

Monterey County

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



Action Minutes - Draft

Thursday, May 18, 2017

12:00 PM

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*

Call to Order at 12:00 p.m.

Present 6 - Vice Chair Richard Ortiz, Director Ken Ekelund, Director Claude Hoover,
Director John Huerta, Director Mike Scattini, and Director Glen Dupree
Absent 3 - Chair David Hart, Director Mark Gonzalez, and Director Deidre Sullivan

Public Comments on Closed Session Items

There were no public comments on Closed Session Items.

1. 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)

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.

Recess to Closed Session

Reconvene Meeting at 1:00 p.m.

County Counsel reported there were no reportable actions taken in closed session.

Pledge of Allegiance

Public Comment

Bill Lipe

Consent Calendar

Upon Motion by Director Dupree and Seconded by Director Ekelund the Directors approved the Consent Calendar.

Ayes: Directors Dupree, Ekelund, Hoover, Ortiz and Scattini
Noes: None

Absent: Directors Hart, Gonzalez and Sullivan

2. Receive the Annual Report to the Central Coast Regional Water Quality Control Board for the Salinas River Stream Maintenance Program 2016 Work Season.

Attachments: [Board Report](#)
 [DRAFT SMP Annual Report](#)
 [Board Order](#)

3. Accept the Monterey County Water Resources Agency (MCWRA) Third Quarter Financial Status Report through March 31, 2017.

Attachments: [Board Report](#)
 [Fund 111](#)
 [Finance Summary](#)
 [Board Order](#)

Public Comment: Nancy Isakson, Salinas Valley Water Coalition

Action Items

4. Consider recommending that the Monterey County Water Resources Agency Board of Supervisors adopt a resolution:
- a) Authorizing the Monterey County Water Resources Agency to enter into a Grant Agreement with California Coastal Conservancy to receive up to \$1 million in grant funds to undertake technical studies to support development of a Salinas River Management Program substantially in the form attached, subject to the review and approval by the County Counsel; and
 - b) authorize the General Manager to execute the Grant Agreement.

Attachments: [Board Report](#)
 [Draft Grant Agreement](#)
 [Board Order](#)
 [Resolution](#)
 [Exhibit 1 to Resolution](#)

Public Comment: Bill Lipe

Upon Motion by Director Ekelund and Seconded by Director Dupree the Directors recommended that the Monterey County Water Resources Agency Board of Supervisors adopt a resolution:

- a) Authorizing the Monterey County Water Resources Agency to enter into a Grant Agreement with California Coastal Conservancy to receive up to \$1 million in grant funds to undertake technical studies to support development of a Salinas River Management Program substantially in the form attached, subject to the review and approval by the County Counsel; and
- b) authorizing the General Manager to execute the Grant Agreement.

Ayes: Directors Dupree, Ekelund, Hoover, Ortiz and Scattini

Noes: None

Absent: Directors Hart, Gonzalez and Sullivan

5. Consider approving and recommending that the Monterey County Board of Supervisors approve a proposal to modify the Water Resources Agency Accounting Fund Structure for FY 2018-19 to create more transparency in how revenues are reported in the Agency Budget and the Monterey County Advantage Accounting System as recommended by Rodney Craig Goodman Jr., CPA and the County Auditor-Controller's Office:

- a. Create a General Fund 111 by combining the following Agency Funds: 111, 113, 117, 118, 120, 123, 125, 126, 128, 129, 114, 115, 130 that are financed by the following revenue type: Ad Volorem taxes, Royalties, Hydro-electric, Developer Fees/Permits, Rent; and
- b. Combine Special Assessment Revenue and Water Delivery/Service Charges for the Castroville Seawater Intrusion Project (CSIP) Transfer Fund 119, CSIP Operations and Maintenance Fund 131, Salinas Valley Reclamation Project (SVRP) Operations and Maintenance Fund 132, Salinas River Diversion Facility Operations and Maintenance Fund 134 and Debt Service/Rate Stabilization Fund 303;and
- c. Combine Debt Service Funds for the Salinas Valley Water Project Bond (SVWP) Funds 133 and 313
- d. Transfer remaining balances from SVWP Constructions Funds 422 and 423 to Fund 313 the Debt Service Fund for the SVWP Bond.

Attachments: [Board Report](#)
 [New Fund Structure](#)
 [Goodman Report](#)
 [Board Order](#)

Public Comment: Nancy Isakson, Salinas Valley Water Coalition

Upon Motion by Director Ekelund and Seconded by Director Dupree the Directors received the report and directed Staff to follow the Auditor Controller's recommendations and bring the item back to the full Board for final review.

Ayes: Directors Dupree, Ekelund, Hoover, Ortiz and Scattini

Noes: None

Absent: Directors Hart, Gonzalez and Sullivan

6. Consider adopting a release schedule for Nacimiento and San Antonio reservoirs for 2017.

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

Public Comment: Nancy Isakson, Salinas Valley Water Coalition

Upon Motion by Director DuPree and Seconded by Director Ekelund the Directors adopted the release schedule for Nacimiento and San Antonio reservoirs for 2017.

Ayes: Directors Dupree, Ekelund, Ortiz and Scattini

Noes: None

Abstain: Director Hoover

Absent: Directors Hart, Gonzalez and Sullivan

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

Attachments: [Board Report](#)
 [Easement Deed](#)
 [Temporary Construction Easement](#)
 [Draft Agreement](#)
 [Maps](#)
 [Appraisal Report](#)
 [Board Order](#)

Upon Motion by Director Ekelund and Seconded by Director DuPree the Directors 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 Deed and Temporary Construction Easement Deed for the Pure Water Monterey Reclamation Ditch Pump Station; and**
- c. Authorize the General Manager to execute the agreement and the easements.**

Ayes: Directors Dupree, Ekelund, Hoover, Ortiz and Scattini

Noes: None

Absent: Directors Hart, Gonzalez and Sullivan

8. Considering recommending that the Monterey County Water Resources Agency Board of Directors recommend that the Water Resources Agency Board of Supervisors adopt a resolution:

- a) Authorizing the Monterey County Water Resources Agency to enter into an Agreement for Services with Raftelis Financial Consultants for the CSIP New Source Water Facilities Engineer's Report; and authorizing the General Manager to execute the Agreement for Services;
- b) Authorizing the General Manager, subject to review and approval by the County Counsel, to execute up to three (3) amendments to the Agreement for Services that do not materially alter the terms of the Grant Agreement.

Attachments: [Board Report](#)
 [Professional Services Agreement](#)
 [Exhibit A Scope of Work](#)
 [Exhibit B Fees](#)
 [Board Order](#)

Upon Motion by Director Ekelund and Seconded by Director Hoover the Directors recommended that the Monterey County Water Resources Agency Board of Supervisors adopt a resolution:

- a) Authorizing the Monterey County Water Resources Agency to enter into an Agreement for Services with Raftelis Financial Consultants for the CSIP New Source Water Facilities Engineer's Report; and authorize the General Manager to execute the Agreement for Services; and
- b) Authorizing the General Manager, subject to review and approval by the County Counsel, to execute up to three (3) amendments to the Agreement for Services (including attachments) that do not materially alter the terms of the Agreement for Services.

Ayes: Directors Dupree, Ekelund, Hoover, Ortiz and Scattini

Noes: None

Absent: Directors Hart, Gonzalez and Sullivan

9.

Consider recommending that the Board of Supervisors consent to the subordination of the payment of its pass-through obligations to the payment of debt service to facilitate refunding of 2008 bonds by the Sand City Successor Agency; and authorizing the General Manager to sign a letter of consent.

Attachments: [Board Report](#)
 [Sand City Subordination Notice](#)
 [Board Order](#)

Upon Motion by Director Hoover and Seconded by Director Dupree the Directors recommended that the Board of Supervisors consent to the subordination of the payment of its pass-through obligations to the payment of debt service to facilitate refunding of 2008 bonds by the Sand City Successor Agency; and authorize the General Manager to sign a letter of consent.

Ayes: Directors Dupree, Ekelund, Hoover, Ortiz and Scattini

Noes: None

Absent: Directors Hart, Gonzalez and Sullivan

Key Information and Calendar of Events

Because the Board of Supervisors Chambers will not be available for the Agency's Board of Directors scheduled meeting on July 17, 2017, Monday, July 24th was chosen for the July 2017 Board meeting.

General Manager's Report

The General Manager reported that: Wini Chambliss retired; the Agency staff has moved to 1441 Schilling Place; he attended the Pure Water Monterey Groundbreaking Ceremony, and, he and Jennifer Bodensteiner, Water Resources Hydrologist met with the Paso Hondo residents regarding flooding issues.

Committee Reports

There were no reports from the Committees.

Information Items

10. Information Items:
1. Development Review Report
 2. Well Permit Application Activities
 3. Reservoir Release Update

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

Correspondence

11. Correspondence:
1. Letter dated March 21, 2017 to Chairman John Peschong, SLO County FC & WCD from Carlyn Christianson, Vice-Chairperson, Nacimiento Project Commission, Nacimiento Water Project
Re: Interlake Tunnel Project
 2. Letter dated April 27, 2017 to the Mayors Association from Water Resources Agency General Manager David Chardavoyne
Re: Additional nomination for the Board of Directors
 3. Letter dated May 5, 2017 to Chair David Hart and General Manager David Chardavoyne from Gail T. Borkowski, Clerk of the Board of Supervisors
Re: Appointment to the Monterey County Water Resources Agency Board of Directors

Attachments: [Correspondence](#)

Board of Directors Comments

Adjournment

The Board adjourned at 4:37 p.m.