



EXHIBIT 27-B

FINAL MINUTES
Water Supply Planning Committee of the
Monterey Peninsula Water Management District
May 2, 2013

Call to Order

The meeting was called to order at 1:30 pm in the MPWMD conference room.

Committee members present: Bob Brower, Chair
Jeanne Byrne
David Pendergrass

Staff members present: David Stoldt, General Manager
Larry Hampson, Acting Planning & Engineering Division Manager
Arlene Tavani, Executive Assistant

District Counsel present: Alex Lorca, De Lay & Laredo

Comments from the Public

No comments.

Action Items

1. Adopt Minutes of April 16, 2013 Committee Meeting

On a motion of Pendergrass and second by Byrne the minutes were approved unanimously on a vote of 3 – 0.

2. Develop Recommendation to the Board on Approval of Groundwater Replenishment Cost Sharing Agreement

On a motion by Pendergrass and second of Byrne, the committee voted unanimously to recommend that the Board of Directors approve the agreement with the following changes. (A) The table on page 15 of the packet, Appendix A, Project Planning and Development Budget will be updated. (B) Section D. 9, Day-to-Day Management, shall be amended to state “in consultation with, or concurrence with the MPWMD” to clarify that the MPWMD would have input on decisions re contractor selection. (C) Section A.2. Financing of GWR Project Planning and Development Costs, should state that MPWMD staff costs will be compensated through a reimbursement resolution adopted by MPWMD or Monterey Regional Water Pollution Control Agency (MRWPCA). The motion was approved on a vote of 3 – 0 by Byrne, Pendergrass and Brower.

3. Develop Recommendation to the Board on Groundwater Replenishment Criteria for Go/No-Go Decision

On a motion of Byrne and second by Pendergrass, the committee voted unanimously to recommend that the Board of Directors approve the criteria with the following changes. (A) The criteria should state that GWR should proceed if substantial completion of the criteria is demonstrated. (B) Combine #1 and #6 and specify that the permit and CEQA status should be

consistent with the project schedule. (C) Amend #2, delete words “water rights” and state “source water” secured for recommended project. (D) Amend #5. (i), the words “no earlier” should be changed to allow the process to proceed prior to 30% design completion. The motion was approved on a vote of 3 – 0 by Byrne, Pendergrass and Brower.

Discussion Items

4. Discuss Funding for Small Local Water Supply Projects

Stoldt will provide at the next committee meeting a revised proposal for funding small local water supply projects. The committee members suggested the following: (a) a portion of new water supply could be returned to the MPWMD as a drought reserve; and (b) the amount of water available to allocate or apply to drought reserve could be based on the percentage of funding provided by the MPWMD: 10% funding could result in 10% of water supply returned to the MPWMD.

5. Update on Investigations into Desalination Contingency Project

The committee requested that Stoldt obtain from DeepWater Desal a six-month cash flow analysis, as the MPWMD should not make financial commitments to the project until DeepWater Desal proves it has the means to participate in a cost sharing agreement.

6. Update on Scheduling Meetings with Federal Regulators (Local Level) on National Marine Fisheries Service Draft Steelhead Recovery Plan

Staff is working on scheduling meetings on May 21, May 24 or the first week in June 2013.

7. Review of April 23, 2013 Ordinance No. 152 Oversight Panel Meeting

Stoldt summarized the April 23, 2013 panel discussion. He advised the panel that the water supply charge is fully committed to water supply project development over the next four years. The panel accepted the plan for water supply project funding.

Public Comment: George Riley, a member of the Oversight Panel, stated that the committee members seemed to agree with Stoldt’s funding options, and they anticipate that the issue of containing administrative costs will be addressed at a future meeting.

Suggestions from the Public on Water Supply Project Alternatives

No comments.

Set Next Meeting Date

The committee agreed to meet again on June 4, 2013 at 2 pm in the MPWMD conference room.

Adjournment

The meeting was adjourned at 3:10 pm.