

SAN GORGONIO PASS WATER AGENCY
1210 Beaumont Avenue, Beaumont, California 92223
Minutes of the
Board of Directors Meeting
April 1, 2013

Directors Present: John Jeter, President
Bill Dickson, Vice President
Mary Ann Melleby, Treasurer
Ron Duncan, Director
Ted Haring, Director
Ray Morris, Director
Barbara Voigt, Director

Staff Present: Jeff Davis, General Manager
Thomas Todd, Finance Manager
Ken Falls, Operations and Maintenance Manager
Cheryle Rasmussen, Executive Assistant

1. **Call to Order, Flag Salute and Roll Call:** The meeting of the San Gorgonio Pass Water Agency Board of Directors was called to order by Board President John Jeter at 1:30 p.m., April 1, 2013 in the Agency Boardroom at 1210 Beaumont Avenue, Beaumont, California. Director Dickson led the Pledge of Allegiance to the flag. A quorum was present.
2. **Adoption and Adjustment of the Agenda:** The Agenda was adopted as presented.
3. **Public Comment:** No members of the public requested to speak at this time.
4. **Consent Calendar:**
 - A. Approval of the Minutes of the Regular Board Meeting, March 18, 2013
 - B. Approval of the Minutes of the Finance and Budget Workshop, March 25, 2013
 - C. Approval of the Finance and Budget Workshop Report, March 25, 2013

Director Melleby moved, seconded by Director Dickson to approve the consent calendar as presented. Motion passed unopposed.

5. **Reports:**

A. General Manager's Report:

1). **Operations Report:** General Manager Davis reported on the following: **(a) SWP Water Deliveries:** General Manager Davis stated that SWP water deliveries to BCVWD ponds and LSG ponds recommenced as of today, April 1st. The system was shut down for almost two months, due to maintenance and improvements of EBX II. **(b) SWP Water Allocations:** DWR announced that water allocations from the SWP have been reduced to 35% from 40% due to a record dry January, February and March. This reduction in allocation will not deter the Agency from delivering water at 16 cfs for the rest of this year. However, if the initial allocation for next year is low, the Agency may have to reduce deliveries starting in January 2014. **(c) Snowpack** is currently at 52% of normal for April 1st.

2). General Agency Updates: General Manager Davis updated the Board on the following items: **(a) Banning Centennial Earth Day Event:** (1) Flyers to the event were placed in each Board member's mailbox. (2) Barbara Hanna (Earth Day Event Coordinator) sent an email to the Agency stating that the Agency's sponsorship did not include the purchase of plants. (3) A groundwater model has been purchased for the event and is expected to be delivered by next week. (4) General Manager Davis will be present on Friday, April 12 to coordinate the materials for the booth. (5) Inland Empire Resource Conservation District staff will be available to help staff the Agency's booth on April 12th – 13th. **(b) Southern California Water Committee:** SCWC's quarterly lunch will take place on April 26th at Inland Empire Utilities Agency; the cost to attend the luncheon is \$70. **(c) Association of California Water Agencies:** ACWA's 2013 Spring Conference and Exhibition will take place in Sacramento from May 7 – 10. **(d) Legislative Report:** General Manager Davis stated that 2200 bills have been introduced this year. Fewer bills have been aimed at the water industry. **(e) Water, Transportation & Economic Development Summit (WTES):** This event was held on March 27th at Morongo Resort and Casino. General Manager Davis stated that he has received positive feedback pertaining to the water panel. **(f) Manager's Meeting:** A date for April's Managers meeting has not been scheduled, as a number of retail managers have yet to respond to the Agency's request.

B. Directors Report: 1. Director Haring reported that he attended the WTES. He stated that there are a number of development projects slated for the city of Banning. 2. Director Voigt reported that she attended the WTES and that she found it very interesting to hear that there are between 15 – 18 different countries investing in this area. 3. Director Melleby reported that she attended the WTES and stated that General Manager Davis did a good job on the water panel. 4. President Jeter reported that he attended the WTES and that he was impressed with the water panel. 5. Director Duncan reported that he attended the WTES.

6. New Business:

A. Update on State Water Contractors Energy Issues: A PowerPoint presentation was included in the agenda packet. General Manager Davis provided the Board with a PowerPoint presentation on the Update on Renewable Energy for the State Water Contract. This presentation that was provided to the State Water Contractors on March 21, 2013. Items of interest are as follows:

- ➔ DWR's GHG Reduction Targets
- ➔ SWP Renewable Energy Procurement Plan
- ➔ DWR's 2012 RFP for Renewable Energy
- ➔ Response to DWR's 2012 RFP and Contract Negotiations
- ➔ Contract Executed as Result of DWR's 2012 RFP
- ➔ Project Location
- ➔ Next Step – RFP for Long-Term Renewable Energy

B. Bay Delta Conservation Plan: General Manager Davis provided the Board with a short educational video on the BDCP, which explained the need for this project and the concerning problems that the Delta faces now and in the future. Twenty-five million Californians depend on this water delivery infrastructure, including southern Californians.

C. Update on Contract Extension Negotiations: General Manager Davis provided the Board with a PowerPoint presentation on the following:

- Background – Contractors need an extension in contract beyond 2035
- The process of the negotiations
- DWR and Contractors priorities
- Formal Negotiations – To be held every other Wednesday in Sacramento
- Formal Negotiations – Goal is to complete formal negotiations by June 30, 2013
- Major Issues
- Next Steps
- General Issues

7. Topics for Future Agendas: No topics were requested for future agendas.

8. Announcements: President Jeter reviewed the following announcements:

- A. Employee Guide Workshop, April 4, 2013 at 1:30 p.m.
- B. Engineering Workshop, April 8, 2013 at 1:30 p.m.
- C. Regular Board Meeting, April 15, 2013 at 1:30 p.m.

9. Adjournment: President Jeter adjourned the meeting at 2:55 p.m.



Jeffrey W. Davis, Secretary of the Board
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