



FINAL MINUTES  
Regular Meeting  
Board of Directors  
Monterey Peninsula Water Management District  
June 23, 2014

The meeting was called to order at 7:00 p.m. in the Water Management District conference room.

**CALL TO ORDER/ROLL CALL**

*Directors Present:*

David Potter – Chair, Monterey County Board of Supervisors Representative  
Bill Thayer – Vice Chair, Division 2  
Brenda Lewis – Division 1 (arrived at 7:10 pm)  
Kristi Markey – Division 3  
Jeanne Byrne – Division 4  
Robert S. Brower – Division 5  
David Pendergrass – Mayoral Representative

*Directors Absent: None*

*General Manager present: David J. Stoldt*

*District Counsel present: David Laredo*

The assembly recited the Pledge of Allegiance.

**PLEDGE OF ALLEGIANCE**

No comments were directed to the Board of Directors during Oral Communications.

**ORAL COMMUNICATIONS**

On a motion by Pendergrass and second of Byrne, the Consent Calendar was adopted unanimously on a vote of 6 – 0 by Pendergrass, Byrne, Brower, Markey, Thayer and Potter. Lewis was absent for the vote.

**CONSENT CALENDAR**

Approved.

1. **Consider Approval of Minutes of May 19, 2014 Regular Meeting and June 3, 2014 Special Meeting of the Board of Directors**

Approved.

2. **Receive Water Year 2013 Aquifer Storage and Recovery Project Summary of Operations Report**

Approved.

3. **Receive Seaside Groundwater Basin Salt & Nutrient Management Plan Report**

Approved.

4. **Consider Adoption of Amendments to Rule 24, Table 2: Non-Residential Water Use Factors**

Approved contract amount of \$5,200.

Approve change order with Zim Industries, Inc. for not-to-exceed amount of \$112,430.

Approved contract amount of \$6,000.

Approved not-to-exceed amount of \$7,000.

Approved.

Approved expenditure of \$39,750.

Approved.

Approved.

General Manager Stoldt presented the report. A summary is on file at the Water Management District office and website. He noted that to date, precipitation received is 50 percent of the long-term average.

Stoldt updated the Board on the following water supply topics. **California American Water Desalination Project** - On July 10, 2014, a joint meeting of the Monterey Peninsula Regional Water Authority and the Monterey Peninsula Water Supply Project Governance Committee will be conducted to review the initial results of a value engineering study conducted on design of the California American Water Desalination Project. **Senate Bill 936, Water Rate Relief Bond Financing** – On June 23, 2014, the Assembly Utilities and Commerce committee approved the legislation and on a vote of 7 – 0 referred it to the Appropriations committee. **DeepWater Desal** – On June 16, 2014, the project

5. **Consider Extension of Contract with Thomas Brand Consulting for Fiscal Year 2014-2015**

6. **Consider Expenditure for Aquifer Storage and Recovery Well Repair**

7. **Consider Expenditure of Budgeted Funds to Amend Contract with Golden State Planning and Environmental Consulting to Assist with Water Distribution System Permit Program**

8. **Consider Expenditure of Budgeted Funds to Amend Contract with Pueblo Water Resources to Provide Hydrogeologic Review for Water Distribution System Permits**

9. **Consider Expenditure of Budgeted Funds to Contract for Limited-Term Field Positions During FY 2014-2015**

10. **Consider Expenditure of Budgeted Funds for Temporary Agency Employee to Assist with Data Migration in the Water Demand Division During FY 2014-2015**

11. **Consider Adoption of Resolution 2014-09 Establishing Article XIII(B) Fiscal Year 2014-2015 Appropriations Limit**

12. **Consider Adoption of Treasurer's Report for April 2014**

#### 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**

14. **Update on Development of Water Supply Projects**

developers conducted a science symposium that educated the public about the proposed project. **Pure Water Monterey Project** – Water Management District staff and Directors Brower and Byrne continue to meet with stakeholders on development of source water agreements. District Counsel has developed a draft memorandum of understanding that will be reviewed by the stakeholders on June 26, 2014. The project would provide water to growers in the Salinas Valley and water to produce a potable supply from the Pure Water Monterey project.

Stoldt reported that the June 3, 2014 Measure O ballot initiative was not approved by the voters.

No reports were presented.

Markey offered a motion that was seconded by Byrne, to adopt the first reading of Ordinance No. 161 and schedule the ordinance for second reading and adoption. The motion was approved unanimously on a roll-call vote of 7 – 0 by Markey, Byrne, Brower, Lewis, Thayer, Pendergrass and Potter.

The following comments were directed to the Board during the public comment period on this item. (1) **Chip Rerig**, representing the City of Monterey, spoke in support of the ordinance. (2) **George Riley**, representing Citizens for Public Water, expressed support for the ordinance. (3) **Bob Massaro**, representing the Monterey Commercial Property Owners Association, spoke in support of the ordinance. (4) **Nelson Vega** expressed support for the ordinance. (5) **Carl Outzen** spoke in support of the ordinance.

On a motion by Brower and second of Thayer, the July through September 2014 Quarterly Water Supply Strategy and Budget was adopted by the Board of Directors on a unanimous roll-call vote by Directors Brower, Thayer, Byrne, Markey, Lewis, Pendergrass and Potter. No comments were directed to the Board during the public hearing on this item.

A motion was offered by Brower and seconded by Byrne to: (1) adopt the FY 2014-2015 MPWMD Budget and Resolution 2014-10; and (2) funds budgeted for new contracts related to groundwater replenishment will be held in abeyance until a memorandum of understanding on source water is agreed to. The motion was approved unanimously on

## 15. Report on Results of Measure O

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

#### 16. Oral Reports on Activities of County, Cities, Other Agencies/Committees/Associations

### PUBLIC HEARINGS

#### 17. Consider First Reading of Ordinance No. 161 – An Ordinance of the Board of Directors of the Monterey Peninsula Water Management District Amending Rule 23-A-1-i Regarding Sub-Metering

#### 18. Consider Adoption of July through September 2014 Quarterly Water Supply Strategy and Budget

#### 19. Consider Adoption of Proposed FY 2014-2015 MPWMD Budget and Resolution 2014-10

a vote of 7 – 0 by Brower, Byrne, Lewis, Markey, Thayer, Pendergrass and Potter.

Tom Rowley, representing the Monterey Peninsula Tax Payers Association, urged the Board of Directors to place a ballot measure before the voters on the water supply charge that was established by MPWMD Ordinance No. 152.

On a motion by Markey and second of Lewis, the staff recommendation was adopted unanimously on a vote of 7 – 0 by Markey, Lewis, Brower, Byrne, Thayer, Pendergrass and Potter. The staff recommendation included: (a) find that the IRWM Plan is exempt from further CEQA review; (b) adopt Resolution 2014-11 adopting the plan; (c) authorize the General Manager to make minor or non-substantive modifications to the Plan; and (d) authorize the General Manager to amend the list of projects eligible for inclusion in future grant applications by the planning region.

The following comments were directed to the Board during the public comment period on this item. (1) **Tom Rowley**, speaking as an individual, recommended that the next update to the IRWM include on the list of projects a study on construction of a breakwater next to Mission Ranch.

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

The meeting was adjourned at 8:20 pm.

#### ACTION ITEMS

20. **Consider Adoption of Monterey Peninsula, Carmel Bay, and South Monterey Bay Integrated Regional Water Management Plan Update**

#### INFORMATIONAL ITEMS/STAFF REPORTS

21. **Letters Received**
22. **Committee Report**
23. **Carmel River Fishery for May 2014**
24. **Water Conservation Program Report**
25. **Monthly Allocation Report**
26. **Monthly Water Supply and California American Water Production Report**

#### ADJOURNMENT

*Arlene M. Tavani*

Arlene M. Tavani, Deputy District Secretary