



MEMORANDUM

DATE: 06/06/2011
FROM: Cheryle Rasmussen, Executive Assistant
TO: Peter N. Brostrom/Urban Water Mgmt Plans Coordinator
RE: Urban Water Management Plan

Per your request, please find enclosed a hard copy of the Minutes of the Board of Directors Meeting on December 20, 2010. The Approval of the SGPWA 2010 Urban Water Management Plan is listed under item 6A.

Please contact our office should you need further assistance.

SAN GORGONIO PASS WATER AGENCY
1210 Beaumont Avenue, Beaumont, California 92223
Minutes of the
Board of Directors Meeting
December 20, 2010

Directors Present: John Jeter, President
Ted Haring, Vice President
Bill Dickson, Director
Ray Morris, Director
Barbara Voigt, Director
Carl Workman, Director
David Dysart, Treasurer

Staff Present & Consultant:

Jeff Davis, General Manager
Tom Todd, Jr., Finance Director
Cheryle Rasmussen, Executive Assistant
Ken Falls, Operations & Maintenance Manager
Russ Behrens, General Counsel

1. **Call to Order, Flag Salute and Roll Call:** The meeting of the San Gorgonio Pass Water Agency Board of Directors was called to order by Board President Jeter at 1:30 p.m., December 20, 2010 in the Agency Board Room at 1210 Beaumont Avenue, Beaumont, California. Director Workman led the Pledge of Allegiance to the flag. A quorum was present.
2. **Adoption and Adjustment of the Agenda:** The agenda was adopted as presented.
3. **Public Comment:** There was no public comment at this time.
4. **Consent Calendar:**
 - A. Approval of the Minutes of the Board Meeting, December 6, 2010
 - B. Approval of the Minutes of the Board Engineering Workshop, December 13, 2010

Director Dickson moved, seconded by Director Morris, to approve the items on the consent calendar with correction to the Board Minutes of December 6, 2010. Motion passed unopposed.

5. **Reports:**
 - A. **General Manager's Report:**
 1. **Operations Report:** General Manager Davis reported that the Agency has delivered a total of 65 acre-feet to Little San Gorgonio (LSG) Creek ponds and a total of 245 acre-feet to Beaumont Cherry Valley Water District spreading facility, totaling 310 acre-feet so far this month. LSG is at 1212 acre-feet for the year. Due to the amount of precipitation that the State has received this Fall the State Water Project allocation has been increased to 50%. With the increased allocation, the Agency will be able to deliver 16 cfs on a daily basis next year.

2. Capacity Fee Issues:

(a) General Manager Davis reported that he has met with the retail managers to discuss the issue of the amount of the fee for new water and a resolution was reached, and the ad hoc committee has agreed with the resolution. (b) He suggested some minor changes to the proposed allocation plan and the ad hoc committee agreed with them. (c) General Manager Davis requested a Capacity Fee workshop for January 12, 2011 at 10:00 a.m. President Jeter approved the workshop date and time.

3. State Water Project (SWP) Update: (a) General Manager Davis reported on Federal Judge Wanger's ruling pertaining to the biological opinion that took place on December 14, 2010. (b) Bay Delta Conservation Plan (BDCP): General Manager Davis stated that the State document summarizing the BDCP was very good and that the Federal document was better than expected. (c) Contract Extension: General Manager Davis explained the three options to extend the contract to the Board.

- To sell bonds that expire after 2035.
- To do a contract amendment as part of the DHCCP.
- To do a stand alone contract amendment.

A CEQA document will be required in order to extend the contract. The Contractors are reenergizing their efforts to pursue an extension. (d) General Manager Davis reviewed the AB 32 (state cap-and-trade plan) with the Board. He noted that the guidelines adopted by the ARB will cost the SWP approximately \$25 million in 2012, but the ARB has directed its staff to continue discussions with contractors.

4. General Agency Updates: (1) The Agency's solar power generation project should be completed by the first of the year. (2) The east lawn bid deadline is January 3, 2011. The project should be completed by February 2011.

B. Director's Report: Director Dysart informed the Board that he attended Yucaipa Valley Water District's Board meeting on December 15, 2010 and Beaumont Cherry Valley Water District's Board meeting on December 18, 2010. President Jeter informed the Board that he attended the Cabazon Water District's annual function and noted that Senator Bill Emerson and Supervisor Marion Ashley also attended the event.

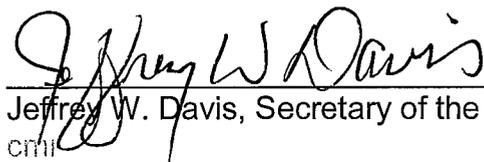
6. New Business:

A. Approval of the 2010 Urban Water Management Plan (UWMP): General Manager Davis reminded the Board that the Agency reviewed the UWMP at the Agency's Engineering Workshop on September 17, 2010, and of the Agency's Public Hearing that was held on November 15, 2010. It is the recommendation of Staff that the Board formally adopt the 2010 Urban Water Management Plan as presented. A motion was made by Director Dysart, seconded by Director Haring to adopt the 2010 Urban Water Management Plan as presented. The motion passed unopposed.

- B. Approval to Apply to be a Monitoring Entity under California State Groundwater Elevation Monitoring Program (CASGEM):** Staff recommended that the Board authorize General Manager Davis to apply, on the Agency's behalf, to be the monitoring entity for the San Geronio Pass and San Timoteo Groundwater Basins. A motion was made by Director Voigt, seconded by Director Haring to authorize the General Manager apply, on behalf of the Agency, to be the monitoring entity for the San Geronio Pass and San Timoteo Groundwater Basins. After discussion, the motion passed unopposed.
- C. Consideration of Declining Board Pay Adjustment (Requested by President Jeter):** A motion was made by Director Voigt, seconded by Director Dickson to decline the Board pay adjustment. After discussion, President Jeter asked for a role call vote. Ayes: Voigt, Morris, Dysart, Dickson and Jeter. Noes: Haring and Workman. The motion passed on a 5 – 2 vote.
- 7. Topics for Future Agendas:** Director Haring expressed his interest in the bond extension and would like more information at an upcoming Board meeting.
- 8. Announcements:**
- A. Office Closed – Christmas Holiday, December 23 & 24, 2010
 - B. Office Closed – New Year's Holiday, December 30 & 31, 2010
 - C. Regular Board Meeting, January 3, 2011 at 1:30 p.m.
 - D. Board Engineering Workshop, January 10, 2011 at 1:30 p.m.

President Jeter invited all attendees to stay for the Board's reception in the Agency's lobby.

- 9. Adjournment:** The meeting adjourned at 2:08 p.m.



Jeffrey W. Davis, Secretary of the Board
cmh