

**MINUTES OF THE FORMAL BOARD OF DIRECTORS' MEETING
JULY 26, 2012**

ADMINISTRATIVE AND FINANCE COMMITTEE

CALL TO ORDER / ROLL CALL

Chair Wight called the Administrative and Finance Committee meeting to order at 9:00 a.m. Committee members present were Chair Wight, Directors Arant, Bailey*, Brady, Dion, Price, Saunders, Smith, Topolovac, and Wornham*. Committee members absent were Vice Chairs Bond and Croucher, Directors Douglas and Hilliker. At that time, there was a quorum of the full Board, and the meeting was conducted as a meeting of the Board, however, only committee members participated in the vote. Also present were Directors Boyle, Dailey, Hogan, Lamb, Linden, Miller, Morrison, Sanford, Saxod, Steiner, Tu, Watton, Williams, and Wilson.

Staff present was General Manager Stapleton, General Counsel Hentschke, Deputy General Managers Belock and Kerl, Assistant General Manager Cushman, Director of Human Resources Leone, Director of Water Resources Weinberg, Controller Greek, Water Resources Manager Roy, Grant Administrator Burton, and Senior Human Resources Analyst Clement.

ADDITIONS TO AGENDA

There were no additions to the agenda.

PUBLIC COMMENT

There were no members of the public who wished to speak.

CHAIR'S REPORT

There was no Chair's report.

DIRECTORS' COMMENTS

There were no Director's comments.

I. CONSENT CALENDAR

1. Treasurer's Report.
Staff recommendation: Note and file the monthly Treasurer's report.

Director Dion moved, Director Smith seconded and the motion passed unanimously.

2. Adopt Resolution setting the time and date for a Public Hearing to consider amendments to the San Diego County Water Authority Local Conflict of Interest Code.
Staff recommendation: Adopt Resolution No. 2012-07 setting the August regular meeting of the Administrative and Finance Committee as the time and date of a Public Hearing to consider amendments to the San Diego County Water Authority Local Conflict of Interest Code.

Director Smith moved, Director Dion seconded and the motion passed unanimously.

* Director Bailey arrived at 9:03 a.m.

3. Ratify and approve amendments to Memoranda of Understanding with the represented employees, approve amendments to compensation plan for unrepresented employees, and approve fiscal year 2012-13, 2013-14, and 2014-15 Classification and Salary Schedule, and Salary Table adjustments.

Staff recommendation:

1. Adopt Resolution 2012-08
 - a. Ratifying and approving amendments to and extension of the Memoranda of Understanding with the Teamsters Local 911 Union representing the Technical/Support, Professional/Administrative, and Managerial/Supervisory Bargaining Units;
 - b. Approving Compensation Plan adjustments for Executive, Senior Management, and Confidential Employees; and
 - c. Approving Classification and Salary Schedules for the period of July 1, 2012 through June 30, 2015.
2. Adopt Resolution No. 2012-09 as required by CalPERS for paying and reporting the value of EPMC.
3. Adopt Resolution No. 2012-10 as required by IRS confirming the tax treatment of payments for employee's mandatory cost share of employer contributions to CalPERS.

Director Dion moved, seconded by Director Smith and the motion to approve the staff recommendation passed. Director Bailey voted no.

Director Bailey requested a copy of the compensation survey.

* Director Wornham arrived at 9:05 a.m.

II. ACTION/DISCUSSION

There were no Action/Discussion items.

III. INFORMATION

1. Presentation on the 2015 Business Plan Performance.

Chair Wight introduced the item and announced that on July 13, 2012, the International City/County Management Association (ICMA) had recognized the Water Authority for its performance management efforts with a 2012 Certificate of Achievement for the 2015 Business Plan implementation and reporting. The Water Authority was among five government jurisdictions to receive the honor this year.

Ms. Stapleton provided a presentation on the 2015 Business Plan performance that included alignment of strategic and tactical plans, the 2020 Water Supply portfolio goals, and a description of the “new normal” conditions affecting the Water Authority. Ms. Stapleton reviewed the performance status of the 129 Business Plan goals, including delayed goals, and key completed goals. Ms. Stapleton concluded the presentation by outlining next steps, including the upcoming update of the Business Plan document for 2012-2017.

2. Presentation on Water Authority Grants and Grants Administration Program.

Ms. Roy provided an update on the Grants Administration Program including grant activities that had helped the region receive approximately \$449 million in grant awards. Ms. Roy described the results of the Grant Management Efficiency project which led to a centralized and coordinated administration of grants within the agency. Ms. Roy reviewed the grant awards by funding agency as well as by program, and described future efforts of the program.

Directors made comments and asked questions, and Ms. Roy provided answers. Chair Wight commended staff on their efforts in this area.

The following items were noted and filed:

3. Board of Directors’ second quarter 2012 expenses and attendance.
4. Controller’s report on monthly financial statements.
5. Board calendar.

IV. CLOSED SESSION

There were no closed session items.

V. ADJOURNMENT

There being no further business to come before the Administrative and Finance Committee, Chair Wight adjourned the meeting at 9:35 a.m.

IMPORTED WATER COMMITTEE
CALL TO ORDER / ROLL CALL

Chair Watton called the Imported Water Committee meeting to order at 9:42 a.m. Committee members present were Vice Chairs Arant and Tu, Directors Brady, Knutson, Lewinger, Linden, Morrison, Steiner, Weston, Wight, and Wilson. Directors absent were Barnum, Bond, and Heidel were absent. Also present were Directors Bailey, Boyle, Croucher, Dailey, Hogan, Lamb, Miller, Price, Sanford, Saunders, Saxod, Smith, Topolovac, Williams, and Wornham. At that time, there was a quorum of the full Board, and the meeting was conducted as a meeting of the Board, however, only committee members participated in the vote.

Staff present included General Manager Stapleton, General Counsel Hentschke, Deputy General Managers Belock and Kerl, Assistant General Manager Cushman, MWD Program Chief Chen, Colorado River Program Director Razak, Government Relations Manager Volberg, and others.

ADDITIONS TO AGENDA

There were no additions to the agenda.

PUBLIC COMMENT

There were no public comments.

DIRECTORS' COMMENTS

There were no comments by Directors.

CHAIR'S REPORT

Chair Watton reported that Governor Brown and Secretary of the Interior Salazar made an announcement on the project framework for the Bay Delta Conservation Plan and that Government Relations Manager Volberg would provide more details on the announcement during the Bay-Delta Quarterly Update. Chair Watton noted that events were held for celebration of the Colorado River Day and there would be showings of the Robert Redford film at the Water Conservation Garden.

Chair Watton reported that completion of the Colorado River Basin Study was deferred until September to accommodate a large number of public comments. He stated that staff would return to the committee with an assessment of the study once the final report was released.

I. CONSENT CALENDAR

There were no items on the consent calendar.

II. ACTION/DISCUSSION

1. Metropolitan Water District Issues and Activities update.
1-A Metropolitan Water District Delegates report.

The delegates reported on the discussions and actions taken at the recent MWD Board meetings.

2. Colorado River Programs.
2-A Colorado River Board representative's report.

Director Knutson announced that there was no Colorado River Board meeting this month.

3. Water Management Discussions with Mexico update.

Ms. Razak provided an update on the water management discussions with Mexico. Following the presentation, Directors asked questions and made comments.

III. INFORMATION

1. Bay-Delta Quarterly update.

Mr. Volberg provided an update on the Bay Delta Conservation Plan announcement by Governor Brown and Secretary of the Interior Salazar.

The following information item was noted and filed:

2. Metropolitan Water District Program report.

Mr. Hentschke took the Committee into closed session at 10:52 a.m.

IV. CLOSED SESSION

1. CLOSED SESSION:

Conference with Legal Counsel – Existing Litigation
Government Code §54956.9(a) – SDCWA v Metropolitan Water District of Southern California; Case Nos. CPF-10-510830 and BS137830

2. CLOSED SESSION:

Conference with Legal Counsel – Existing Litigation
Government Code §54956.9(a)
Name of Case: QSA Judicial Council Coordination Proceeding No. 4353

Conference with Legal Counsel – Existing Litigation
Government Code §54956.9(a)
Name of Case: State Water Resources Control Board (SWRCB) Imperial Irrigation District and San Diego County Water Authority Joint Petition for Modification of Revised Order WRO 2002-0013 (Permit 7643, Application 7482)

Mr. Hentschke brought the Committee out of Closed Session at 11:15 a.m. and stated there was no reportable action.

V. ADJOURNMENT

There being no further business to come before the Imported Water Committee, Chair Watton adjourned the meeting at 11:15 a.m.

WATER PLANNING COMMITTEE

CALL TO ORDER/ROLL CALL

Chair Dion called the Water Planning Committee Meeting to order at 11:23 a.m. Committee members present were Chair Dion, Vice Chairs Price and Saunders, Directors Boyle, Hogan, Lamb, Linden, Pocklington, Sanford, Steiner, Watton and Williams. Director Heidel was absent. Also present were Directors Arant, Bailey, Brady, Croucher, Dailey, Knutson*, Lewinger, Miller, Mudd*, Saxod, Smith, Topolovac, Tu*, Weston, Wight, Wilson and Wornham. At that time, there was a quorum of the Board and the meeting was conducted as a meeting of the Board; however, only committee members participated in the vote.

Staff present was General Manager Stapleton, General Counsel Hentschke, Deputy General Managers Belock and Kerl, Assistant General Manager Cushman, Director of Water Resources Weinberg, Water Resources Managers Purcell and Yamada, and David Moore, Managing Director of Clean Energy Capital.

PUBLIC COMMENT

Chair Dion advised there would be public comments for Agenda Item II-1, following staff presentations.

DIRECTORS' COMMENTS

There were no Directors' comments.

CHAIR'S REPORT

Chair Dion reported that there would be Special Board Meetings for the Carlsbad Desalination Project on August 9, September 13, and October 11, 2012, in addition to two evening Water Planning Committee public workshops that would be held in September in North County and San Diego.

I. CONSENT CALENDAR

There were no items for the Consent Calendar.

II. ACTION/DISCUSSION

1. Carlsbad Desalination Project.

1-A Status report on the Carlsbad Desalination Project.

Mr. Weinberg reported on the current status of the Water Purchase Agreement negotiations and due diligence activities, project related issues and upcoming board and public meetings.

1-B Energy use and pricing in the Carlsbad Desalination Project.

Mr. Weinberg and Mr. Moore each presented a report on energy pricing and use related to the project.

*Directors Tu, Knutson and Mudd arrived at 11:40, 11:50, and 11:55 a.m., respectively.

Chair Dion called for public comment. Lisa Rodman, Executive Director of Agua Hedionda Lagoon Foundation, spoke in support of the project; Julia Chun-Heer, Surfrider San Diego, spoke about the pending Ocean Plan Amendment of the State Water Resources Control Board and how it would relate to the project. Julian Medina, from the Industrial Environmental Association, spoke in support of the project. Matt Yunker, Downtown San Diego Partnership, spoke in favor of the timely release of the Draft Water Purchase Agreement. Livia Borak, Coastal Environmental Rights Foundation, spoke about the energy use of the project.

Staff responded to questions and comments posed by Directors. Staff was asked to provide information on the causes and primary drivers of the SDG&E Average Industrial Rate increase from 1998 to 2000 and decrease from 2001 to 2003; electricity requirements of other similar sized and similar technology plants around the world; an analysis of the upcoming SDG&E petition with California Public Utilities Commission for a rate shift; and future discussion on aspects of the Water Purchase Agreement that address energy use and potential future changes related to energy.

III. INFORMATION

The following item was received and filed:

1. Water Resources Report

IV. CLOSED SESSION

There was no Closed Session.

V. ADJOURNMENT

Chair Dion adjourned the meeting at 1:05 p.m.

ENGINEERING AND OPERATIONS COMMITTEE

CALL TO ORDER / ROLL CALL

Chair Knutson called the Engineering and Operations Committee meeting to order at 1:41 p.m. Committee members present were Chair Knutson, Vice Chairs Dailey and Pocklington, Directors Hogan, Lamb, Lewinger, Miller, Mudd, Saxod, Smith, Williams, and Wilson. Committee members absent were Directors Bailey, Barnum, and Morrison. Also present were Directors Arant, Brady, Dion, Price, Sanford, Topolovac, Tu, Watton, Weston, and Wornham. At that time, there was a quorum of the full Board, and the meeting was conducted as a meeting of the Board, however, only committee members participated in the vote.

Staff present was General Manager Stapleton, General Counsel Hentschke, Deputy General Manager Belock, Assistant General Manager Cushman, Director of Engineering Rose, Director of Operations and Maintenance Eaton, Engineering Manager Reed, Right of Way Manager Kross.

ADDITIONS TO AGENDA

There were no additions to the agenda.

PUBLIC COMMENT

There were no members of the public who wished to speak.

CHAIR'S REPORT

Chair Knutson announced that commissioning of the Lake Hodges Hydroelectric Facility resumed in July and was going well. Hydraulic transient testing was completed and efficiency testing for the turbine and pump was currently underway. All testing should be completed and both units placed into commercial operation mid-August 2012. The contract operator, ProTrans USA, LLC, was on site and transitioning to take over full operations and maintenance of the facility in October 2012. There would be an Engineering and Operations Committee Workshop in September 2012 to discuss the Lake Hodges project. He also announced that the annual Engineering and Operations Tour would take place on Friday, September 21, 2012. The tour would include a visit to Lake Hodges and the San Vicente Dam.

DIRECTORS' COMMENTS

There were no Director's comments.

I. CONSENT CALENDAR

1. Construction contract for Miramar Pump Station Meter Vault project with L.H. Woods & Sons, Inc.
Staff recommendation: Authorize the General Manager to award a construction contract to L.H. Woods & Sons, Inc. in the amount of \$842,222 for the Miramar Pump Station Meter Vault project.

2. Professional services contract for design of the Nob Hill Improvements project.
Staff recommendation: Authorize the General Manager to award a professional services contract for \$988,000 to Hatch Mott MacDonald for design of the Nob Hill Improvements project.

Director Hogan moved, Director Mudd seconded, and the motion to approve the staff recommendations for both items passed unanimously.

II. ACTION/DISCUSSION

1. San Vicente Dam Raise Project.
 - 1-A San Vicente Dam Raise update.

 - 1-B Change Orders to Shimmick/Obayashi Joint Venture for the San Vicente Dam Raise Package 3 – Roller Compacted Concrete Dams and Appurtenant Facilities project.
Staff recommendation: Accept Shimmick/Obayashi Joint Venture Change Orders 19 through 22 , 24 and 25 for a credit of \$156,139; and authorize the General Manager to reduce the contract value by \$2,946,000 for roller compacted concrete and marina quarry unit price items, decreasing the authorized contract amount from \$143,783,933.70 to \$140,681,794.70.

Mr. Reed provided a presentation including construction update, change orders executed under general manager's authority, roller compacted concrete quantity, additional excavation aggregate production, excavated material for RCC aggregate, marina fill, summary of change orders, and construction contract summary.

Director Dailey moved, Director Smith seconded, and the motion to approve the staff recommendation for item 1-B passed unanimously.

- 1-C Professional services contract with Parsons/Black and Veatch Joint Venture for the ESP - San Vicente Dam Raise and Carryover Storage project.
Staff recommendation: Accept no-cost Amendments 1 and 2, and approve Amendment 3 in the amount of \$3,194,843 to provide additional construction management, inspection, and materials testing services for the ESP – San Vicente Dam Raise and Carryover Storage project due to work activity extensions, increasing the contract amount from \$28,561,000 to \$31,755,843.

Mr. Reed continued his presentation including construction management contract, schedule update, summary of additional services, and cost recovery.

Director Lamb motioned, Director Dailey seconded, and the motion to approve the staff recommendation for item 1-C passed unanimously.

III. INFORMATION

1. Presentation on Capital Improvement Program Best Management Practices.

The item was continued until August 23, 2012.

2. Presentation on the Annual Aqueduct Operating Plan.

Mr. Eaton gave a presentation on the annual Aqueduct Operation Plan including projected demand vs. deliveries of treated and untreated water for FY 2012, treated and untreated water delivery for FY 2013, untreated distribution priorities, aqueduct shutdowns and outages, treatment plant shutdowns, energy production and consumption, reservoirs and regional storage, and major maintenance activities.

3. Presentation – Right of Way Management.

Prior to the presentation, Mr. Rose introduced the Water Authority's new Right of Way Manager, Mr. John Kross, and noted that Mr. Kross would be presenting all right of way information and items to the Board in the future. Mr. Rose then gave a presentation on right of way management including right of way facts, goals and implementation of goals, integrated right of way management program, significant encroachments, ongoing challenge of trees, and tree root study.

Mr. Hentschke took the committee into Closed Session at 2:26 p.m.

III. CLOSED SESSION

1. CLOSED SESSION:
Conference with Legal Counsel – Initiation of Litigation
Government Code § 54956.9(c) – One Case

Mr. Hentschke brought the committee out of Closed Session at 2:28 p.m. and reported that the committee authorized the General Manager to execute the Settlement Agreement regarding Olivenhain Surge Shaft approved by the special counsel and General Counsel.

V. ADJOURNMENT

There being no further business to come before the Engineering and Operations Committee, Chair Knutson adjourned the meeting at 2:29 p.m.

LEGISLATION, CONSERVATION AND OUTREACH COMMITTEE
CALL TO ORDER/ROLL CALL

Chair Saxod called the Legislation, Conservation and Outreach Committee to order at 2:45 p.m. Committee members present were Chair Saxod, Directors Dailey, Miller, Mudd, Sanford, Topolovac, Tu, Weston and Wornham. Committee members absent were Vice Chair Hilliker, Directors Boyle, Croucher, and Douglas. Other Board members present were Directors Arant, Bailey, Brady, Hogan, Knutson, Lamb, Lewinger, Pocklington, Smith, Steiner, Watton, Williams and Wilson. At that time, there was a quorum of the Board and the meeting was conducted as a meeting of the Board; however, only committee members participated in the vote.

Staff present was General Manager Stapleton, General Counsel Hentschke, Deputy General Managers Belock and Kerl, Assistant General Manager Cushman, Director of Public Outreach and Conservation Foster, Public Affairs Supervisor Nenow, Government Relations Manager Volberg.

ADDITIONS TO AGENDA

There were no additions to the agenda.

PUBLIC COMMENT

There were no members of the public who wished to address the Committee.

CHAIR'S REPORT

Chair Saxod announced that Public Outreach and Engineering staff were working together to host community open houses regarding the upcoming Mission Trails to Lake Murray pipeline relining project. The focus of the open houses was to help address questions and concerns regarding the relining project. The first open house took place on July 25, 2012 at the San Carlos branch library in San Diego. The next open house was scheduled for August 1, 2012. In addition, she announced that the next Water Talks community forum was set for September 18, 2012 in North County.

DIRECTORS' COMMENTS

There were no Director's comments.

I. CONSENT CALENDAR

There were no items on the Consent Calendar.

II. ACTION/DISCUSSION

1. Legislative Issues.

1-A Report by Carpi and Clay.

Mr. Clay reported on actions taken by the Legislature, the state budget, regional water boards and status of the water bond.

III. INFORMATION

The committee received and filed the following items:

1. Government relations update.
2. Status report on legislation and legislative positions.

IV. ADJOURNMENT

There being no further business to come before the Legislation, Conservation and Outreach Committee, Chair Saxod adjourned the meeting at 2:53 p.m.

FORMAL BOARD OF DIRECTORS' MEETING OF JULY 26, 2012

1. **CALL TO ORDER** Chair Hogan called the Formal Board of Directors' meeting to order at 3:02 p.m.
2. **SALUTE TO THE FLAG** Director Lewinger led the salute to the flag.
3. **ROLL CALL, DETERMINATION OF QUORUM**
Secretary Smith called the roll. Directors present were Arant, Bailey, Brady, Dailey, Dion, Hogan, Knutson, Lewinger, Lamb, Miller, Morrison, Mudd, Pocklington, Sanford, Saunders, Saxod, Smith, Steiner, Topolovac, Tu, Watton, Weston, Wight, Williams, Wilson, and Wornham. Directors absent were Barnum, Bond, Boyle, Croucher, Douglas, Heidel, Hilliker, Linden, Price and Representative Slater-Price.

3-A **Report on proxies received.** Director Smith was the proxy for Director Linden and Director Hogan was the proxy for Director Bond.
4. **ADDITIONS TO AGENDA** There were no additions to the agenda.
5. **APPROVAL OF MINUTES** Director Saxod moved, Director Knutson seconded, and the motion carried at 87.97% of the vote to approve the minutes of the Special Board of Directors meeting of June 14, 2012 and the Formal Board of Directors meeting of June 28, 2012. Directors Mudd and Wight abstained.

6. **OPPORTUNITY FOR MEMBERS OF THE PUBLIC WHO WISH TO ADDRESS THE BOARD ON MATTERS WITHIN THE BOARD'S JURISDICTION**

There were no members of the public that wished to speak.

7. **PRESENTATIONS AND PUBLIC HEARINGS**

7-A Retirement of Director. Adopt **Resolution No. 2012-11** honoring Jeremy Jungreis upon his retirement from the Board of Directors.

Director Dion moved, Director Tu seconded, and the motion carried at 87.97% of the vote to adopt Resolution No. 2012-11 honoring Jeremy Jungreis upon his retirement from the Board of Directors.

8. **REPORTS BY CHAIRS**

8-A Chair Hogan announced that a letter was received from The Engineering and General Contractors Association which stated their Board had passed a vote supporting the Water Authority lawsuit against MWD challenging the 2011 and 2012 water rate structure. He stated a response was sent expressing appreciation for their support.

Chair Hogan reminded the Board that Officer nominations were due Monday August 6, 2012 to the Clerk of the Board. He stated that nominations would be announced at the August 23, 2012 Board meeting, and the voting of new Officers would take place at the September 27, 2012 Board meeting.

8-B Report by Committee Chairs.

Administrative and Finance Committee. Director Wight reviewed the meeting and the actions taken.

Imported Water Committee. Director Watton reviewed the meeting and stated no action was taken.

Water Planning Committee. Director Dion reviewed the meeting and stated no action was taken.

Engineering and Operations Committee. Director Knutson reviewed the meeting and the actions taken.

Legislation, Conservation and Outreach Committee. Director Saxod reviewed the meeting and the stated no action was taken.

9. **CONSENT CALENDAR**

Director Steiner moved, Director Knutson seconded, and the motion carried at 87.97% of the vote to approve the consent calendar. Directors voting no or abstaining are listed under the item number.

9- 1. Treasurer's report.

The Board noted and filed the monthly Treasurer's report.

9- 2. Adopt Resolution setting the time and date for a Public Hearing to consider amendments to the San Diego County Water Authority Local Conflict of Interest Code. The Board adopted **Resolution No. 2012-07** setting the August regular meeting of the Administrative and Finance Committee as the time and date of a Public Hearing to consider amendments to the San Diego County Water Authority Local Conflict of Interest Code.

9- 3. Ratify and approve amendments to Memoranda of Understanding with the represented employees, approve amendments to compensation plan for unrepresented employees, and approve fiscal year 2012-13, 2013-14, and 2014-15 Classification and Salary Schedule, and Salary Table adjustments.

The Board adopted **Resolution No. 2012-08** ratifying and approving amendments to and extension of the Memoranda of Understanding with the Teamsters Local 911 Union representing the Technical/Support, Professional/Administrative, and Managerial/Supervisory Bargaining Units. Approving Compensation Plan adjustments for Executive, Senior Management, and Confidential Employees; and Approving Classification and Salary Schedules for the period July 1, 2012 through June 30, 2015. The Board adopted **Resolution No. 2012-09** as required by CalPERS for paying and reporting the value of Employer Paid Member Contribution. The Board adopted **Resolution No. 2012-10** as required by Internal Revenue Service confirming the tax treatment of payments for employee's mandatory cost share of employer contributions to CalPERS.

Directors Bailey and Williams voted no on this item.

9- 4. Construction contract for Miramar Pump Station Meter Vault project with L.H. Woods & Sons, Inc.

The Board authorized the General Manager to award a construction contract to L.H. Woods & Sons, Inc. in the amount of \$842,222 for the Miramar Pump Station Meter Vault project.

9- 5. Professional services contract for design of the Nob Hill Improvements project. The Board authorized the General Manager to award a professional services contract for \$988,000 to Hatch Mott MacDonald for design of the Nob Hill Improvements project.

9- 6. Change Orders to Shimmick/Obayashi Joint Venture for the San Vicente Dam Raise Package 3 – Roller Compacted Concrete Dams and Appurtenant Facilities project.

The Board accepted Shimmick/Obayashi Joint Venture Change Orders 19 through 22, 24 and 25 for a credit of \$156,139; and authorized the General Manager to reduce the contract value by \$2,946,000 for roller compacted concrete and marina quarry unit price items, decreasing the authorized contract amount from \$143,783,933.70 to \$140,681,794.70.

- 9- 7. Professional services contract with Parsons/Black and Veatch Joint Venture for the ESP - San Vicente Dam Raise and Carryover Storage project.
The Board accepted no-cost Amendments 1 and 2, and approved Amendment 3 in the amount of \$3,194,843 to provide additional construction management, inspection, and materials testing services for the ESP – San Vicente Dam Raise and Carryover Storage project due to work activity extensions, increasing the contract amount from \$28,561,000 to \$31,755,843.

10. **ACTION/DISCUSSION**

There were no items under Action/Discussion.

11. **CLOSED SESSION(S)**

11-A **CLOSED SESSION:**

Conference with Legal Counsel - Existing Litigation
Government Code §54956.9(a) –
SDCWA v Metropolitan Water District of Southern California;
Case Nos. CPF-10-510830 and BS137830

11-B **CLOSED SESSIONS:**

Conference with Legal Counsel – Existing Litigation
Government Code §54956.9(a)
Name of Case: QSA Judicial Council Coordination Proceeding No. 4353

Conference with Legal Counsel - Existing Litigation
Government Code §54956.9(a)
Name of Case: State Water Resources Control Board (SWRCB)
Imperial Irrigation District and San Diego County Water Authority
Joint Petition for Modification of Revised Order WRO 2002-0013
(Permit 7643, Application 7482)

11-C **CLOSED SESSION:**

Conference with Legal Counsel – Initiation of Litigation
Government Code §54956.9(c) – One Case

11-D **CLOSED SESSION:**

Conference with Labor Negotiators, Government Code §54957.6
Designated Board Representatives: Chair, Vice-Chair, Secretary
Unrepresented Employee: General Counsel

11-E **CLOSED SESSION:**

Conference with Labor Negotiators, Government Code §54957.6
Designated Board Representatives: Chair, Vice-Chair, Secretary
Unrepresented Employee: General Manager

Mr. Hentschke reported that the Engineering and Operations Committee took action on item 11-C and stated action was needed by the full Board. The Board Authorized the General Manager to execute a Settlement Agreement regarding Olivenhain Surge Shaft approved by special counsel and General Counsel.

Director Tu moved, Director Knutson seconded, and the motion passed at 87.97% of the vote.

Mr. Hentschke announced there was no need for a Closed Session on item 11-B.

Mr. Hentschke took the Board into Closed Session at 3:15 p.m. on items 11-D and 11-E.

12. **ACTION FOLLOWING CLOSED SESSION**

Mr. Hentschke brought the Board out of Closed Session at 3:28 p.m. and announced there was no reportable action.

13. **SPECIAL REPORTS**

13-A GENERAL MANAGER'S REPORT – No report was given.

13-B GENERAL COUNSEL'S REPORT – No report was given.

13-C SANDAG REPORT – Director Saunders – No report was given.

SANDAG BORDERS/REGIONAL PLANNING COMMITTEE – Director Saxod announced there was nothing to report.

13-D AB 1234 COMPLIANCE REPORTS – No reports were given.

14. **OTHER COMMUNICATIONS** - None.

15. **ADJOURNMENT**

There being no further business to come before the Board, Chair Hogan adjourned the meeting at 3:29 p.m.

Michael T. Hogan, Chair

Richard K. Smith, Secretary

Doria F. Lore, Clerk of the Board