

Monterey County

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



Action Minutes - Draft

Monday, May 21, 2018

9:00 AM

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

Water Resources Agency Board of Directors

*Chair, Mark Gonzalez
Vice-Chair, Deidre Sullivan
Glen Dupree
Ken Ekelund
Claude Hoover
Richard Ortiz
Mike Scattini
Mike LeBarre
Vacancy*

9:00 A.M. Roll Call

- Present** 7 - Director Richard Ortiz, Director Ken Ekelund, Director Mark Gonzalez,
Director Claude Hoover, Director Mike LeBarre, Director Deidre Sullivan, and
Director Glen Dupree
- Absent** 1 - Director Mike Scattini

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

1. General Manager Opening Statement
2. Fiscal Year 2018-19 Monterey County Water Resources Agency Budget Workshop.

Attachments: [Board Report](#)
3. **BUDGET PRESENTATIONS**
 - a. Monterey Regional Water Pollution Control Agency CSIP/SRDF/SVRP Proposed FY 2018-2019 Budget
 - b. Cathy Paladini, Finance Manager and Interim Deputy General Manager
 - c. Chris Moss, Senior Water Resources Engineer: Nacimiento and San Antonio Reservoirs
 - d. Mark Foxworthy, Senior Water Resources Hydrologist: CSIP, SVRP, SRDF
 - e. David Chardavoyne, General Manager: Interlake Tunnel
 - a. Monterey Regional Water Pollution Control Agency CSIP/SRDF/SVRP presentation by Fred Marsh, Richard Gilliam and Bret Boatman
 - b. Budget Presentation by Cathy Paladini, Finance Manager and Interim Deputy General Manager
 - c. Nacimiento and San Antonio Reservoirs Presentation by Chris Moss, Senior Water Resources Engineer
 - c. CSIP SVRP SRDF Presentation by Mark Foxworthy, Senior Water Resources Hydrologist
 - d. Interlake Tunnel Presentation by David Chardavoyne, General Manager

Public Comment

John Baillie

4. Board Discussion and Direction

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

Reconvene Meeting at 12:00 P.M.

Roll Call

Present 8 - Director Richard Ortiz, Director Ken Ekelund, Director Mark Gonzalez, Director Claude Hoover, Director Mike Scattini, Director Mike LeBarre, Director Deidre Sullivan, and Director Glen Dupree

Public Comments on Closed Session Items

None

5. Closed Session under Government Code section 54950, relating to the following items:
- a. Pursuant to Government Code Section 54956.9 the Board will confer with Legal Counsel regarding one matter of pending litigation:
Steve Bruhn v. Monterey County Water Resources Agency, et al, San Luis Obispo Superior Court

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

Reconvene Meeting at 1:00 P.M.

County Counsel stated there was no reportable action taken in Closed Session.

Pledge of Allegiance

Public Comment

Nancy Isakson

Consent Calendar

Upon Motion by Director Ekelund and Second by Director Ortiz, the Board approved Agenda Items 6 and 7 of the Consent Calendar.
Director Dupree pulled Agenda Item 8 for discussion and Director Ekelund pulled Item 9 for discussion.

Ayes: Directors Gonzalez, Sullivan, Dupree, Ekelund, Hoover, Ortiz, Scattini and LeBarre

Noes: None

Absent: None

6. Approve the Minutes of April 16, 2018.

Attachments: [Action Minutes April 16 2018](#)

7. Accept the Monterey County Water Resources Agency (MCWRA) Third Quarter Financial Status Report through March 31, 2018.

Attachments: [Board Report](#)
 [Fund 111 - Financial Summary Report](#)
 [Agency Financial Summary Report](#)
 [Board Order](#)

8. Receive the Annual Report to the Central Coast Regional Water Quality Control Board for the Salinas River Stream Maintenance Program 2017 Work Season.

Attachments: [Board Report](#)
 [Draft SMP Annual Report 2017](#)
 [Board Order](#)

Upon Motion by Director Ekelund and Second by Director LeBarre, the Board received the Annual Report to the Central Coast Regional Water Quality Control Board for the Salinas River Stream Maintenance Program 2017 Work Season.

Ayes: Directors Gonzalez, Sullivan, Dupree, Ekelund, Hoover, Ortiz, Scattini and LeBarre
Noes: None
Absent: None

9. Receive a report clarifying the reimbursement requirement of the Department of Water Resources Grant relating to the Inter-Lake Tunnel and Spillway Modification Project

Attachments: [Board Report](#)
 [Grant Agreement MCWRA/DWR](#)
 [Board Order](#)

Upon Motion by Director Ekelund and Second by Director Sullivan the Board received a report clarifying the reimbursement requirement of the Department of Water Resources Grant relating to the Inter-Lake Tunnel and Spillway Modification Project.

Ayes: Directors Gonzalez, Sullivan, Dupree, Ekelund, Hoover, Ortiz, Scattini and LeBarre
Noes: None
Absent: None

Hold a Public Hearing for the Monterey County Water Resources Agency's FY 2018-2019 Requested Budget

Scheduled Items

10. Consider approving and recommending that the Monterey County Water Resources Agency Board of Supervisors approve the Monterey County Water Resources Agency Fiscal Year 2018-19 Budget.

Attachments: [Board Report](#)
 [1. FY 2018-19 MCWRA Recommended Budget](#)
 [2. Unassigned Fund Balance Details](#)
 [3. FY 18-19 Designated & MRWPCA Reserves](#)
 [4. Board Order](#)

Upon Motion by Director LeBarre and Second by Director Ekelund the Board approved and recommended that the Monterey County Water Resources Agency Board of Supervisors a. Approve the Monterey County Water Resources Agency's FY 2018-19 Requested Budget and implement the Agency's recommendation to create a sub-committee to seek on-going revenue opportunities for Fund 111-Administration and fund 116-Nacimiento and San Antonio Reservoir O&M; and b. Ensure that there are sufficient funds in Fund 131 for the destruction of two (2) wells within Fiscal Year 2018-19.

Ayes: Directors Gonzalez, Sullivan, Dupree, Ekelund, Hoover, Ortiz, Scattini and LeBarre

Noes: None

Absent: None

11. Consider recommending that the Monterey County Water Resources Agency Board of Supervisors adopt a Resolution:
- a. Authorizing the execution and delivery by the Agency of an Installment Purchase Agreement, a Pledged Ad Valorem and Pledged Assessment Payment Agreement, a Continuing Disclosure Certificate and a Bond Purchase Agreement in connection with the issuance of Monterey County Financing Authority 2018 Revenue Refunding Bonds and authorizing the distribution of a Preliminary Official Statement and an Official Statement in connection therewith and authorizing the execution of necessary documents and certificates and related actions; and
 - b. Directing each Authorized Officer and any other official of the Agency and their duly authorized designees, deputies and agents the authority to amend and execute documents, determine appropriateness of bond terms and conditions, and to carry out, give effect to, and comply with the terms and intent of this Resolution.

Attachments: [Board Report](#)
 [Installment Purchase Agreement](#)
 [AV Tax and Pledge Assessment Pmt. Agreement](#)
 [Indenture](#)
 [Bond Purchase Agreement](#)
 [Continuing Disclosure Certificate](#)
 [Preliminary Official Statement - MCFA](#)
 [Resolution MCFA](#)
 [Resolution WRA BOS](#)
 [Board Order](#)

Upon Motion by Director LeBarre and Second by Director Hoover the Board recommended that the Monterey County Water Resources Agency Board of Supervisors:

- a. Adopt a Resolution authorizing the execution and delivery by the Agency of an Installment Purchase Agreement, a Pledged Ad Valorem and Pledged Assessment Payment Agreement, a Continuing Disclosure Certificate and a Bond Purchase Agreement in connection with the issuance of Monterey County Financing Authority 2018 Revenue Refunding Bonds and authorizing the distribution of a Preliminary Official Statement and an Official Statement in connection therewith and authorizing the execution of necessary documents and certificates and related actions; and
- b. Direct each Authorized Officer and any other official of the Agency and their duly authorized designees, deputies and agents the authority to amend and execute documents, determine appropriateness of bond terms and conditions, and to carry out, give effect to, and comply with the terms and intent of this Resolution.

Presentations were made by Robert Larkin and Eric Tashman

Ayes: Directors Gonzalez, Sullivan, Dupree, Ekelund, Hoover, Ortiz, Scattini and LeBarre

Noes: None

Absent: None

12.

Consider receiving an update on the use of the Salinas Valley Integrated Hydrologic Model (SVIHM) in the Salinas Valley Groundwater Basin

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

Upon Motion by Director Ekelund and Second by Director Sullivan the Board received an update on the use of the Salinas Valley Integrated Hydrologic Model (SVIHM) in the Salinas Valley Groundwater Basin.

Ayes: Directors Gonzalez, Sullivan, Dupree, Ekelund, Hoover, Ortiz, Scattini and LeBarre

Noes: None

Absent: None

Key Information and Calendar of Events

General Manager's Report

The General Manager's report included the Interlake Tunnel Report; attendance at the Monterey County Business Counsel Infrastructure Summit as a panel participant on May 10, 2018; and Staff made a presentation on the Interlake Tunnel Project to the Farm Bureau on May 10, 2018.

Committee Reports

Director Sullivan reported that the the Staff Survey has been completed. No other committee reports were submitted.

Information Items

13.

Information Items:

1. Well Permit Application Activities Update
2. Reservoir Release Update
3. Development Review Services Report

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

Correspondence

14.

Correspondence:

- a. Letter dated March 19, 2018 from the Salinas Valley Basin Groundwater Sustainability Agency to the Department of Water Resources, the California Public Utilities Commission, and Interested Parties
Re: Notice to initiate development of a Groundwater Sustainability Plan for the Salinas Valley Groundwater Basin
- b. Letter dated March 28, 2018 from Marina Coast Water District to the California Department of Water Resources
Re: Initial Notification to Prepare a Groundwater Sustainability Plan Monterey Subbasin (DWR No. 3-004.10)
- c. Letter dated April 13, 2018 from Farm Bureau Monterey to David Chardavoyne, General Manager

Re: Interlake Tunnel Project

d. Letter dated April 16, 2018 from the Department of Water Resources to
Monterey County Water Resources Agency

Re: Notification of Fee Increases Effective July 1, 2018, California Dam Safety
Program

e. Letter dated April 18, 2018 from Nacimiento Regional Water Management
Advisory Committee (NRWMAC) to Monterey County Water Resources Agency

Re: Petition regarding reservoir releases

f. Letter dated April 24, 2018 from Joanne Nissen to Monterey County Water
Resources Agency and Reservoir operations Advisory Committee

Re: Salinas River Stream Maintenance Program

g. Email dated April 29, 2018 from Ken Ekelund to Alice Henault, Monterey
County Water Resources Agency

Re: UCLA Whiplash Graphic/Report Summary regarding climate change

h. Letter dated May 1, 2018 from Sharon K. Tapia, Chief, Division of Safety of
Dams to David Chardavoyne, General Manager

Re: San Antonio Dam No. 1008-2, Monterey County

i. Letter dated May 3, 2018 from Sharon K. Tapia, Chief, Division of Safety of
Dams to David Chardavoyne, General Manager

Re: Nacimiento Dam, No. 1008, San Luis Obispo County

j. Letter dated May 8, 2018 from Salinas Valley Water Coalition to Monterey
County Water Resources Agency

Re: Public Records Act Request re CSIP Zone 2B

k. Letter dated May 8, 2018 from Salinas Valley Water Coalition to Monterey
County Water Resources Agency Board of Directors

Re: Appointment of members to the San Antonio Reservoir Operations Manual ad
hoc Committee

l. Letter dated May 10, 2018 from Cal OES to David Chardavoyne, General
Manager

Re: Notice of Receipt - Emergency Action Plan, San Antonio Dam

Attachments: [Correspondence](#)

Director Dupree commented on Item e.: Letter dated April 18, 2018 from

Naciminto Regional Water Management Advisory Committee (NRWMAC) to Monterey County Water Resources Agency and requested staff to develop a response to NRWMAC to be signed by the Board of Directors.

Board of Directors Comments

Adjournment

The Meeting adjourned at 2:54 p.m.