

MINUTES OF A REGULAR MEETING OF THE BOARD OF DIRECTORS  
**WEST BASIN MUNICIPAL WATER DISTRICT**  
and  
SPECIAL BOARD MEETING  
WEST BASIN FINANCING CORPORATION

January 25, 2010

A regular meeting of the Board of Directors of West Basin Municipal Water District and Special Board Meeting of the West Basin Financing Corporation was held on Monday, January 25, 2010 at 1:00 p.m. at 17140 S. Avalon Blvd., Suite 210, Carson, CA 90746.

President Little called the meeting to order at 1:12 p.m. and presided thereover.

**1. DETERMINATION OF QUORUM.** The following Directors were present: Dear, Gray, Little, and Smith. Also present was General Manager Nagel and District Counsel Steve O'Neill.

**PLEDGE OF ALLEGIANCE.** Ron Gastelum led the pledge.

Director Kwan arrived at 1:15 p.m.

**2. PUBLIC COMMENT AND PRESENTATIONS.** (Members of the public are invited to present comments to the board on matters within the District's jurisdiction but not on the agenda. The public may present comments on agenda items when the matter is called.)

**Ron Gastelum, Southern California Water Committee** – Mr. Gastelum presented an overview on the Southern California Water Committee and the water bond.

The Board recognized Bob Apodaco, Central Basin. Mr. Apodaca thanked the Board for approving a settlement between their agencies and stated he looked forward to working closer with West Basin. Director Gray thanked him for coming.

**3. ITEMS TOO LATE TO BE AGENDIZED** (Determine the need to discuss and/or take action on item(s) introduced that came to the attention of the District subsequent to the posting of the agenda.) None.

**4. METROPOLITAN WATER DISTRICT ACTIVITIES UPDATE** Fernando presented slides on the Water Supply outlook and also stated that MWD will be holding an important workshop on rate setting on January 26, 2010.

**5. UNITED WATER SERVICES UPDATE – ORAL REPORT** – Mark Ervin stated that they are fully staffed at 47. He also reported there have been no reportable incidents in the past 1,543 days, conducted 114 training hours, no environmental spills to report and 12 tours were conducted for the month of January.



Little                      Aye

**ACTION:** Director Little made a motion to elect Charlene Jensen for Secretary and Margaret Moggia for Treasurer, was seconded by Director Dear and approved by the following voice vote:

Kwan                      Aye  
Dear                      Aye  
Smith                      Aye  
Gray                      Aye  
Little                      Aye

Legal counsel stated that the positions for Deputy Secretary and Deputy Treasurer did not need to be filled because staff filled the Secretary and Treasurer positions.

**RECESS TO**

**WEST BASIN FINANCING CORPORATION ANNUAL BOARD MEETING**

**President Little recessed the West Basin Municipal Water District Board meeting to the West Basin Financing Corporation Annual Board meeting at 2:20 p.m. without objection.**

**FINANCING CORPORATION AGENDA**

**A. DETERMINATION OF QUORUM – WEST BASIN FINANCING CORPORATION**

The following Directors were present: Dear, Gray, Little, Smith, and Kwan. Also present was General Manager Nagel and District Counsel O'Neill.

**B. PUBLIC COMMENT.** None.

**ACTION CALENDAR**

**C. CONFIRMATION OF BOARD OFFICERS**

**RECOMMENDATION:** That the Corporation elects the same officers as the West Basin Municipal Water District Board consisting of the following officers:

President  
Vice President  
Treasurer  
Secretary

Board Member

**ACTION:** Director Dear moved to elect Director Gray for President and Director Smith for Vice-President, was seconded by Director Kwan and unanimously approved by the Board.

**ACTION:** Director Smith moved to elect Director Little for Treasurer and Director Dear for Secretary, was seconded by Director Kwan and unanimously approved by the Board.

**ACTION:** Director Dear moved to appoint Charlene Jensen as Deputy Secretary, and Margaret Moggia as Deputy Treasurer, was seconded by Director Kwan and unanimously approved by the Board..

**ADJOURNMENT TO**

**WEST BASIN MUNICIPAL WATER DISTRICT REGULAR BOARD MEETING**

**There being no further business to come before the West Basin Financing Corporation, President Gray adjourned the meeting at 2:45 p.m. without objection.**

**WEST BASIN MUNICIPAL WATER DISTRICT  
AGENDA CONTINUED**

**President Gray reconvened the West Basin Municipal Water District regular Board meeting at 2:45 p.m.**

**President Gray recessed to closed session at 2:45 p.m. without objection.**

**President Gray reconvened the meeting at 3:17 p.m.**

**CONSENT CALENDAR**

**10. APPROVAL OF MINUTES – DECEMBER 17, 2009 (SPECIAL), AND DECEMBER 28, 2009 (REGULAR)**

**11. FINANCIAL REPORT**

**A. Demands** Demand Numbers 1070, 1071, and 1073, 1074, and 1075 and 52377 through 52570, for a total amount of \$10,602774.65 including wire transfers to MWD, Union Bank of California, and Citibank New York.

**B. Cash & Investment**

**C. Water Sales Statements**

**D. Recycled Water Revenue & Expense Summary**

- 12. DEBT PROGRAM**
- 13. UPCOMING OCEAN-FRIENDL GARDEN (OFG) WORKSHOPS**
- 14. COMMUNICATION PLAN – NEW MEDIA**
- 15. PUMP STATION AGREEMENT WITH TORRANCE UNIFIED SCHOOL DISTRICT**
- 16. RECYCLED WATER PIPING IMPROVEMENTS (REQUEST FOR PROPOSALS)**

**ACTION:** Upon a motion duly made by Director Dear and seconded by Director Little the Board approved Consent Calendar Items 10 through 16.

### **ACTION CALENDAR**

**President Gray requested a motion to approve Action Items 18, 19, 21, 24, and 25.**

**ACTION:** Upon a motion duly made by Director Dear and seconded by Director Little, the Board unanimously approved Action Items 18, 19, 21, 24, and 25.

### **17. LA CONSERVATION CORPS REQUEST FOR SPONSORSHIP**

**RECOMMENDATION:** That the Board considers approving a sponsorship for LA Conservations' Annual Spring Luncheon.

**ACTION:** Upon a motion duly made by Director Dear and seconded by Director Kwan, to approve a \$1,500 sponsorship was withdrawn by Director Dear and referred to the February Board meeting.

### **18. EDUCATION PROGRAMS EVALUATION SERVICES CONTRACT**

**RECOMMENDATION:** That the Board authorizes the General Manager to award a contract to the Evaluation and Training Institute for Education Programs Evaluation Services for a total contract amount not-to-exceed \$25,000.

### **19. THE HOOVER POWER ALLOCATION ACT SUPPORT POSITION**

**RECOMMENDATION:** That the Board of Directors approves staff's recommendation to take a support position on the Hoover Power Allocation Act.

### **20. BOARDROOM AND CONFERENCE ROOM FURNITURE**

**RECOMMENDATION:** That the Board authorizes the General Manager to purchase the Board and Conference room furniture with PPG in the amount of \$72,843.

**ACTION:** Upon a motion duly made by Director Dear and seconded by Director Kwan, the Board approved staff recommendation, with Director Smith voting No.

**21. CAPITALIZATION POLICY AMENDMENT**

**RECOMMENDATION:** That the Board approves amending the Capitalization Policy as shown in Exhibit "A".

**22. STANDBY CHARGE PROGRAM – RESOLUTION OF INTENT, DRAFT ENGINEER’S REPORT, AND NEGATIVE DECLARATION**

**RECOMMENDATION:** That the Board approves, adopts, and authorizes the President to sign Resolution No. 01-10-913. "A RESOLUTION OF THE BOARD OF DIRECTORS OF WEST BASIN MUNICIPAL WATER DISTRICT INITIATING PROCEEDINGS FOR THE ESTABLISHMENT OF THE WATER AVAILABILITY OR STANDBY CHARGE FOR THE FISCAL YEAR COMMENCING JULY 1, 2010."

**ACTION:** Upon a motion duly made by Director Kwan and seconded by Director Little, the Board adopted the recommendation, Resolution No. 1-10-913, with Director Smith abstaining.

**23. REIMBURSEMENT RESOLUTION**

**RECOMMENDATION:** That the Board approves, adopts and authorizes the President to sign Resolution No. 01-10-914 "RESOLUTION OF WEST BASIN MUNICIPAL WATER DISTRICT REGARDING ITS INTENTION TO ISSUE TAX-EXEMPT OBLIGATIONS OR BUILD AMERICA BONDS", repealing Resolution No. 06-09-906.

**ACTION:** Upon a motion duly made by Director Kwan and seconded by Director Little, the Board adopted Resolution No. 1-10-914.

**24. BARRIER PUMPS VARIABLE FREQUENCY DRIVE CONSULTANT AWARD**

**RECOMMENDATION:** That the Board authorizes the General Manager to enter into an agreement with Lee and Ro, Inc. for Barrier pumps VFD design consulting services for \$39,962, plus 10% for contingencies, for a total contract amount not-to-exceed \$43,958.

**25. DOMINGUEZ PUMP STATION – LAND LEASE**

**RECOMMENDATION:** That the Board authorizes the General Manager to enter into a land lease agreement with the Carson Companies for approximately 5,000 square feet of land to construct the Dominguez Pump Station in accordance with the agreement’s terms and conditions at a cost of \$18,000 per year plus by a monthly increase calculated by the Consumer Price Index, adjusted every 30 months.