



**EXHIBIT 1-A**  
**DRAFT MINUTES**  
**Regular Meeting**  
**Board of Directors**  
**Monterey Peninsula Water Management District**  
*December 11, 2017*

The meeting was called to order at 7:00 pm in the MPWMD conference room.

**CALL TO ORDER/ROLL CALL**

*Directors Present:*

Robert S. Brower, Sr. – Chair, Division 5  
Andrew Clarke – Vice Chair, Division 2  
Brenda Lewis – Division 1  
Molly Evans – Division 3  
Jeanne Byrne – Division 4  
Ralph Rubio – Mayoral Representative

*Directors Absent:* Mary Adams – Monterey County Board of Supervisors

*General Manager present:* David J. Stoldt

*District Counsel present:* David Laredo

The assembly recited the Pledge of Allegiance.

**PLEDGE OF ALLEGIANCE**

On a motion by Evans and second of Byrne, urgency item 25 - Consider Expenditure of Funds for Facilitator for Monterey Peninsula Water Supply Project Settlement Discussions, was added to the agenda on a vote of 6 – 0 by Evans, Byrne, Brower, Clarke, Lewis and Rubio. Director Adams was absent. According to the Board Meeting Rules, this item would be considered prior to Item 17, Election of Board Officers.

**ADDITIONS AND CORRECTIONS TO AGENDA**

The following comments were directed to the Board during Oral Communications. **(a) Tom Rowley**, Monterey Peninsula Taxpayers Association, stated that the projected costs for expansion of the Pure Water Monterey Project have been understated. He urged the Board to focus on development of a long-term, sustainable water supply project. **(b) Dan Turner**, resident of Monterey, suggested that each Director should request that the California Public Utilities Commission (CPUC) prevent development of the desalination plant proposed by California American Water (Cal-Am) due to the high cost of the project, as compared to expansion of the Pure Water Monterey Project. He noted that Cal-Am estimates the cost of the desalination project will be \$7,700 per acre-foot, but that the Marina Coast Water District estimates that the cost could be \$13,500 per acre-foot. **(c) George Riley** noted that issues related to the Cease and Desist Order and proposed

**ORAL COMMUNICATIONS**

water supply projects were both discussed at the October 16, 2017 joint meeting of the MPWMD Board of Directors and the Monterey Peninsula Regional Water Authority Board. **(d) Michael Baer**, resident of Monterey, urged the Board of Directors to authorize funding for a feasibility study on public ownership of the local Cal-Am water distribution system. He reasoned that results of a study would establish the facts prior to the vote on public ownership proposed by Public Water Now.

On a motion by Byrne and second of Lewis, the Consent Calendar was approved except for Item 4 that was pulled for separate consideration. The motion was approved on a vote of 6 – 0 by Byrne, Lewis, Brower, Clarke, Evans and Rubio. Director Adams was absent.

Adopted.

Adopted.

Ratified.

Byrne offered a motion that was seconded by Lewis to adopt revised language for Resolution No. 2017-16 as presented by staff at the meeting, and replace the words “December 11, 2017” with the words “June 30, 2018.” The motion was approved on a vote of 5 – 1 by Byrne, Lewis, Clarke, Evans and Rubio. Director Brower was opposed. Director Adams was absent. No public comments were directed to the Board on this item.

Adopted.

Approved expenditure of \$31,000.

Approved expenditure of \$75,000.

Received.

## CONSENT CALENDAR

1. **Consider Adoption of November 13, 2017 Regular Board Meeting Minutes**
2. **Adopt Board Meeting Schedule for 2018**
3. **Ratify Appointments to Ordinance No. 152 Oversight Panel**
4. **Consider Adoption of Resolution 2017-16 - Amending Table 2: Non-Residential Water Use Factors**
5. **Consider Adopting Revised MPWMD Board Expense Reimbursement Policy**
6. **Consider Approval of Expenditure for Purchase of Ford F-150 4x4 Crew Cab Truck**
7. **Consider Authorization to Renew Vehicle Maintenance Services Agreement with the City of Monterey for Five Years**
8. **Receive Pension Reporting Standards Government Accounting Standards Board Statement No. 68 Accounting Valuation Report**

Received.

Approved.

Received.

Adopted.

Jonathan Lear, Senior Hydrogeologist, reported that for the period of October 1, 2017 through November 30, 2017, water production in the Monterey Peninsula Water Resources System was 47 acre-feet above the target of 1,633 acre-feet. He noted that there was no production to report from the Aquifer Storage and Recovery Project (ASR) because river flow had not reached levels that would allow for diversions to ASR. Lear reported that during the reporting period one inch of rainfall was received, and streamflow was at 80 percent of normal.

No reports were presented.

On a motion by Byrne and second of Rubio, the report was received by a vote of 6 – 0 by Byrne, Rubio, Brower, Clarke, Evans and Lewis. Director Adams was absent.

Michael Baer addressed the Board during the public hearing on this item. He asked if the Pension and OPEB Liabilities cited in the presentation reflected the District’s annual or total liability. Chief Financial Officer, Suresh Prasad, replied that the District’s total liability was cited in the presentation.

On a motion by Byrne and second of Clarke, the Board selected Bill Bluhm from the Monterey County Association of Realtors, and Paul Bruno from the Monterey Peninsula Chamber of Commerce, to serve on the Ordinance No. 152 Oversight Panel. The motion was approved on a vote of 6 – 0 by Byrne, Clarke, Brower, Evans, Lewis and Rubio. Director Adams was absent. No comments were directed to the Board during the public comment period on this item.

**9. Receive Alternative Measurement Method Report for Determining Annual Costs for Post-Employment Medical Benefits**

**10. Consider Approval of First Quarter Fiscal Year 2017-2018 Investment Report**

**11. Receive and File First Quarter Financial Activity Report for Fiscal Year 2017-2018**

**12. Consider Adoption of Treasurer's Report for September 2017**

#### **GENERAL MANAGER’S REPORT**

**13. Status Report on California American Water Compliance with State Water Resources Control Board Order 2009-0060 and Seaside Groundwater Basin Adjudication Decision**

#### **DIRECTORS’ REPORTS (INCLUDING AB 1234 REPORTS ON TRIPS, CONFERENCE ATTENDANCE AND MEETINGS)**

**14. Oral Reports on Activities of County, Cities, Other Agencies/Committees/ Associations**

#### **PUBLIC HEARINGS**

**15. Receive Fiscal Year 2016-2017 Comprehensive Annual Financial Report**

#### **ACTION ITEMS**

**16. Select Appointees to Ordinance No. 152 Oversight Panel**

On a motion by Byrne and second of Evans, the Board of Directors authorized a contract with The Center for Collaborative Policy for an amount not-to-exceed \$50,000. The cost would be shared with no fewer than five Parties, and the District's portion of cost would not exceed \$10,000. The motion was approved on a vote of 6 – 0 by Byrne, Evans, Brower, Clarke, Lewis and Rubio. Director Adams was absent.

The following comments were directed to the Board during the public comment period on this item. **(a) Michael Baer**, resident of Monterey, expressed support for the expenditure but only if Marina Coast Water District and the City of Marina participate in the facilitated discussions. **(b) George Riley**, representing Public Water Now, stated that the Cease and Desist Order, a new water supply, and timelines are all linked together.

On a motion by Byrne and second of Rubio, Board officers for 2018 were elected as follows: Andy Clarke – Chair; Ralph Rubio – Vice Chair; David Stoldt – Secretary; and Suresh Prasad – Treasurer. The motion was approved on a vote of 6 – 0 by Byrne, Rubio, Brower, Clarke, Evans and Lewis. Director Adams was absent.

There was no discussion of the Informational Items/Staff Reports.

The meeting was adjourned at 8:00 pm.

**25. Consider Expenditure of Funds for Facilitator for Monterey Peninsula Water Supply Project Settlement Discussions**

**17. Conduct Election of Board Officers for 2018**

**INFORMATIONAL ITEMS/STAFF REPORTS**

- 18. Receive Notice of Appointment to Carmel River Advisory Committee**
- 19. Letters Received**
- 20. Committee Report**
- 21. Monthly Allocation Report**
- 22. Water Conservation Program Report**
- 23. Carmel River Fishery Report**
- 24. Monthly Water Supply and California American Water Production Report**

**ADJOURNMENT**