

Monterey County

*Monterey County Government Center
Board Chamber
168 W. Alisal St.
Salinas, CA 93901*



Action Minutes - Draft

Monday, April 17, 2017

9:00 AM

**Special Budget Workshop, Public Hearing and Regular Board of
Directors Meeting**

Water Resources Agency Board of Directors

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*Chair David Hart
Vice-Chair Mark Gonzalez
Glen Dupree
Ken Ekelund
Claude Hoover
Richard Ortiz
Mike Scattini
Deidre Sullivan*

9:00 A.M. Roll Call

Present 7 - Chair David Hart, Vice Chair Richard Ortiz, Director Ken Ekelund, Director Mark Gonzalez, Director John Huerta, Director Deidre Sullivan, and Director Glen Dupree

Absent 2 - Director Claude Hoover, and Director Mike Scattini

9:00 A.M. to 11:30 A.M. Budget Workshop

1. General Manager Opening Statement

2. FY 2017-18 Water Resources Agency Board of Directors' Budget Workshop

Attachments: [Board Report](#)
 [CSIP SRDF SVRP Summaries](#)
 [Revenue for Zones, District & Funds](#)

3. **BUDGET PRESENTATIONS**

a. Monterey Regional Water Pollution Control Agency CSIP/SRDF/SVRP
Proposed FY 2017-2018 Budget

b. Cathy Paladini, Finance Manager

c. Chris Moss, Senior Water Resources Engineer

d. Mark Foxworthy, Senior Water Resources Hydrologist

Attachments: [CSIP SRDF SVRP Budget Summaries](#)
 [Revenue for Zones, Districts & Funds](#)

Presentations made by:

**Paul Sciutto, MRWPCA, Chris Foley, MRWPCA and James Dix, MRWPCA
Cathy Paladini, Finance Manager, Chris Moss, Senior Water Resources
Engineer and Mark Foxworthy, Senior Water Resources Hydrologist**

Public Comment

Dale Huss

4. Board Discussion and Direction

**Direction to Staff: Continue to work on obtaining appropriate Proposition 218
funding; Revisit Memorandum of Agreement with the Parks Department;
Continue to seek funding wherever possible.**

11:30 A.M. to 12:00 P.M. Recess

12:00 P.M. Reconvene

Roll Call

Present 8 - Chair David Hart, Vice Chair Richard Ortiz, Director Ken Ekelund, Director Mark Gonzalez, Director John Huerta, Director Mike Scattini, Director Deidre Sullivan, and Director Glen Dupree

Absent 1 - Director Claude Hoover

Public Comments on Closed Session Items

None

- 5.** Closed Session under Government Code section 54950, relating to the following items:

Pursuant to Government Code section 54956.9(d)(1), the Board will confer with legal counsel regarding existing litigation:
Salinas Valley Water Coalition v. Monterey County Water Resources Agency, Board of Supervisors of Monterey County, et al. (Monterey County Superior Court case no. 17CV000157)

b. Pursuant to Government Code section 54956.9(d)(2), the Board of Directors will confer with legal counsel regarding one matter of significant exposure to litigation.

Note: Continuance of Closed Session to be held at the conclusion of the Board's Regular Agenda, or at any other time during the course of the meeting announced by the Chairperson of the Board. The public may comment on Closed Session items prior to the Board's recess to Closed Session.

12:00 P.M. Adjourn to Closed Session

1:00 P.M. Reconvene

County Counsel reports there was no reportable action taken in closed session. Director Scattini recused himself from closed session regarding Item B because of a conflict of interest.

Pledge of Allegiance

Public Comment

None

6. *(Limited to three minutes per speaker within the jurisdiction of the Monterey County Water Resources Agency and not listed on the agenda. Members of the Public will have the opportunity to ask questions or make statements on itemized agenda items as they are addressed by the Board.)*

Consent Calendar

Upon Motion by Director Ortiz and Seconded by Director Gonzalez the Directors approved the Consent Calendar.

Ayes: Directors Hart, Gonzalez, Dupree, Ekelund, Ortiz, Scattini, Sullivan

Noes: None

Absent: Director Hoover

7. Approve the Action Minutes of March 20, 2017

Attachments: [Action Minutes March 20 2017](#)

Upon Motion by Director Ortiz and Seconded by Director Gonzalez the Directors approved the Action Minutes of March 20, 2017.

Ayes: Directors Hart, Gonzalez, Dupree, Ortiz, Scattini, Sullivan

Noes: None

Abstain: Director Ekelund (not present at March 2017 meeting)

Absent: Director Hoover

8. Approve and recommend that the Monterey County Water Resources Board of Supervisors:
- a. Amend the Water Resources Agency FY 16-17 Adopted Budget 9300-8267-WRA001-43B030003 to reflect a 13.05% salary increase for the Engineering Aide II position based on a 2016 classification study performed and approved by Monterey County Human Resources Department with an effective date of May 13, 2017; and
 - b. Direct the Monterey County Water Resources Agency to incorporate the approved changes in the FY 2016-17 adopted budget and recommended FY 17-18 budget.

Attachments: [Board Report](#)
 [Board Order](#)

9. Approve the Monterey County Water Resources Agency Light & Heavy Equipment Plans for FY 2017-2018; and, authorize the General Manager to purchase the vehicles and equipment in accordance with the Light & Heavy Equipment Plans.

Attachments: [Board Report](#)
[Financing](#)
[FY17-18 Light Vehicle Replacement Plan](#)
[FY17-18 Light Vehicle Plan Tables](#)
[FY17-18 Heavy Equipment Plan](#)
[Board Order](#)

Hold a Public Hearing for the Monterey County Water Resources Agency's FY 2017-2018 Requested Budget

Chair Hart declared the Public Hearing open. There were no public comments and therefore Chair Hart declared the Public Hearing closed.

Action Items

10. Consider approving and recommending that the Monterey County Water Resources Agency Board of Supervisors approve the Monterey County Water Resources Agency's Fiscal Year 2017-2018 Requested Budget.

Attachments: [Board Report](#)
[FY 17-18 MCWRA Recommended Budget](#)
[FY 17-18 Budget Summary](#)
[FY 17-18 Fund 111 Requested Budget](#)
[FY 17-18 Designated Reserves](#)
[FY 17-18 Personnel and Salaries](#)
[Board Order](#)

Public Comment: Dale Huss, Norm Groot

Upon Motion by Director Gonzalez and Seconded by Director Sullivan the Directors approved and recommended that the Monterey County Water Resources Agency Board of Supervisors approve the Monterey County Water Resources Agency's Fiscal Year 2017-2018 Requested Budget

Ayes: Directors Hart, Gonzalez, Dupree, Ekelund, Ortiz, Scattini, Sullivan

Noes: None

Absent: Director Hoover

11. Consider approving and recommending that the Monterey County Water Resources Agency Board of Supervisors:
1. Approve and adopt a FY 2017-18 cost of living adjustment (COLA) charge of 3.5% for Flood Zones 1, 1A, 8, 9, 12, and 17; and
 2. Set and hold a Public Hearing date on June 6, 2017 @ 1:30 PM to consider adopting assessment rate charges with a 3.5% increase for Zones 1, 1A, 8, 9, 12, and 17; and
 3. Direct the Clerk of the Board to publish a hearing notice in the

CALIFORNIAN at least ten (10) days prior to the date set for the hearing.

Attachments: [Board Report](#)
 [Public Notices Z1, 1A, 8, 9, 12 and 17](#)
 [Revenue Z1, 1A, 8, 9, 12 and 17](#)
 [Board Order](#)
 [Resolution Zones 1, 1A](#)
 [Resolution Zones 8 9 and 12](#)
 [Resolution Zone 17](#)

Upon Motion by Director Gonzalez and Second by Director Sullivan the Board approved and recommended that the Monterey County Water Resources Agency Board of Supervisors:

1. Approve and adopt a FY 2017-18 cost of living adjustment (COLA) charge of 3.5% for Zones 1, 1A, 8, 9, 12, and 17; and
2. Set and hold a Public Hearing date on June 6, 2017 @ 1:30 PM to consider adopting assessment rate charges with a 3.5% increase for Zones 1, 1A, 8, 9, 12, and 17; and
3. Direct the Clerk of the Board to publish a hearing notice in the CALIFORNIAN or COAST WEEKLY at least ten (10) days prior to the date set for the hearing.

Ayes: Directors Hart, Gonzalez, Dupree, Ekelund, Ortiz, Scattini, Sullivan

Noes: None

Absent: Director Hoover

12.

Consider approving and recommending that the Monterey County Water Resources Agency Board of Supervisors:

1. Approve and adopt a FY 2017-18 cost of living adjustment (COLA) charge of 3.5% for Zones 2B, 2Y and 2Z, the Castroville Seawater Intrusion Project (CSIP) and the Salinas Valley Reclamation Project (SVRP); and the CSIP water delivery and water service charge; and,
2. Set and hold a Public Hearing date on June 6, 2017 at 1:30 p.m. to consider adopting assessment rate charges with a 3.5% increase for Zones 2B, 2Y and 2Z for Fiscal Year 2017-2018, the Castroville Seawater Intrusion Project (CSIP) and the Salinas Valley Reclamation Project (SVRP); and,
3. Direct the Clerk of the Board of Supervisors to public a hearing notice in the CALIFORNIAN at least ten (10) days prior to the date set for the hearing.

Attachments: [Board Report](#)
 [Public Hearing Notice forZones 2B, 2Y and 2Z](#)
 [Revenue Zones 2B 2Y and 2Z](#)
 [Board Order](#)
 [Resolution](#)

Public Comment: Dale Huss

Upon Motion by Director Dupree and Second by Director Ortiz, the Board approved and recommended that the Board of Supervisors:

1. Approve and adopt a FY 2017-18 cost of living adjustment (COLA) charge of 3.5% for Zones 2B, 2Y and 2Z, the Castroville Seawater Intrusion Project (CSIP) and the Salinas Valley Reclamation Project (SVRP); and the CSIP water delivery charges with the water service charge remaining the same at \$67.82; and
2. Set and hold a Public Hearing date on June 6, 2017 @ 1:30 PM to consider adopting assessment rate charges with a 3.5% increases for Zones 2B, 2Y and 2Z for Fiscal Year 2017-2018, the Castroville Seawater Intrusion Project (CSIP) and the Salinas Valley Reclamation Project (SVRP); and,
3. Direct the Clerk of the Board to publish a hearing notice in the CALIFORNIAN or COAST WEEKLY at least ten (10) days prior to the date set for the hearing.

Ayes: Directors Hart, Gonzalez, Dupree, Ekelund, Ortiz, Scattini, Sullivan

Noes: None

Absent: Director Hoover

13.

Consider approving and recommending that the Monterey County Water Resources Agency Board of Supervisors:

1. Approve and adopt a FY 2017-18 cost of living adjustment (COLA) charge of 3.5% for Zone 2C Operations and Maintenance of Nacimiento and San Antonio Dams, and Administration; and
2. Set and hold a Public Hearing date on June 6, 2017 @ 1:30 PM to consider adopting assessment rate charges with a 3.5% increase for Zone 2C Operations and Maintenance of Nacimiento and San Antonio Dams, and Administration; and
3. Direct the Clerk of the Board to publish a hearing notice in the CALIFORNIAN at least ten (10) days prior to the date set for the hearing.

Attachments: [Board Report](#)
 [Public Notice Zone 2C](#)
 [Revenue Zone 2C](#)
 [Board Order](#)
 [Resolution](#)

Upon Motion by Director Ekelund and Second by Director Ortiz the Board approved and recommended that the Monterey County Water Resources Agency Board of Supervisors:

1. Adopt a cost of living adjustment (COLA) charge of 3.5% for Zone 2C Operations and Maintenance of Nacimiento and San Antonio Dams, and Administration; and
2. Set and hold a Public Hearing date on June 6, 2017 @ 1:30 PM to consider adopting assessment rate charges with a 3.5% increase for Zone 2C Operations and Maintenance of Nacimiento and San Antonio Dams, and Administration; and
3. Direct the Clerk of the Board to publish a hearing notice in the CALIFORNIAN or COAST WEEKLY at least ten (10) days prior to the date set for the hearing.

Ayes: Directors Hart, Gonzalez, Dupree, Ekelund, Ortiz, Scattini, Sullivan

Noes: None

Absent: Director Hoover

14. Recommend that the Monterey County Water Resources Agency Board of Supervisors enter into an agreement to allow a permanent Non-Exclusive Easement, and a Non-Exclusive Temporary Construction Easement to the Monterey Water Pollution Control Agency to construct the Blanco Drain Diversion Pump Station for the Pure Water Monterey Project; approve the permanent and temporary construction easements; and authorize the General Manager to execute the easements and the agreement.

Attachments: [Board Report](#)
 [Draft Agreement](#)
 [Draft Easements](#)
 [Appraisal](#)
 [Board Order](#)

Public Comment: Dale Huss

Upon Motion by Director Ekelund and Second by Director Hart the Board recommended the Monterey County Water Resources Agency Board of Supervisors:

- a. Approve Agreement for Grant and Purchase of Easement and Escrow Instructions;**
- b. Approve the permanent Easement and Temporary Construction Easement for the construction of the Pure Water Monterey Project Blanco Drain Diversion Pump Station; and**
- c. Authorize the General Manager to execute the agreement and the easements.**

Ayes: Directors Hart, Gonzalez, Dupree, Ekelund, Ortiz, Scattini, Sullivan

Noes: None

Absent: Director Hoover

15. Receive the 2015 Groundwater Extraction Summary Report. (REMOVED FROM CONSENT CALENDAR AND PLACED UNDER ACTION ITEMS)

Attachments: [Draft-Groundwater Extraction Summary Report 2015](#)

Public Comment: Norm Groot, Tom Virsik

Upon Motion by Director Ekelund and Second by Director Ortiz the Board received the 2015 Groundwater Extraction Summary Report.

Ayes: Directors Hart, Gonzalez, Dupree, Ekelund, Ortiz, Scattini, Sullivan

Noes: None

Absent: Director Hoover

Key Information and Calendar of Events

General Manager's Report

Topics included Pajaro Project; New criteria for Fitch ratings; Notice of

Preparation McMillan Jacobs; White Bass issue

Committee Reports

There were no committee reports provided.

Information Items

16. Information Items:

1. Development Review Report
2. Salinas Valley Water Conditions Report, 2nd Quarter 2016-2017
3. Well Permit Application Activities
3. Reservoir Release Update

Attachments: [Development Review Report](#)
[Salinas Valley Water Conditions Report](#)
[Well Permit Application Activities](#)
[Reservoir Release Update](#)

Correspondence

17. Correspondence:

1. Letter dated February 23, 2017 to David Chardavoyne, General Manager, from Juli Hofmann
Re: Additional 791 signed letters opposing the Cal-Am slant well project
2. Letter dated March 19, 2017 to the Monterey County Board of Supervisors from Chris Bruhn, Bob Bruhn and Scott Bruhn
Re: Chimney Fire Reconstruction Policy
3. Letter dated March 21, 2017 to Ms. Juli Hofmann from David Hart, Chair, Board of Directors
Re: additional 791 signed letters opposing the Cal-Am slant well project

Attachments: [Correspondence](#)

Board of Directors Comments

Board of Directors Addenda/Supplemental Agenda

18. Monterey County Water Resources Agency Board of Directors' Addenda for

Monday, April 17, 2017.

ADDENDA

Replaced Attachment to Item 10:

Updated Attachment No. 5: Designated Reserves

Additions to Action Items:

14. Recommend that the Monterey County Water Resources Agency Board of Supervisors enter into an agreement to allow a permanent Non-Exclusive Easement, and a Non-Exclusive Temporary Construction Easement to the Monterey Water Pollution Control Agency to construct the Blanco Drain Diversion Pump Station for the Pure Water Monterey Project; approve the permanent and temporary construction easements; and authorize the General Manager to execute the easements and the agreement.

Removed from Consent Calendar and added under Action Items.

15. Receive the 2015 Groundwater Extraction Summary Report.

Addition to Correspondence:

3. Letter dated March 21, 2017 to Ms. Juli Hofmann from David Hart, Chair, Board of Directors

Re: additional 791 signed letters opposing the Cal-Am slant well project

Adjournment

The Board adjourned at 3:40 p.m.