Committees, Outreach Program, Upcoming Events, ACWA Regions, ACWA News and ACWA's Preferred Provider Program can be found on www.acwa.com.

1

Engage In the Issues

A great way to stay current and engage in setting ACWA's policy agenda is to join a committee. ACWA has 12 active committees that meet throughout the year, providing key technical and policy input to the ACWA Board of Directors. The committees bring together expertise and perspectives from across the state on key state and federal issues to help ACWA advocate for members in Sacramento and in Washington D. C.

2

Get Active

Joining ACWA's Outreach Network allows you to receive all ACWA alerts and advisories on important water issues. It also provides a convenient way to send letters and make contact with your local legislators. ACWA's Outreach Network includes more than 2,000 ACWA members.

3

Build Your Network

Take advantage of ACWA's two annual conferences and other events to network with water professionals throughout the state. ACWA's annual DC Conference, Legislative Symposium, Regulatory Summit and a Continuing Legal Education Workshop offer outstanding programming tailored to public water agency directors and staff.

4

Engage Locally

ACWA's 10 regions host several regional meetings, programs and tours throughout the year on a variety of topics. These well-attended events are a great way to learn about local issues as well as network with your neighboring districts.

5

Get Wired

ACWA's website — acwa.com — is updated daily with California's latest water news and information. Create a member login and receive RSS feeds on your favorite topics and special members-only content with current information on ACWA's policy direction, including ACWA News, as well as weekly electronic newsletters. ACWA also has active Facebook and Twitter feeds that engage and keep members current.

6

Use Our Toolkits

ACWA regularly produces communications tools and resources members can use to communicate with their customers and other audiences. Recent examples include tools for communicating the value of water, special district reserves, a draft drinking water standard for Chromium 6, and the water-energy nexus. All are available to members on our website, www.acwa.com.

7

Get Discounts

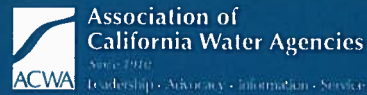
ACWA's Preferred Provider program has a variety of vendors that offer their services and products to ACWA members at discounted rates. The best part is ACWA has already given them a stamp of approval through an in-depth RFP process. This saves you time and money! Services range from solar, energy, fleet management, translation services and more!

8

Get Insured

An ACWA Membership provides agencies with the exclusive opportunity to partner with the ACWA/JPIA for liability, property, worker's compensation and employee benefits coverage — potentially saving agencies hundreds of thousands of dollars annually.

4 WAYS TO GET RECOGNITION



ACWA's annual awards are a great way to get recognition for excellent programs and leadership in California water. Awards are presented at ACWA's Spring and Fall Conferences.



Clair A. Hill Agency Award

The Clair A. Hill Water Agency Award for Excellence is sponsored by CH2M Hill and recognizes innovative programs by ACWA members in water resources management. The winning agency has the honor of bestowing a \$5,000 scholarship to a deserving student the following year.

Entries must be received by March 1 of each year. The award is presented annually at ACWA's Spring Conference & Exhibition. Guidelines and an official entry form are available at www.acwa.com/content/clair-hill-water-agency-award-excellence-0.



Huell Howser Best In Blue Award

ACWA's Huell Howser Best in Blue Award honors outstanding public water agency efforts in communicating with customers, legislators, media, the public and others. The award focuses on innovation and transparency, and takes budget into consideration.

The deadline for submissions is Sept. 1 of each year. The award will be presented annually at ACWA's Fall Conference & Exhibition. Guidelines and an official entry form are available at www.acwa.com/content/best-blue-achieving-communications-excellence.



Excellence in Water Leadership Award

ACWA's Excellence in Water Leadership Award – Building a World of Difference® recognizes people (individuals or groups) who have made a remarkable and visible contribution to the enhancement, protection or development of water resources in California. The recipient has the honor of bestowing a \$5,000 charitable donation to a non-profit organization involved in enhancing or protecting California's water resources. The award is sponsored by Black & Veatch Corporation.

Nomination forms must be received by March 1 of each year. The award is presented annually at ACWA's Spring Conference & Exhibition. Guidelines and an official entry form are available at www.acwa.com/content/acwa-excellence-leadership-award.



Emissary Award

This award recognizes individual ACWA member volunteers who have made remarkable and visible contributions to the enhancement, protection or development of water resources in California by participating in, supporting and advancing ACWA's goals.

Nomination forms must be received by Sept. 1 of each year. The award is presented annually at ACWA's Fall Conference & Exhibition. Guidelines and an official entry form are available at www.acwa.com/content/emissary-award.

2015 DROUGHT

Four Years and Counting: Impacts and Actions

ACWA Drought Response Activities

(Updated 04/28/15)

Citing record-low snowpack and worsening drought conditions, Gov. Jerry Brown ordered the first-ever mandatory statewide reductions in urban water use on April 1. Local water agencies continue to ramp up conservation programs to meet new conservation targets. ACWA continues to support local agencies on the front lines of the drought with extensive communications, expanded outreach and an array of drought response activities.

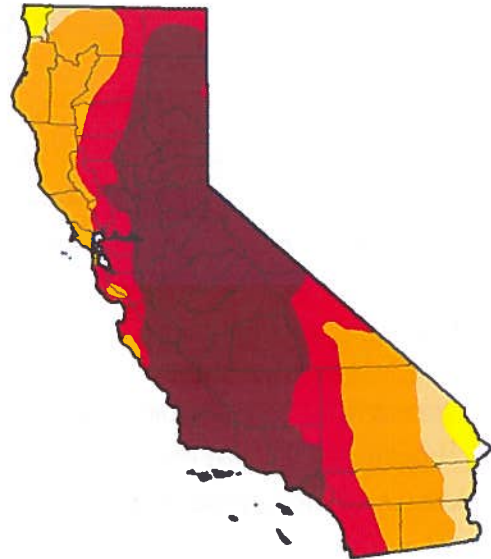
- **Statewide Coordination:** ACWA is working with member agencies and statewide groups to coordinate drought messaging, organize informational events and produce tools to assist with communicating drought impacts and issues.
- **Engaging with the State Water Resources Control Board:** ACWA has been actively engaging with the State Board to represent member agencies and provide input on conservation regulations. ACWA's April 22 comment letter is available on its website at <http://bit.ly/1A6fvfW>.
- **Save Our Water:** The Save Our Water program, led by ACWA in partnership with the California Department of Water Resources, has launched its new campaign, "Keep Saving California," focused on encouraging Californians to keep conserving and make long-term changes in water use.
 - **New Messaging and Materials:** "Keep Saving California" is designed to maximize local partnerships with water agencies with messages and materials that can be tailored to local audiences.
 - **New Website:** Save Our Water has retooled its website, complete with new conservation tools and more toolkit items for water agencies.
 - **Increased Outreach:** This year Save Our Water plans to boost its social media and paid media efforts through radio, TV, outdoor and print media, and Spanish-language efforts. The program will also engage in localized outreach, including on-the-ground events in partnership with radio stations.
- **Information clearinghouse:** ACWA continues to serve as an information clearinghouse for tracking and communicating information about the drought. ACWA also continues to produce informational resources to assist member agencies and inform the public and the media.



KEEP SAVING CA

➤ **Statewide Poll:** ACWA, in partnership with Save Our Water, in March commissioned a new statewide poll on the public's perception of the drought.

- Results of the poll show:
 - 90% of Californians say they are willing to make significant changes to conserve water use both indoors and outdoors.
 - 82% of respondents believe it's important to conserve water regardless of whether the state is in a drought, or whether conservation is mandated.

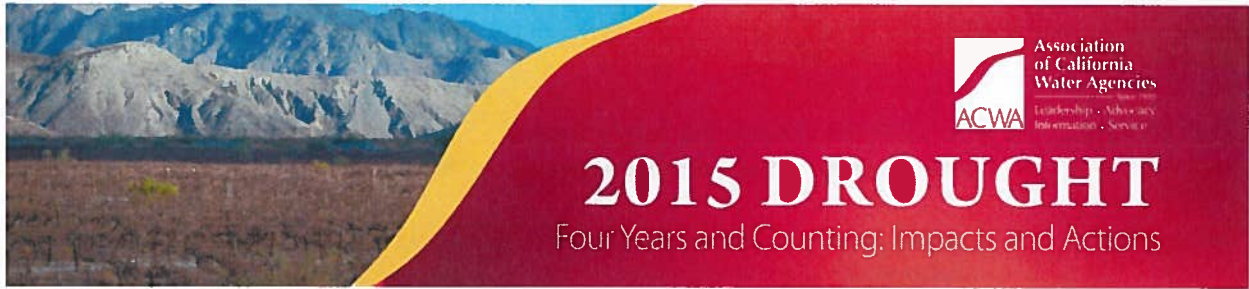


- Poll results will be used by local agencies in 2015 to improve outreach to consumers this summer and to help local water agencies develop their own outreach programs on drought and conservation.

➤ **Communicating Local Drought Response:** ACWA continues to work with member agencies and external groups to coordinate drought messaging, organize informational events, and produce tools to assist with communicating drought impacts and issues.

- ACWA is currently developing a new web portal with a card format similar to Pinterest to illustrate the wide variety of actions being taken by local agencies in response to the drought.
- ACWA also has compiled a list of examples illustrating the types of activities being taken statewide and has posted the list on its current [drought portal](#).

➤ **Media Inquiries:** ACWA continues to respond to daily requests from state and national media outlets and conducts extensive media outreach.



ACWA's Response to Unprecedented Drought

(Last revised 5/04/15)

As local water agencies grapple with historic drought and the first-ever statewide mandatory reductions in water use, ACWA continues to actively engage with the State Water Resources Control Board and the Administration to provide constructive input and help determine ways to make implementation more fair and workable for ACWA member agencies.

Following Gov. Jerry Brown's official drought emergency declaration in January 2014, ACWA expanded and prioritized its drought response actions. As rapid-fire developments unfolded in 2015 – including an April 1 executive order from the governor mandating the first-ever statewide reductions in urban water use – ACWA has worked to represent member interests and provide ongoing information and resources to members.

Here is a timeline of key actions and ACWA's response on behalf of its members.

Date	Action	ACWA Response / Outcome
Jan. 17, 2014	Gov. Brown declares drought emergency and calls for 20% voluntary reduction in per capita water use.	ACWA sends member advisory; mobilizes statewide message coordination and media response and launches interactive website map showing local response measures.
Jan. 18, 2014	Save Our Water program becomes official state public education program on water conservation with focused resources at saveourwater.com .	Program expands scope and activity throughout 2014 and 2015 (including paid media and extensive water agency support) with infusion of funding from emergency drought legislation.
Feb. 14, 2014	ACWA sponsors statewide drought briefing at Crest Theatre in Sacramento featuring top Administration officials, local water agencies.	More than 200 city, county and water officials attend and 1,500+ view via webcast; extensive media coverage educates public on drought impacts.
March 10, 2014	ACWA appears before State Water Resources Control Board to present update on Save Our Water and member outreach efforts on drought.	State Board references Save Our Water and program website in all subsequent discussions of drought outreach.
April 24, 2014	ACWA appears before Governor's Drought Task Force to provide update on Save our Water and ACWA efforts.	

June 10, 2014	ACWA Drought Action Group releases report detailing specific impacts of the drought.	Report helps inform media coverage of drought.
July 8, 2014	State Board releases proposed emergency regulations for water conservation.	ACWA submits comment letter July 14 recommending that enforcement be handled at local level and the residential gallons per capita per day (R-GPCD) monthly reporting requirement be deleted.
July 15, 2014	State Board holds hearing and adopts emergency water conservation regulations with mandatory outdoor water use restrictions and monthly reporting requirements for urban water agencies (both production and R-GPCD estimates). Regulations effective for 270 days.	ACWA testifies at hearing. Final regulations leave enforcement at local level as recommended by ACWA; R-GPCD reporting requirement is phased in to be effective September 2014.
Sept. 9, 2014	State Board holds informational hearing on status of emergency regulations.	ACWA provides update on water agencies' actions and offers recommendations.
Oct. 7, 2014	State Board holds informational hearing on status of emergency regulations.	ACWA provides update and input.
Nov. 4, 2014	State Board holds informational hearing on status of emergency regulations.	ACWA provides update and input.
Dec. 17, 2014	State Board holds informational workshop on status of emergency regulations.	ACWA provides update and input.
January 2015	State Board solicits input for Feb. 17 workshop on next steps regarding emergency conservation regulations, set to expire April 25, 2015.	ACWA submits comment letter on Feb. 17 recommending clarification on some provisions of existing regulations and expressing support for some additional elements.
Feb. 3, 2015	ACWA appears before State Board to describe water agencies' performance and provide update on Save Our Water activities.	
Feb. 12, 2015	ACWA appears before Governor's Drought Task Force to provide update on Save Our Water and ACWA drought activities.	
Feb. 17, 2015	State Board holds informational workshop on extension of emergency regulations.	ACWA appears before State Board to support extension of emergency regulations and urges caution regarding water rates.
Feb. 22, 2015	ACWA commissions statewide public attitude survey on water conservation.	Findings are used to shape messages to the public through Save Our Water and member outreach.
March 6, 2015	State Board releases proposal extending and	ACWA submits comment letter on March

	augmenting emergency conservation regulations.	13 supporting the extension and suggesting proposed revisions seeking additional time for agencies to adopt changes to their water shortage contingency plans to be consistent with the proposed regulations.
March 17, 2015	State Board extends emergency regulations for another 270 days and adds new mandates for local water agencies and restrictions for the hospitality sector.	ACWA testifies at hearing. Final regulations reflect several changes suggested by ACWA.
April 1, 2015	Gov. Brown issues executive order requiring 25% statewide mandatory reductions in urban water use and directing other state actions. State Board is tasked with implementing mandatory reductions.	ACWA distributes member advisory and press statement supporting goals of executive order and pledging to work with Administration to determine best ways to implement.
April 7, 2015	On heels of report showing lowest conservation response since July 2014, State Board releases draft framework for implementing mandatory urban water use reductions. Framework identifies conservation targets for individual agencies ranging from 10% to 35%, depending on R-GPCD date from September 2014.	ACWA distributes member advisory and convenes technical group to review and provide input for submission to State Board.
April 7, 2015	ACWA participates in meeting in governor's office to discuss executive order with top water, environmental, agricultural and business leaders and other interest groups. ACWA also attends a subsequent meeting April 16, 2015, on conservation with representatives of landscape, golf, home and garden, spa and pool, and building and manufacturing.	ACWA and members provide input to Administration on additional tools / authorities that would help water agencies achieve the 25% statewide mandatory reduction in water use.
April 9, 2015	ACWA sponsors statewide 2015 drought briefing at the Crest Theatre featuring top Administration officials, representatives of agriculture, fire protection and local water agencies.	More than 350 city, county and water officials attend and 3,000+ view via webcast; extensive media coverage takes total reach to more than 1 million impressions.
April 9, 2015	ACWA hosts conference call and meeting with State Board staff and ACWA members to discuss mandatory conservation regulations framework.	State Board answers technical questions and expresses willingness to consider input from member agencies.
April 13, 2015	ACWA submits comment letter to the State Board on its proposed framework and calls for revisions to proposed approach and tiers to reflect local conditions and climate.	State Board staff indicates it will consider changes suggested by ACWA.
April 18, 2015	State Board releases draft emergency	Draft regulation incorporates some, but not

	regulation for implementing the 25% reduction.	all, of ACWA's suggested changes. Recommendations accepted include: adjustment for agencies that serve ag customers; R-GPCD levels averaged over several months; CII provisions left to local discretion; and compliance to be determined on a cumulative basis, rather than month-to-month.
April 20, 2015	ACWA convenes second conference call with State Board staff and members to discuss April 18 draft regulatory package and implementation issues.	Focused input provided to State Board, including concept of climate adjustment. State Board indicates willingness to consider concept.
April 22, 2015	ACWA submits comment letter to the State Board calling for adjustments, including a detailed methodology to factor in the influence of climate on local water use.	
April 28, 2015	State Board releases third and formal draft of emergency regulatory package.	Final proposed emergency package does not incorporate climate adjustment, but reflects some changes to individual targets based on updated R-GPCD data submitted by water agencies. ACWA is working with the State Board on language to clarify references to "waste and unreasonable use." ACWA submits comments on the April 28 draft package on May 4.
May 5 or 6, 2015	State Board is expected to adopt final regulations.	
May 15 or 16, 2015	Regulations take effect after 10-day review by Office of Administrative Law.	
July 15, 2015	Deadline for water agencies to report June water use, R-GPCD and enforcement data.	

Upcoming Outreach Activities

Date	Activity
May 2015	Updates at region meetings at ACWA Spring Conference in Sacramento
May-June 2015	Regional briefings around the state and possible webinar
July-Sept. 2015	Save Our Water summer campaign
Ongoing	Response to media inquiries



May 6, 2015

Water Board Adopts Final Emergency Regulation Package to Implement 25% Statewide Reduction in Urban Water Use *Regulation Now Goes to Office of Administrative Law; Could Take Effect May 15*

After a day-long hearing that included hours of testimony from local water agency officials and others, the State Water Resources Control Board on Tuesday adopted the final emergency regulation for implementing the required 25% reduction in urban water use outlined in the April 1 executive order issued by Gov. Jerry Brown.

The final emergency regulation imposes nine tiers of water conservation targets ranging from 4% to 36% for urban water suppliers based on residential gallons per capita per day (R-GPCD) based on the proposed formal emergency regulation released April 28. Here are some highlights of the final emergency regulation:

- All potable water for commercial agriculture can be excluded by water suppliers, eliminating the previously proposed 20% threshold, but subject to “locally appropriate” conservation, certification, and other conditions;
- The Water Board staff will continue to receive submissions of corrected water supplier total production and service area population data until the end of May;
- New prohibitions on turf irrigation in medians and outdoor irrigation for new construction are included with all previous prohibitions;
- The resolution includes language to clarify that “waste and unreasonable use” in this temporary emergency regulation is not to be used in any future administrative or judicial proceeding for individual water users or water suppliers, as advocated by ACWA;
- The resolution also provides for “alternative methods of compliance” for water suppliers to avoid substantial impacts to commercial or industrial customers if further water use reductions would affect residential health and safety, encompassing elements of an “exception process” as advocated by ACWA;

IMPROVING THE RESILIENCY OF CALIFORNIA'S HEADWATERS — A FRAMEWORK —

ACWA's Headwaters Framework at a Glance

As the state looks to preserve every drop of water amid record drought, ACWA has released a new policy document with recommendations for creating more resilient water resources through effective headwaters management. The document, "Improving the Resiliency of California's Headwaters – A Framework," builds on ACWA's Policy Principles on Improved Management of California's Headwaters, approved by the ACWA Board of Directors in March 2013.

Developed by ACWA's Headwaters Framework Working Group, the document details the role that headwaters play in California's water management system, outlines the benefits of healthy headwaters, identifies current challenges and provides a brief history of headwaters management. A series of case studies also provide examples of what's working for integrated and adaptive management in the upper watersheds.

The Framework lays the foundation for future work that could have substantial statewide water supply and ecological benefits, while emphasizing coordination among state, federal and local water managers and the engagement of water users both upstream and downstream.

Recommendations

"Improving the Resiliency of California's Headwaters – A Framework," makes nearly 30 specific recommendations in the areas of improved planning, coordination and implementation, managing headwaters resources, research and financing headwaters improvements. Below are several highlighted recommendations within each of those categories.

Recommendation highlights include:

- Improved headwaters management must become a high priority for state, federal and local agencies.
- Agencies at all levels should find ways to help public and private landowners restore meadows and watersheds to improve their critical functions and reduce wildfire impacts.



Board Member Meeting Report

Date: 05/08/15

Meeting Name: ACWA Water Management

Meeting Location: Sacramento

Meeting Purpose and Value to District:

To stay informed on water management, regulations, policies, etc.

Significant or Notable Meeting Actions/Issues of Interest for the Board

See Attached notes

Recommendations or Concerns

Drought,

Member or Members Attending

Melody McDonald, Dick Corneille

This form is not required for regular Board or Committee Meetings, nor District Requested meetings attended by the primary or alternate in place of the primary attendee. It is required for all meetings categorized in Appendix C where it indicates (WRR).



Water Management Committee

May 8, 2014

10:15 AM - 12:00 PM

Hyatt Hotel, Golden State Room, Sacramento, CA

Conference call-in number (559) 726-1000; passcode 306687#

Chair, Thaddeus Bettner

Vice-Chair, Paul Shoenberger

1. Welcome and Introductions - Thaddeus Bettner
2. Urban Water Conservation Drought Emergency Regulations - David Bolland
Urban Water Conservation Subcommittee Update - Jim Peifer, Chair
CA Water Conservation Council Report - Greg Weber
3. ACWA Storage Policy Task Force Update - Adam Walukiewicz
4. ACWA Headwaters Framework - David Bolland
5. DWR "Strategic Plan for Future of IRWM in California" - David Bolland
6. CalDesal Report - Ron Davis
Desalination Subcommittee - Paul Shoenberger, Chair
7. WaterReuse CA Report – Jennifer West
8. Subcommittee Status Reports
Integrated Regional Water Management - Cathleen Pieroni, Chair
Agricultural Water Use Efficiency - Lewis Bair, Chair
Flood and Stormwater Management - David Peterson, Chair
Others?
9. Regional Roundtable: Drought and Conservation Concerns and Challenges
10. Adjournment - Thaddeus Bettner

Next Meetings:

August 5 (tentative)

December 1, 2015 at Fall Conference, Indian Wells

Water Management Committee

Jim Peifer Chair Urban Water Cons Subcommittee

People not happy with solutions, much diversity among members, need to work together. More meetings to come.

Greg Weber, Urban Water Cons Council

How to meet targets, 9 tools on website, includes water waste ordinance templates, water loss awareness, funding primers.

Webinar on Prop 218 this Tuesday on SJC case, free need to register.

Outdoor watering big target, released turf replacement report. How to and different approaches. Good resources. Modified tool box phase 1 & 2 Stormwater capture, pesticide reduction.

Controversial water rate restructuring. How is the State Board going to do this?

Adam Walukiewicz

It's start, it's update, it's recommendations, identifies needs, sets regulations and guidelines for prop 1, workshops all over state. Ongoing monthly meetings, regulation due by Dec 2016, this fall certain requirements due. Thrust of report was to promote integration.

Financing in line, need local match for State Funds

Headwaters Framework, great plenary presentation at conference, movie document being made, we need copy.

California's mountain watersheds are the source of most of the state's developed water supply, but today's headwaters landscapes are overgrown and underfunded. Most is Federal land, but state, local government and private lands are also in need of improved, active land management to address the increasing threats of catastrophic wildfires, diminishing water supply and water quality, and ecosystem degradation. ACWA's recently released "Headwaters Framework" describes the challenges and offers nearly 30 specific recommendations in the areas of improved planning, resource management, coordination and implementation, research, and financing headwaters improvements.

This plenary session will provide an overview of ACWA's policy recommendations, and present a compelling vision of the emerging opportunities as California's water users engage with diverse stakeholders to meet these challenges.

IRWMP process, Stormwater, groundwater, recycled, water management, SGMA

Funding going to postpone prop 1 until prop 84 funds are gone.

Basin management discussion, inclusion of regulatory side on Stormwater and TMDLs

CAL DESAL REPORT Ron Davis

On Wednesday SWRCB adopted rules plans on intakes and outfalls

WATER REUSE REPORT Jennifer West

If you got projects ready start meeting with the SWRCB before guidelines are adopted.

Governor looking at streamlining CEQA for recycled. Recycled water to valuable for outdoor use, Felicia Marquez comments. Trees okay no lawns. Relative waste for reasonable use, slippery slope.

SB 918 Senator Pavely reservoir regulations and augmentations.



Board Member Meeting Report

Date: 05/28/15

Meeting Name: San Bernardino Chamber Mixer

Meeting Location: National Orange Show

Meeting Purpose and Value to District:

To stay visible in the communities in which we serve.

Significant or Notable Meeting Actions/Issues of Interest for the Board

None. The Le Orange events center is a nice facility. Didn't know we had so many horse racing peeps in IE.

Recommendations or Concerns

Member or Members Attending

Melody McDonald

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Board Member Meeting Report

Date: 05/18/15

Meeting Name: Special Districts

Meeting Location: Yucca Valley Hawks Landing Golf Club

Meeting Purpose and Value to District:

Stay involved with all Special Districts in our County.

Significant or Notable Meeting Actions/Issues of Interest for the Board

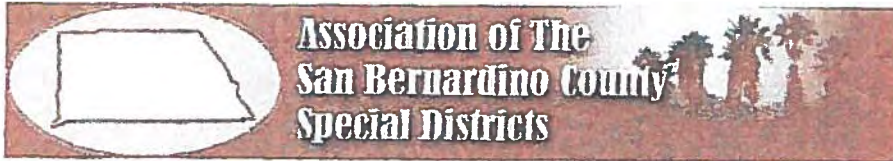
Cindy Melland, President of the Basin Wide Foundation speaker:
Really impressed with the sense of community here. This foundation helps other foundations take hold, very worthy charities and causes born in this community. Special Olympics, so very many like this.
Her family owns over 50 small newspapers in the US.

Recommendations or Concerns

Member or Members Attending

Melody McDonald

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ASBCSD
P.O. Box 400654
Hesperia, CA
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Steve Copelan

Vice-President
Sarann Graham

Secretary
Rebekah Swanson

Director
Earl Tillman

Director
Richard Hall

Director
Manny Aranda

Director
Al Morrissette

**Administrative
Secretary**
*Natalie
Chamberland Hall*

Hi-Desert Water District

will be hosting the May 18, 2015
Membership Meeting at:

Hawks Landing Golf Club at Blue Skies
55100 Martinez Drive
Yucca Valley, CA 92284
760-365-0033

The social hour will begin at 6:00 p.m. with call to order at 6:45 p.m.

Member Challenge:

Bring someone new! Bring a Board Member, employee or someone from another Special District to the meeting!

Speaker:

Cindy Melland, President of the Basin Wide Foundation

Menu:

Buffet on the Patio

*Garden Salad
Tri-Tip, Horseradish Crème Fiaiche
Chicken Breast, Chimichurri Sauce
Mixed Seasonal Vegetables
Buttermilk Mashed Potatoes
Dessert, Coffee, Tea & Water
No-Host Bar will also be available*

Cost: 27.00 per person

RSVP: *Mary Phelps* by May 13, 2015 – maryp@hdwd.com

Make checks payable to ASBCSD and send to:
Attention: Natalie Chamberland Hall
PO Box 400654
Hesperia, CA 92340-0654

District/Associate Attendee: _____

Reminder: There is a \$2.00 surcharge for reservations made after the deadline date, as well as for coming to dinner with no reservations. You will also be billed for the dinner if your cancellation is not received prior to the deadline.



Butch IS HITTING THE ROAD
MAY 30, 2015

Butch IS HITTING THE ROAD
MAY 30, 2015



Board Member Meeting Report

Prepared by: M. ARANDA

Date: MAY 4, 5, 6, 7, 8

Meeting Name: AWA Springs CONFERENCE

Meeting Location: SACRAMENTO

Meeting Purpose and Value to District:
SEMI-ANNUAL AWA CONFERENCE
PICK-UP LATEST INFO ON DROUGHT

Significant or Notable Meeting Actions/Issues of Interest for the Board

ATTENDED:

1. COMMUNICATION COMMITTEE (MEMBER) SUBJECT: DROUGHT
2. Calif Water The State Legislature Perspective
speaker: ASSEMBLY MAN: MARSHEINE
- 3 COMM. COMM. PROGRAM: HARD TO REACH THE AGED & REACH
4. GENERAL LUNCHEON Gov. DeSantis: Every quote in Calif
5. Town Hall: FUTURE OF WATER STORAGE & MANAGEMENT
IN Calif. Speaker: TIA QUINN CEO AWWA
6. TRANS CHANGE OF CHANGE: CALIF CHANGING RELATES TO DROUGHT

Recommendations or Concerns

7. Water & The Future of Farming: Calif
8. Water Storage Funding: A TOP PRIORITY
9. Region 9: Mandatory Meets

Member or Members Attending

Dick, Melody, Dan, Mary

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Board Member Meeting Report

Prepared by: M. ARANDA

Date: 5/18/2015 - 5/20/2015

Meeting Name: Special District Conference

Meeting Location: Sacramento, Calif

Meeting Purpose and Value to District:
Semi-Annual S. Dist. Conference
(Legislative) in Sacramento

Significant or Notable Meeting Actions/Issues of Interest for the Board

Spoke to & visited

- 1. Marc Steinorth Assemblyman
 - 2. M. K. Yorrell - Senator
 - 3. Pugh Burton: Assemblyman
- Local Government
- Primary Contact
all said will help

- 1. Marie Walton Assembly
- 2. Ken Cooley, Assembly
- 3. Richard Gordon: County

Sp. District Representatives = our Area
Dillon Gibbons

Recommendations or Concerns

Very good conference. Visits were particularly helpful

Member or Members Attending

Melody, Mary, Dick

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Board Member Meeting Report

Prepared by: M. ARANOA

Date: 5/27/2015

Meeting Name: SAN BERNARDINO CHAMBER OF COMMERCE

Meeting Location: SBCC office: 6th Street

Meeting Purpose and Value to District: Presentations: "Drought" P&A

Significant or Notable Meeting Actions/Issues of Interest for the Board

Presented Drought Info. Mandatory
Reps
P&A: Members of Chamber of Commerce
come from different parts of S.B. Explain
Rep will be different

Recommendations or Concerns

Continue providing info on
drought

Member or Members Attending

Many

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Board Member Meeting Report

Prepared by: David E. Raley

Date: March 6, 2015

Meeting Name: Redlands Chamber — Rise and Shine

Meeting Location: University of Redlands

Meeting Purpose and Value to District:

Community Outreach and Relations

Significant or Notable Meeting Actions/Issues of Interest for the Board

- Chamber working with Legislator to fix issues with ADA compliance law.
- Police Lt.. Representative reported property crime rate was up, city is implementing an anti-panhandling campaign and Edison provided funds for additional trackers.
- Fire Chief reported city was implementing a business friendly fire inspection program that involves self inspections.
- Airfest 24 information given.
- Work is being done to improve Heritage Park

Recommendations or Concerns

District should continue it's association with the Chamber

Member or Members Attending

Director Raley

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Board Member Meeting Report

Prepared by: David E. Raley

Date: March 12, 2015

Meeting Name: SBVMWD Advisory Commission on Water Policy

Meeting Location: SBV Municipal Water District Office

Meeting Purpose and Value to District:

Alternate to this Committee which provides advice to the SBVMWD Board as to Basin Activities

Significant or Notable Meeting Actions/Issues of Interest for the Board

- Received a briefing on East Valley District's Recycled Water Project.
- Received an update on the Cactus Basin Recharge Project.
- Received a briefing on the Sustainable Ground Water Management Act of 2014 and recommended District support.
- Reviewed State Water Project Supplies/Water management Plan

Recommendations or Concerns

Continue to support this important Commission

Member or Members Attending

Director Raley and Director Corneille

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