



REVISED AGENDA

Board Meeting

February 13, 2018

12:00 p.m. – Boardroom

February 13, 2018 Meeting Schedule		
9:00 a.m.	Rm. 2-145	L&C
10:00 a.m.	Rm. 2-456	C&LR
11:00 a.m.	Rm. 2-145	RP&AM
12:00 p.m.	Boardroom	Board Meeting

MWD Headquarters Building



700 N. Alameda Street



Los Angeles, CA 90012

1. Call to Order

- (a) Invocation: Tuannee Holmes, Administrative Assistant II, External Affairs Group
- (b) Pledge of Allegiance: Director Russell Lefevre, City of Torrance

2. Roll Call

3. Determination of a Quorum

- 4. Opportunity for members of the public to address the Board on matters within the Board's jurisdiction. (As required by Gov. Code § 54954.3(a))

5. OTHER MATTERS

- A. Approval of the Minutes of the Meeting for January 9, 2018
(A copy has been mailed to each Director)
Any additions, corrections, or omissions
- B. Report on Directors' events attended at Metropolitan expense for month of January 2018
- C. Approve committee assignments
- D. Chairman's Monthly Activity Report
- E. Presentation of 25-year Service Pin to Glen Peterson
- F. Presentation of 15-year Service Pin to Randy Record

6. DEPARTMENT HEADS' REPORTS

- A. General Manager's summary of activities for the month of January 2018
- B. General Counsel's summary of activities for the month of January 2018
- C. General Auditor's summary of activities for the month of January 2018
- D. Interim Ethics Officer's summary of activities for the month of January 2018

7. CONSENT CALENDAR ITEMS — ACTION

- 7-1 Authorization to award a four-year contract for external audit services to KPMG LLP for the maximum amount of \$1,764,900 (A&E)

Recommendation:

Option #1:

Adopt the CEQA determination that the proposed action is not subject to the provisions of CEQA pursuant to Sections 15378(b)(2) and 15378(b)(4) of the State CEQA Guidelines; and

Authorize the General Auditor to enter into a contract for external audit services with the firm of KPMG LLP for annual audits covering the fiscal years ending June 30, 2018 through June 30, 2021. The amount payable under this four-year contract will not exceed \$1,764,900

- 7-2** Adopt CEQA determination and appropriate \$1.6 million; authorize final design of physical security improvements at Metropolitan's Headquarters Building; and authorize agreement with IBI Group in an amount not to exceed \$890,000 (Appropriation No. 15499) [**Conference with Metropolitan Assistant Group Manager Bart Koch or designated agent on physical security improvements at Metropolitan's Headquarters Building; to be heard in closed session pursuant to Gov. Code Section 54957(a).**] (E&O)

Recommendation:

Option #1:

Adopt the CEQA determination that the proposed action is categorically exempt under the provisions of CEQA and the State CEQA Guidelines, and

- a. Appropriate \$1.6 million;**
- b. Authorize final design of physical security improvements at Metropolitan's Headquarters Building; and**
- c. Authorize agreement with IBI Group in an amount not to exceed \$890,000**

- 7-3** Adopt CEQA determination and appropriate \$1.6 million; and authorize construction to replace chemical storage tanks at the Joseph Jensen Water Treatment Plant (Appropriation No. 15486) (E&O)

Recommendation:

Option #1:

Adopt the CEQA determination that the proposed action has been previously addressed in the 2011 categorical exemptions, and that no further environmental analysis or documentation is required, and

- a. Appropriate \$1.6 million; and**
- b. Authorize construction to replace four chemical storage tanks at the Jensen plant**

- 7-4** Adopt CEQA determination and award \$378,985 contract to Visionary Builders, Inc. to renovate two houses at Eagle Mountain Pumping Plant (Appropriation No. 15495) (E&O)

Recommendation:

Option #1:

Adopt the CEQA determination that the proposed action is categorically exempt, and

Award \$378,985 contract to Visionary Builders, Inc. to renovate two houses at Eagle Mountain Pumping Plant

- 7-5** Adopt CEQA determination and authorize granting a 30-year access road license extension to the Painted Hills Wind Developers on Metropolitan-owned property located northeast of an unincorporated portion of Riverside County commonly referred to as Whitewater (RP&AM)

Recommendation:

Option #1:

Adopt CEQA determination that the proposed action is not defined as a project and is not subject CEQA, and

Authorize granting a 30-year road license extension to Painted Hills Wind Developers

- 7-6** Adopt CEQA determination and authorize granting a 30-year access road license extension to Energy Unlimited, LLC on Metropolitan-owned property located northeast of an unincorporated portion of Riverside County commonly referred to as Whitewater (RP&AM)

Recommendation:

Option #1:

Adopt the CEQA determination that the proposed action is not defined as a project and is not subject to CEQA, and

Authorize granting a 30-year road license extension to Energy Unlimited LLC

- 7-7** Authorize granting a permanent easement to Southern California Edison at Whitewater Canyon on Metropolitan-owned property in the county of Riverside. (RP&AM)

Recommendation:

Option #1:

Adopt CEQA determination that the proposed action is categorically exempt and

Authorize the General Manager to grant a permanent easement to Southern California Edison

- 7-8** Adopt CEQA determination, report on the Omega Chemical Corporation Superfund Site, and request authority to enter into a settlement agreement in *United States of America vs Abex Aerospace, et al.*, Case No. 2:16-cv-02696. [Conference with legal counsel—existing litigation; to be heard in closed session pursuant to Gov. Code Section 54956.9(d)(1)]

Added

Recommendation:

Option #1:

Adopt the CEQA determination that the proposed action is not defined as a project under CEQA, and

Authorize entering into this settlement agreement

END OF CONSENT CALENDAR

8. OTHER BOARD ITEMS — ACTION

- 8-1** Adopt CEQA determination that the proposed action is not defined as a project and is not subject to CEQA, and set combined public hearing regarding (1) the proposed water rates and charges for calendar years 2019 and 2020 necessary to meet the revenue requirements for fiscal years 2018/19 and 2019/20, and (2) the ad valorem property tax for fiscal years 2018/19 and 2019/20 (F&I)

Recommendation:

Option #1:

Adopt the CEQA determination that the proposed action is not defined as a project and is not subject to CEQA, and

- a. Schedule a combined public hearing on March 13, 2018, to receive input regarding (1) the proposed water rates and charges for calendar years 2019 and 2020 necessary to meet the revenue requirements for fiscal years 2018/19 and 2019/20, and (2) any board action on the limit on ad valorem property taxes for fiscal years 2018/19 and 2019/20 pursuant to Section 124.5 of the MWD Act; and**
- b. Direct the General Manager to cause publication of a notice of the public hearing in newspapers of general circulation within Metropolitan's service area, and give written notice to the offices of the Speaker of the Assembly and the President pro tempore of the Senate, at least ten days prior to the hearing.**

- 8-2** Adopt CEQA determination and appropriate \$3.8 million; and award \$2,591,576 contract to Canyon Springs Enterprises (dba RSH Construction) for seismic upgrades to the west washwater tank at the F. E. Weymouth Water Treatment Plant (Appropriation No. 15369) (E&O)

Recommendation:

Option #1:

Adopt the CEQA determination that the proposed action has been previously addressed in the certified 2005 Final EIR, findings, SOC, and MMRP, and that no further environmental analysis or documentation is required, and

- a. Appropriate \$3.8 million; and**
- b. Award \$2,591,576 contract to Canyon Enterprises (dba RSH Construction) for seismic upgrades to the west washwater tank at the Weymouth plant**

- Revised** **8-3** Adopt CEQA determination and appropriate \$2.3 million; award \$985,000 contract to Unispec Construction, Inc. for water quality instrumentation upgrades at the Joseph Jensen Water Treatment Plant; and authorize increase of \$200,000 to agreement with Arcadis US, Inc., for a new not-to-exceed total of ~~\$365,269~~ \$400,000 (Appropriation No. 15486) (E&O)

Recommendation:

Option #1:

Adopt the CEQA determination that the proposed action was previously determined to be categorically exempt; and

- a. Appropriate \$2.3 million; and**
- b. Award \$985,000 contract to Unispec Construction, Inc. for water quality instrumentation upgrades at the Jensen plant ; and**
- c. Authorize increase of \$200,000 to an agreement with Arcadis US, Inc., for a new not-to-exceed total of ~~\$365,269~~ \$400,000, to provide technical support**

9. BOARD INFORMATION ITEMS

- 9-1** Update on Conservation Program
- 9-2** Proposed biennial budget and revenue requirements for fiscal years 2018/19 and 2019/20; proposed water rates and charges for calendar years 2019 and 2020 to meet revenue requirements for fiscal years 2018/19 and 2019/20; ten-year forecast; and Cost of Service Report (F&I)

10. FOLLOW-UP ITEMS

11. FUTURE AGENDA ITEMS

12. ADJOURNMENT

NOTE: At the discretion of the Board, all items appearing on this agenda and all committee agendas, whether or not expressly listed for action, may be deliberated and may be subject to action by the Board.

Each agenda item with a committee designation will be considered and a recommendation may be made by one or more committees prior to consideration and final action by the full Board of Directors. The committee designation appears in parentheses at the end of the description of the agenda item e.g., (E&O, F&I). Committee agendas may be obtained from the Board Executive Secretary.

Writings relating to open session agenda items distributed to Directors less than 72 hours prior to a regular meeting are available for public inspection at Metropolitan's Headquarters Building and on Metropolitan's Web site <http://www.mwdh2o.com>.

Requests for a disability related modification or accommodation, including auxiliary aids or services, in order to attend or participate in a meeting should be made to the Board Executive Secretary in advance of the meeting to ensure availability of the requested service or accommodation.