

MINUTES
REGULAR BOARD OF DIRECTORS MEETING
THREE VALLEYS MUNICIPAL WATER DISTRICT

Wednesday, June 6, 2018
8:00 a.m.

1. Call to Order

The Board of Directors meeting of Three Valleys Municipal Water District (TVMWD) was called to order at 8:00 a.m. at the TVMWD office located at 1021 East Miramar Avenue, Claremont, California. The presiding officer was President Bob Kuhn.

2. Pledge of Allegiance

The flag salute was led by President Bob Kuhn.

3. Roll Call

Roll call was taken with the full Board present. Director Dan Horan participated via teleconference.

Directors Present

Bob Kuhn, President
David De Jesus, Vice President
Brian Bowcock, Secretary
Joe Ruzicka, Treasurer
Dan Horan, Director
Carlos Goytia, Director
John Mendoza, Director

Staff Present

Rick Hansen, General Manager
Steve Kennedy, Legal Counsel
Liz Cohn, Senior Financial Analyst
Ray Evangelista, Engineer
Mario Garcia, Chief of Engineering/Operations Officer
Vicki Hahn, District Clerk/Executive Assistant
Kirk Howie, Chief Administrative Officer
Steve Lang, Water Operations Manager
James Linthicum, Chief Finance Officer
Matt Litchfield, Assistant General Manager

Directors Absent

none

Guests and others present: Tom Coleman, Rowland Water District; Director Ted Ebenkamp, Walnut Valley Water District; Director Ed Hilden, Walnut Valley Water District; Erik Hitchman, Walnut Valley Water District; Denise Jackman, Rowland Heights Community Coordination Council; David Lamfrom, National Parks Conservation Association; Director Tony Lima, Rowland Water District; Director Szu Pei Lu-Yang, Rowland Water District; Darron Poulsen, City of Pomona; Dave Warren, Rowland Water District; Brian Teuber, Walnut Valley Water District

4. Additions to Agenda

President Kuhn inquired if there was a need to add items to the agenda. Staff did not have a need to add items to the published agenda.

5. Reorder Agenda

President Kuhn inquired if there was a need to reorder the agenda. Staff reported that Item 7 – Presentation: California Special Districts Association/Special Districts Leadership Foundation has been postponed to the June 20, 2018 meeting.

6. Public Comment

President Kuhn called for any public comment. There being none, the Board continued with the published agenda.

7. Presentation: California Special Districts Association/Special Districts Leadership Foundation

This item was postponed to June 20, 2018.

8. Public Meeting FY 2018-19 Standby Charge

President Kuhn opened the public meeting at 8:02 a.m. Mr. Hansen informed the Board that the public meeting is part of the process that allows TVMWD to adopt a Water Standby Charge. Ms. Cohn provided the staff report. A public meeting was required during this year's cycle to adopt the water standby charge as there was a slight increase in the equivalent dwelling unit (EDU) charge. Notice of the public meeting was published in the *Inland Valley Daily Bulletin* and *San Gabriel Tribune* for three consecutive weeks commencing on May 16, 2018 and ending on June 1, 2018. The charge per EDU should the standby charge be approved following the public hearing scheduled for June 20, 2018 will be \$18.79 per EDU. Staff advised that there have not been any letters of opposition received, or requests to provide testimony at today's meeting. President Kuhn asked if any members of the audience wanted to comment on this matter. There being none the public meeting was closed at 8:05 a.m.

9. General Manager's Report

9.A Review of Salary Schedule Effective July 1, 2018 Pursuant to CalPERS Regulations

Mr. Linthicum provided the Board with the proposed salary schedule for all TVMWD positions effective July 1, 2018. Pursuant to CalPERS regulations the Board must review and approve the salary schedule in a public meeting. All proposed salary ranges were considered as part of the FY 2018-19 budget that was recently adopted. Discussion ensued regarding whether the inclusion of benefits is part of the salary schedule. This salary schedule does not include the benefits information. Mr. Linthicum informed that the TVMWD website does include a link to the California State Controllers website which includes the salary and some of the benefits by position. Another agency, Transparent California does include the same information, and lists employee names as well. Based on discussed at today's meeting, staff was directed to return this item for consideration of approval at the June 20th meeting.

9.B SB562 (Lara) Healthy California Act

President Kuhn requested that this item, related to single payer healthcare be brought before the Board for information. This legislation was introduced in 2017 during year one of the current legislative cycle. It passed through the Senate and was sent over to Assembly before end of the cycle. To date, there has not been any movement to approve this legislation during the current cycle, however it is expected that it may move to committee. Should the bill pass, the cost to the state could be upward of \$400 billion with anticipation of additional taxing to employers (6.7%) and covered employees (2.2%), with the balance being funded by the state. The staff report summarized the pros and cons to business should the legislation pass. TVMWD has not taken any formal action. Staff was directed to continue following this legislation and to provide an update to the Board if the legislation gets traction and begins moving through the committee process. Director Hilden, of Walnut Valley Water District shared an article written by the Health Underwriters Association of California, Los Angeles Times and Orange County Register. President Kuhn suggested that should this item make it to committee, that TVMWD takes an opposition position. President Kuhn requested that a draft letter of opposition to SB 562 be brought to the Board for consideration during the June 20th meeting.

A very brief summary on the outcome of the June 5, 2018 Primary Election was provided. A more thorough update will be covered during the June 20th meeting.

9.C Review Resolution 18-06-DRAFT Surplus Property

As necessary, the Board considers disposition of surplus property semi-annually. The Board was provided with an exhibit of items under consideration for surplus. Discussion ensued regarding the threshold on the value of surplus items that must come before the Board. Staff was directed to work with legal counsel, and to bring back an updated surplus property resolution for consideration during the September meetings. Staff was directed to return the current surplus property resolution to the June 20th meeting for consideration of approval.

9.D Modified Board Meeting Schedule

The Board was asked to review and consider a modified meeting schedule for July/August 2018. With the FY 2018-19 budget approved, there is typically limited business the Board needs to act upon. The proposal before the Board is to cancel all meetings for July/August 2018 as follows: July 4, July 18, August 1 and August 15. In the event business needs arise a special meeting can be called. To keep the Board updated during the summer a monthly packet of information to include draft minutes, financials, expense reports, project updates, operations report, and peak flow reports will be sent each month. Staff was directed to return this item to the June 20th meeting for consideration of approval.

9.E Project Summary Update

The Board was provided with an update of ongoing projects at the District including a photographic presentation of progress. The full report was included as part of the agenda packet and is available upon request.

Mr. Litchfield provided the Board with an update of meetings/activities he has participated in. He has met with four of the member agencies – Walnut Valley Water District, City of La Verne, City of Glendora and Golden State Water Company for the purpose of relationship building and orientation. Additional meetings have been calendared for Rowland Water District, City of Pomona, Mt. San Antonio College, Covina Irrigating Company, and Cal Poly Pomona. Final arrangements are underway to meet with City of Covina, Suburban Water Systems, and Valencia Heights Water District. Mr. Litchfield has also been participating in several related board/committee meetings of agencies surrounding TVMWD – Main San Gabriel Basin Watermaster, Chino Basin Watermaster, Six Basins Watermaster, San Gabriel Valley-Council of Governments, and Walnut Valley Water District. In closing Mr. Litchfield shared he has also been working with staff to orient himself on District operations, budget, finance and capital projects. The Board was advised that staff will be working to coordinate meetings with local agencies that do business with TVMWD over the summer months.

10. Future Agenda Items

The following items were reviewed by the Board and recommended to move forward for consideration of approval at the June 20, 2018 Board Meeting.

- Public Hearing FY 2018-19 Standby Charge
- Approval of salary schedule effective July 1, 2018
- Consider letter of opposition SB 562 (Lara) Healthy California Act
- Approval of surplus property resolution
- Approval of modified board meeting schedule

11. Adjournment

The Board adjourned at 8:50 a.m. to its next regular meeting scheduled for Wednesday, June 20, 2018 at 8:00 a.m.

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

Recorded by: Victoria A. Hahn
District Clerk/Executive Assistant