

**MINUTES  
BOARD OF DIRECTORS MEETING  
THREE VALLEYS MUNICIPAL WATER DISTRICT**

**Wednesday, May 19, 2010  
8:00 a.m.**

**1. Call to Order / Pledge of Allegiance**

The Board of Directors Meeting of the THREE VALLEYS MUNICIPAL WATER DISTRICT was called to order at 8:00 a.m. by President Kuhn at the District Office located at 1021 East Miramar Avenue, Claremont.

**2. Roll Call**

Following the flag salute, roll call was taken with a quorum of the board members present.

**Directors  
Present**

Bob Kuhn – President, Division IV  
David De Jesus – Vice President, Division II  
Brian Bowcock – Secretary, Division III  
Joseph Ruzicka – Treasurer, Division V  
Dan Horan – Director, Division VII  
John Mendoza – Director, Division VI  
Luis M. Juarez – Director, Division I

**Staff  
Present**

Liz Cohn, Sr. Financial Analyst  
Vicki Hahn, Executive Assistant  
Rick Hansen, General Manager  
Kirk Howie, Assistant General Manager, Administration  
Jim Johns, Water Operations Manager  
Mike Sovich, Assistant General Manager Engineering & Resources  
Steve Kennedy, Brunick, McElhaney & Beckett  
James Linthicum, Chief Finance Officer  
Esther Romero, Accounting Technician

**Others  
Present**

Ted Carrera, Rowland Water District  
Ken Deck, Rowland Water District  
Ted Ebenkamp, Walnut Valley Water District  
Eric Hitchman, Walnut Valley Water District  
Mike Holmes, Walnut Valley Water District  
Fred Lantz, Pomona Citizen  
Ben Lewis, Golden State Water Company  
Anthony Lima, Rowland Water District  
Davetta Williams, League of Women Voters

**3. Additions to Agenda**

There were no requests for additions to the published agenda.

**4. Reorder Agenda**

There were no requests to reorder the published agenda.

**5. Public Comment [2]**

President Kuhn opened the meeting to receive public comment on agenda items in areas of concern relative to the operations of the Board of Directors. Members of the audience were advised they could speak during this portion of the meeting or during the portion of the agenda where they wished to comment.

Mr. Fred Lantz, Pomona, asked to address the board as it concerned Item 7B – SGVMWD/CIC Interconnection Project. This item was discussed immediately following the approval of Item 6, Consent Calendar.

**6. Consent Calendar [1] [2]**

President Kuhn requested a motion to approve the Consent Calendar that included Item A – Receive and file minutes: April 7, 2010 Project Planning & Development Committee; April 7, 2010 Finance/Personnel Committee; and April 21, 2010 Board of Directors meeting and Annual Budget Workshop; Item B – Receive, Approve and File Financial Reports April 2010; Item C – Approval of directors' monthly payment request forms, April 2010; Item D – Receive and file upcoming events and activities calendar; Item E – Approval of Resolution No. 10-05-653 – Adoption of TVMWD Investment Policy for CY 2010; Item F – Approval to adopt TVMWD Capitalization Policy; and Item G – Approval of Resolution No. 10-05-654 –

Permitting the Registrar-Recorder/County Clerk to render election services for an election of TVMWD to be held on November 2, 2010.

**Motion No. 10-05-4738:** Moved by Director Ruzicka, seconded by Director Horan, to approve the Consent Calendar (Items A-G) for the May 19, 2010 Board of Directors Meeting of the Three Valleys Municipal Water District

Motion No. 10-05-4738 passed 7-0

AYES: Bowcock, De Jesus, Horan, Juarez, Kuhn, Mendoza, Ruzicka  
NOES: None

## 7. General Manager's Report [1] [2]

### A. Project Planning & Development Committee [2]

Discussion from public comment portion of meeting concerning the CIC interconnection continued with staff identifying purpose behind modification to the original agreement approved during the June 18, 2008 board meeting and the intent of the PPD committee during their May 12, 2010 committee meeting.

Modifications to the agreement were necessary in order for MWD to approve the agreement. MWD required that the agreement illustrated how water would be spread within the San Gabriel Valley, and that the beneficiaries are greater than CIC as a single benefactor. As a regional project, like other regional projects that TVMWD has previously approved and participated in, it was prudent from both an economic and operations standpoint that TVMWD manage this project. Regarding Mr. Lantz's concern about setting precedent, this precedent was previously set with the construction of PM 26. TVMWD paid for PM 26 and recovered all related costs via a surcharge to the beneficiaries of this project. The repayment term for PM 26 with a \$20/surcharge took ten years.

### B. SGVMWD/CIC Interconnection Project [1]

Director De Jesus excused himself from the meeting at 8:04 a.m. due to his affiliation with Covina Irrigation Company (CIC).

Mr. Lantz informed the board that he was not opposed to the project in concept, however it was his belief that the staff report from the PPD Committee meeting of May 12, 2010 was understated as to the committee's approval to move forward with the project. Expanded discussion occurred, including clarification by the General Manager and staff, with regard to the initial approval of this project during the June 18, 2008 board meeting through present. Mr. Lantz provided detailed notes regarding his dialogue to the board that will become part of the

district records. As the board considered item 7B Mr. Lantz recommended that the board consider:

- Retention of the board approved payment method of CIC metered service interconnection... CIC/benefitting partners pay the full cost.
- Change order/re-bidding question is solely that of CIC/benefitting partners.
- Assessment of a special surcharge on water deliveries through this service should not be a consideration.

President Kuhn asked Mr. Lantz to clarify and summarize his concerns and requested that his summarized comments regarding the CIC interconnection project be included in the minutes. Mr. Lantz replied that his concerns are that the nature of the agreements have changed from when the project was first introduced and approved by the board during their June 2008 meeting; does TVMWD own all service connections; who pays for the interconnection; and who is the primary recipient of the benefit? It is his belief that CIC is the primary beneficiary of this service connection and they should pay the full cost of the service – the fundamental argument is who pays, “it is fundamentally wrong for the District to pay for a project for a member agency”. Mr. Lantz also indicated that he is not aware of an agreement between TVMWD and CIC regarding the transfer of public funds to pay E.J. Meyers. It is also unclear whether staff has provided the board with the full cost of the project.

Following the preceding discussion regarding this item under both the public comments section and item 7A, PPD Committee, Directors Bowcock and Juarez spoke in favor of the project as presented by staff and would like to move forward with the project.

Director Mendoza asked for clarification about who would pay the surcharge for this interconnection. Staff advised that whoever uses the connection would pay the surcharge, and in fact that one of the first beneficiaries would be TVMWD with the spreading of a large block of water into their 40,000 acre-foot cyclic storage account in the Main San Gabriel Basin.

President Kuhn called for a motion from the board on this item.

~~**Motion No. 10-05-4739:** Moved by Director Bowcock, seconded by Director Horan authorizing staff to proceed with the construction of the SGVMWD/CIC Interconnection Project through the TVMWD Capital Reserve Fund.~~

During the discussion phase of this motion, and prior to the vote, it was determined that amendments were necessary regarding the intent of the motion being considered. Legal counsel was consulted and Directors Bowcock and Horan withdrew their original motion and second.

Legal counsel stated that, if the Board is inclined to proceed with the Project, it is recommended that the minute action of the Board be made substantially in the following form:

Direct staff to move forward with entering into: (1) a contract with E.J. Meyer Company for construction of the interconnection based upon the facts and circumstances described in the written and oral staff report which support the determination by the Board that (a) E.J. Meyer Company qualifies as a sole source contractor due to its unique knowledge of the Project that would result in the efficient and effective completion thereof, and (b) engaging in separate competitive bidding for the construction of the interconnection would be undesirable and impracticable as a matter of public interest since the process would cause an undue delay in the timely completion of the Project; and (2) negotiations with Covina Irrigating Company for evaluation of relative benefits associated with the Project and development of an appropriate financing mechanism to recover the Districts costs for construction of the interconnection.

Director Bowcock moved the amended Motion No. #10-05-4739 as phrased by legal counsel; motion was seconded by Director Horan. Vote was 6-0-1, with Director De Jesus absent after disclosing a possible conflict of interest, recusing himself from discussion of this item and leaving the Board Room.

AYES: Bowcock, Horan, Juarez, Kuhn, Mendoza, Ruzicka  
NOES: None  
ABSENT: De Jesus

Director De Jesus returned to the proceeding at 9:47 a.m.

### **C. Finance/Personnel Committee [2]**

Staff informed that there were several formal actions moved forward by the Finance/Personnel Committee for consideration by the board during their May 12, 2010 committee meeting. These items are being presented below as items D-I.

The board was alerted that the June Finance/Personnel Committee may be cancelled.

### **D. Adoption of FY 2010-11 Budget, Version 5.0 [1]**

Staff presented the FY 2010-11 Budget, Version 5.0 to the board for their consideration and adoption.

**Motion #10-05-4740**: Moved by Director Bowcock, seconded by Director Ruzicka to adopt FY 2010-11 Budget, Version 5.0 as presented.

Motion No. 10-05-4740 passed 7-0

AYES: Bowcock, De Jesus, Horan, Juarez, Kuhn, Mendoza, Ruzicka  
NOES: None

General Manager Hansen acknowledged and thanked the accounting staff and James in particular for an excellent job on completing and producing a lean budget for approval by the board. This is the second consecutive year that the District was able to reduce the budget. Mr. Hansen was also pleased to report that the District recently completed its pre-audit on May 18, 2010. There were not any deficiencies identified by the audit team. The entire accounting department has raised the level at the District.

#### **E. Approval of Resolution No. 10-05-655 – Adoption of Water Rates and Charges for CY 2011 [1]**

Staff reviewed the proposed rates and charges for calendar year 2011 and presented to the board for their consideration and adoption. Staff affirmed that all previous comments and concerns had been addressed with the member agencies and that the member agencies support the rates and charges presented.

**Motion #10-05-4741**: Moved by Director Bowcock, seconded by Director Ruzicka to approve Resolution No. 10-05-655 to adopt water rates and charges for CY 2011.

Motion No. 10-05-4741 passed 7-0

AYES: Bowcock, De Jesus, Horan, Juarez, Kuhn, Mendoza, Ruzicka  
NOES: None

#### **F. Approval to Adopt TVMWD Purchasing Policy [1]**

Staff prepared and presented a formal purchasing policy for the board's consideration and adoption. The District has had an informal policy; however, a request was made by the auditors to implement a written policy.

Staff reviewed the policy and responded to questions. The board was informed that the District has the option to become subject to the Uniform Public

Construction Cost Accounting Act (the Act), the primary benefit of which is to provide for alternative bidding procedures when procuring public project work as follows:

- Public projects ≤ \$30,000 – Negotiated contract or own workforce
- Public Projects > \$30,000 to ≤ \$125,000 – Informal bidding procedures
- Public Projects > \$125,000 – Formal bidding procedures

Additional benefits attained by participating in the Act will allow for streamlining of the award process for public projects, and improved timeliness of project completion, along with a reduction of paperwork redundancy and advertising requirements.

**Motion #10-05-4742**: Moved by Director Bowcock, seconded by Director Ruzicka to adopt the TVMWD Purchasing Policy.

Motion No. 10-05-4742 passed 7-0

AYES: Bowcock, De Jesus, Horan, Juarez, Kuhn, Mendoza, Ruzicka  
NOES: None

#### **G. Approval of Resolution No. 10-05-656 – Electing to become subject to the Uniform Public Construction Cost Accounting Procedures [1]**

Staff informed that part of the mechanics associated with becoming subject to the Uniform Public Construction Cost Accounting Procedures requires adoption of a Resolution. A draft copy of the proposed resolution was presented to the board for their consideration and adoption.

**Motion #10-05-4743**: Moved by Director Bowcock, seconded by Director Ruzicka to approve adoption of Resolution No. 10-05-656 – Electing that TVMWD become subject to the Uniform Public Construction Cost Accounting Procedures.

Motion No. 10-05-4743 passed 7-0

AYES: Bowcock, De Jesus, Horan, Juarez, Kuhn, Mendoza, Ruzicka  
NOES: None

#### **H. Approval of Ordinance Number 10-05-18 – Establishing Informal Bidding Procedures for TVMWD under the Uniform Public Construction Cost Accounting Procedures [1]**

Staff informed that part of the mechanics associated with becoming subject to the Uniform Public Construction Cost Accounting Procedures requires establishing

Informal Bidding Procedures for TVMWD. This action must be done by Ordinance.

Staff presented a draft copy of the Ordinance No. 10-05-18 – Establishing Informal Bidding Procedures for TVMWD under the Uniform Public Construction Cost Accounting Procedures to the board for their consideration and approval.

**Motion #10-05-4744:** Moved by Director Bowcock, seconded by Director Ruzicka to approve Ordinance Number 10-05-18 – Establishing Informal Bidding Procedures for TVMWD under the Uniform Public Construction Cost Accounting Procedures.

Procedurally adoption of an Ordinance requires a roll call vote. The executive assistant reviewed Ordinance No. 10-05-18 that was before the board for their vote and requested their voice vote AYE or NO for the approval of Ordinance No. 10-05-18. The results of the roll call vote follow:

Division	Director	AYE	NO
1	Luis Juarez	X	
2	David De Jesus	X	
3	Brian Bowcock	X	
4	Bob Kuhn	X	
5	Joseph Ruzicka	X	
6	John Mendoza	X	
7	Dan Horan	X	

Motion No. 10-05-4744 passed 7-0

**I. Approval to Adopt Resolution No. 10-05-657 to Initiate Proceeding to Fix, Adjust, Levy and Collect a Water Standby Charge [1]**

Staff presented the board with draft Resolution No. 10-05-657 to Initiate Proceeding to Fix, Adjust, Levy and Collect a Water Standby Charge in the 2010-11 tax year for their consideration and adoption.

TVMWD first adopted a standby charge in 1996 for the purpose of collecting the revenue to cover the MWD Readiness-To-Serve charges. Each year since that time TVMWD has adopted a standby charge to cover this pass-through cost. Adoption of the resolution by the board initiates the proceeding to accomplish this. If approved, the proposed rate for a typical residential homeowner will be \$15.55.

A public meeting will be held during the board's regular meeting on June 16, 2010 to respond to any protests associated with the standby charge. A public

hearing will be opened during a special board meeting on July 14, 2010 at 6:00 pm to adopt the standby charge.

Staff has prepared the required notices to be published in a newspaper of general circulation. The first notice will be published for three consecutive weeks on May 26, June 2 and June 9 respectively. The second notice will be published two consecutive weeks on June 30 and July 7 respectively. Notices will be published in both the Inland Valley Daily Bulletin and San Gabriel Valley Newspaper. Copies of both notices are available for review at the District office.

**Motion #10-05-4745**: Moved by Director Bowcock, seconded by Director Ruzicka to adopt Resolution No. 10-05-657 to Initiate Proceeding to Fix, Adjust, Levy and Collect a Water Standby Charge.

Motion No. 10-05-4745 passed 7-0

AYES: Bowcock, De Jesus, Horan, Juarez, Kuhn, Mendoza, Ruzicka  
NOES: None

**J. Increased State Water Project Allocation [2]**

Staff provided the board with a copy of correspondence received from the General Manager of Metropolitan Water District of Southern California dated May 3, 2010 indicating that the California Department of Water had increased its 2010 allocation of State Water Project deliveries to 40% from the original 30%. There are indications that this allocation could increase to 45-50% and may be positively impacted further as a result of the recent favorable biological opinion in the Delta from Judge Wanger.

**K. Election Results; Local Agency Formation Commission (LAFCO) Special District Representative and Alternate [2]**

Staff provided the board with a copy of a letter received from Special Counsel for LAFCO regarding the final ballot count of their election held on April 16, 2010. Mr. Jerry Gladbach ran unopposed and was appointed as the LAFCO representative with his term ending May 2014. Ms Lillian Kawaski received the majority vote and was appointed as the LAFCO Alternate with her term ending May 2014.

**L. Calendar Year Imported Water Purchases – Tier 1 & WSAP Updates [2]**

Staff informed the board that the District is in good shape and not expected to exceed its Tier 1 or WSAP allocations. The member agencies have contributed to this process and have done an excellent job in conservation. We are also beginning to see a shift in behavior of usage due to the impacts of Tier 2 pricing structures from our member agencies.

There is currently a paradigm shift occurring and we are in a new world of looking at demand. The District has been reviewing its projections and working closely with the member agencies to determine where they see their role and demand for water. We are seeing there is a less reliable supply from MWD, agencies are spending greatly on their own local projects and there is a fine balancing act going on with the supply/demand and cost of water.

An inquiry was made as to whether the increased state water allocation will impact the Water Supply Allocation (WSA) slated for July 1, 2010. Staff informed that it is not expected to affect the WSA and that it is anticipated that the WSA will be issued at a Level 2 allocation (15%).

### **M. Miramar Operations Report – April 2010 [2]**

Staff reported highlights from the April 2010 Miramar Operations Report as follows:

- Water quality continues to be outstanding in all key areas.
- Water production was on target with a total of 1,821.7 AF production purchased by plant and 1,392.60 AF production sold by plant.
- A total of 490 AF was spread at the San Antonio Spreading Grounds (SASG); spreading began on April 1, 2010.
- For the month there was a net loss of 11.5 AF attributed to maintenance on the reservoirs.
- Miramar Well produced 72.5 AF for the month of April; year-to-date 588.45 AF has been produced.
- Monthly sales majority to Joint Water Line with balance to City of La Verne and Golden State Water Company and spreading at SASG.
- Hydro-generation for month of April is good; year-to-date still higher than budget, due to Miramar Hydro and water sales to City of La Verne and Joint Water Line. Fulton Hydro was down for repairs and is back on line.
- Miscellaneous/special activities during the month of April included:
  - Staff continues to monitor the media loss from filters #3 and #6. A decision will be made by the end of April whether the backwash adjustments have resolved the media loss issue. Once determination is made, the balance of the filters will be topped off with new media.

8327

- Staff assisted the consultant with gathering information for the arc flash study that will enhance safety in the workplace.
- Staff completed modifications to the eyewash stations that will enhance safety in the workplace.
- A contractor was hired to remove a hive of honey bees from the chlorine/ammonia building.
- Staff participated and presented at the Citrus College Water Awareness Day on April 14, 2010.
- There were a total of seven deliveries through the west gate.

## **8. Directors' Comments/Reports [2]**

### **A. Local Agency Formation Commission (LAFCO)**

Director Ruzicka participated at the May 12, 2010 LAFCO meeting. Three main issues were discussed – A review of the election results from the April 16, 2010 election. The executive director submitted the FY budget for himself and eight employees that included a tentative COLA. The budget is available for review by any interested party. At LAFCO each county belongs to network called CA-LAFCO and there were concerns expressed that the north counties have a greater influence than the southern counties. As a result LAFCO is presently considering reorganization efforts. A copy of the reorganizational structure was available for review.

### **B. PWR Joint Water Line Commission**

Director Horan reported that everything is running smoothly at the PWR Joint Water Line.

### **C. Six Basins Watermaster Report**

Director Bowcock reported on the Centennial event hosted by PVPA on May 15, 2010. TVMWD was well represented with three directors present. Proclamations for PVPA's efforts were presented by both TVMWD and the Six Basins Watermaster.

### **D. Main San Gabriel Basin Watermaster Report**

Director Bowcock did not have a report for the Main San Gabriel Basin Watermaster as the meeting was in direct conflict with the PPD Committee for the month of May.

## **E. Chino Basin Watermaster Report**

Director Kuhn informed that the court date on the Non-Ag Pool issues has been delayed. A Personnel Committee meeting has been called to evaluate the General Manager.

## **F. San Gabriel Basin Water Quality Authority (WQA)**

WQA directors Bob Kuhn and Greg Nordback, WQA Chairman along with Randy Schoellerman, Assistant Executive Director/Senior Engineer, met with Assemblymembers Ed Hernandez and Mike Eng who are threatening an early sunset of the WQA if certain structural changes are not made; it has been suggested that the WQA realign with the Upper San Gabriel Valley Municipal Water District. An outline of the structural changes to be made has been completed and will continue to be reviewed by the board as the next course of action is determined.

The board has signed a new two year contract with the Executive Director that has been renegotiated and approved to replace the agreement that expires on July 1, 2010.

Director Kuhn informed that in 2015 that the WQA is scheduled to renegotiate all the agreements with the Potential Responsible Parties (PRPs) in the Baldwin Park Operable Unit (BPOU).

## **G. MWD Board Report**

During the April 2010 Board meeting MWD adopted a two-year rate structure at 7.5/7.5% and approved their budget for FY 2010-11. Staff was directed to reduce the budget by \$20 million to meet the cost of service, with a caveat that staff return to the board in June with a plan to restore the \$2 million taken from conservation.

The board also requested that staff prepare a draft of the FY 2011-12 budget and to be available to review it in the next few months; a full review of the FY 2011-12 budget will begin June 2011.

The board authorized the water conservation plan for FY 2010-11. The board also approved a new three year contract for the regional conservation project not to exceed \$120 million.

Of special note, the labor costs are not included in the current budget or proposed budget, as they are subject to ongoing negotiations. A tentative 18 month MOU was approved by the union(s) that includes retroactive payment of a 2% increase effective July 2009 through CY 2010. The

budget will eliminate 32 current and vacant positions that are already funded.

#### **H. Additional Board Member Activities Report**

Director Bowcock informed that he has been working with a new group that is now looking at ultraviolet filtering for the El Corazon project. He is requesting assistance from TVMWD lab in testing the water.

Director Mendoza informed that he was in attendance at the May 17, 2010 Pomona City Council meeting where a Water Stewardship Committee was established that includes three council members who have been assigned to meet with water officials to stay better informed of water projects. Those council members assigned to the Committee included: Danielle Soto, Paula Lantz and Christine Carrizosa. Director Kuhn requested that staff be available to assist and keep the Committee informed.

Director Juarez informed that he will personally speak to each of the Water Stewardship Committee members and invite them to participate at the District's board meetings and other related events.

Director Juarez informed that as part of the Youth and Family Master Plan that the Pomona Unified School District will be conducting a Science and Math Expo at the Fairplex on June 12, 2010. TVMWD will have a booth at the event. IPoly High School has been approached about having their solar boat on display.

Director Bowcock informed on the recent ACWA / JPIA election results: Chair: E.G. "Jerry" Gladbach (Castaic Lake Water Agency); Vice Chair: Tom Cuquet (South Sutter Water District); Joe Dion (Citrus Heights Water District); W. D. "Bill" Knutson (Yuima Municipal Water District); Melody McDonald (San Bernardino Valley Water Conservation District); Charles Muse (Helix Water District); Randy Record (ACWA Vice President); Lou Reinkens (Tahoe City Public Utility District); two vacancies.

Director Ruzicka informed that during his volunteer effort at Solar Cup this past weekend he heard from many parents thanking him for the goodwill that TVMWD was extending to their children. He wanted to especially commend Cindy De Chaine for her efforts with Solar Cup and another successful year.

#### **9. Closed Session [2]**

The Board adjourned to closed session at 9:50 a.m.

President Kuhn informed that they would be discussing the following items:

1. Conference with Legal Counsel – Existing Litigation (Gov't Code Section 54956.9(a) – Chino Basin Municipal Water District v. City of Chino et.al.
2. Conference with Legal Counsel – Existing Litigation (Gov't Code Section 54956.9(a) – Upper San Gabriel Valley Municipal Water District v. City of Alhambra et.al.
3. Conference with Legal Counsel – Existing Litigation (Gov't Code Section 54956.9(a) – Southern California Water Company v. City of La Verne, et.al.
4. Conference with Real Property Negotiators (Gov't Code Section 54956.8) – District Negotiator Richard W. Hansen, General Manager; Negotiating parties: Cadiz; Under negotiation: price and terms of cost sharing

#### 10. Report on Closed Session Action Taken [2]

The Board reconvened at 10:30 a.m.

With regard to Item #1 – Chino Basin Municipal Water District v. City of Chino, et.al. – there was no reportable action taken.

With regard to Item #2 – Upper San Gabriel Valley Municipal Water District v. City of Alhambra, et.al. – there was no reportable action taken.

With regard to Item #3 – Southern California Water Company v. City of La Verne, et.al. – **The Board of Directors unanimously authorized the purchase of 25 acre-feet of Base Annual Production Rights by the District from the City of La Verne under the Six Basins Watermaster Judgment at a cost of \$287,500.**

With regard to Item #4 – Conference with Real Property Negotiators; Cadiz – price and terms cost sharing - **The Board of Directors unanimously authorized the General Manager to move forward with negotiation of agreement with Cadiz at a cost of \$125,000 for the development of environmental review documents that will potentially be used for the project.**

## 11. Future Agenda Items [2]

Discussion regarding expense reporting process and the consistency of what meetings can be charged for; how reports are completed; what information should be included; the value of different meetings that are charged.

Discussion regarding orientation process when new board members are elected/appointed to the board.

## 12. Adjournment [2]

Director Kuhn adjourned the meeting at 10:31 a.m. to a Regular Board Meeting at 8:00 a.m. on Wednesday, June 16, 2010.

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/s/ Bob G. Kuhn  
*President, Board of Directors*  
Three Valleys Municipal Water District

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Recorded by: Victoria A. Hahn  
Executive Assistant