

AGENDA
Borrego Water District Board of Directors
Regular Meeting
June 22, 2016 9:00 a.m.
806 Palm Canyon Drive
Borrego Springs, CA 92004

I. OPENING PROCEDURES

- A. Call to Order
- B. Pledge of Allegiance
- C. Roll Call
- D. Approval of Agenda (1-2)
- E. Approval of Minutes
 - Special meeting of May 17, 2016 (4-5)
 - Regular meeting of May 25, 2016 (6-9)
- F. Comments from Directors and Requests for Future Agenda Items
- G. Comments from the Public and Requests for Future Agenda Items (comments will be limited to 3 minutes)
- H. Correspondence: Letter from Anza Borrego Foundation (10)
Letter from Christmas Circle Park (11)

II. CURRENT BUSINESS MATTERS

- A. Discussion and possible approval of special consideration of Country Club sewer pipeline (12-14)
- B. Discussion and possible approval for change order by Dudek (15)
- C. Discussion and possible approval of Support for Water Quality Risk Assessment Cost Analysis by Dudek (16-31)
- D. Discussion and possible action regarding the Due Diligence Committee's draft of the components for the Request for Proposal (RFP) to hire a consultant for developing the Groundwater Sustainability Plan (GSP) for the Borrego Valley Groundwater Basin (Borrego Basin) that meets not only the regulatory requirements of the Sustainable Groundwater Management Act (SGMA) but that also addresses the business requirements of the District to provide potable water to its municipal customers; (32-35)
- E. Discussion and possible action regarding Jerry's list of incomplete deliverables for the Borrego Water Coalition (the Coalition) ongoing negotiations; (36)
- F. Discussion of transition requirements for the location and publishing of existing District data required for the SGMA-required GSP;
- G. Discussion and possible action regarding GSP planning assumptions, given the Borrego Basin boundary adjustment and the California Department of Water Resources' (DWR) plan to not rule on this request until 2017;
- H. Discussion and potential action for hiring a consultant to assess the District's potential potable water supply liability (water supply shortage over time under SGMA) and development of a schedule for acquiring new capacity for its existing customer base; (37)
- I. Discussion and potential action for hiring a consultant to forecast the District's ability to provide municipal water for the inventory of present un-built lots under the County's current zoning, and any potential additional lots under the County's current up-zoning requests;
- J. Discussion and potential action for tasking the District's engineer to develop a brief that definitively answers the question of whether the State Water Resources Control Board (SWRCB) will accept mixing as a strategy for meeting potable water quality standards;

- K. Discussion and potential action regarding hiring a consultant to develop a forecast of future water quality changes necessary for: (1) establishing the District's eligibility for low cost financing for its proposed mixing and centralized storage CIP; (2) establishing an economically-driven timeframe to reach sustainability before the District's municipal customers are liable for the costs of advanced treatment to meet the State's drinking water quality standards; (38-39)
- L. Discussion and potential action for hiring a consultant to establish a draft benchmarking protocol for reductions under SGMA and ongoing well metering program implementation and data collection standards for ongoing discussions with the Coalition. *Note: a cap on annual withdrawals is necessary under SGMA to meet reduction requirements and is also necessary for water credits (an accounting of permanent acre-feet per year [AFY] withdrawals from the basin) to have any validity or value under SGMA;*
- M. Discussion and potential action for hiring a consultant to develop a draft set of market rules to update the District's water credit program that will enable the District to secure adequate potable supply for its present and future customers under SGMA (the District will need to acquire new supply under SGMA through water market transactions). *Note: water markets need clear rules to function fairly and efficiently;* (40-41)
- N. Discussion and potential action for hiring a consultant to develop a model for estimating the economic value of water credits (a permanent reduction in the use of an AFY of water from the basin) under a variety of scenarios over the estimated 20-years timeframe of SGMA); (42-43)
- O. Discussion and potential action for engaging the District's Department of Water Resources (DWR) grant to engage the Center for Collaborative Policy (CCP) regarding the formation of a Water Advisory Committee to assist the Groundwater Sustainability Agencies (GSAs) in developing a GSP in a timely fashion, given the critical nature of the Borrego Valley Groundwater Basin's overdraft;
- P. Discussion and possible action regarding Jerry's list of critical District non-SGMA-related business issues for FY 2017;
- Q. Update, discussion, and potential action regarding the District's ability to update its billing software system in a timely and economically advantageous fashion, given the delays and operational risks introduced by its present software vendor;
- R. Discussion and possible action regarding the District's ongoing public education program.
- S. Discussion and Consideration of Recommendation of Personnel Committee for General Manager selection; approval of appointment of General Manager.
- T. Review of planning calendar (44-45)

III. STAFF REPORTS

- A. Financial Reports –
- B. General Manager / Operations Report
- C. Water and Wastewater Operations Report – May 2016 (46)
- D. Water Production/Use Records – May 2016 (47-50)

IV. ATTORNEY'S REPORT

V. COMMITTEE REPORTS & PROPOSALS:

Ad Hoc Committees

- | | |
|---------------------------------------|----------------------|
| 1. Audit Committee | (L. Brecht, Tatusko) |
| 2. Due-Diligence | (L. Brecht, Tatusko) |
| 3. Strategic Planning Committee | (Hart, L. Brecht) |
| 4. Executive Committee | (Estep, Hart) |
| 5. Operations & Maintenance Committee | (Delahay, Tatusko) |

- 6. Parks Committee (Hart, Estep)
- 7. CFD Committee (Estep, Delahay)
- 8. Conservation Committee (Hart, Tatusko)
- 9. Personnel (Hart, Tatusko)

VI. INFORMATIONAL ITEMS

- A. Email from A. Keslin, Policy Advisor, Chairman Bill Horn (51)

VII. CLOSED SESSION

- A. **(10:30 a.m.) PUBLIC EMPLOYEE APPOINTMENT – (Government Code Section 54957):**
Title: General Manager

- B. **(1:00 p.m.) Conference with Legal Counsel – Anticipated Litigation**
Significant exposure to litigation pursuant to paragraph (2) of subdivision (d) of Government Code section 54956.9. One potential case.

VIII. CLOSING PROCEDURE

The next Special Meeting of the Board of Directors is scheduled for July 19, 2016 at the Borrego Water District
The next Regular Meeting of the Board of Directors is scheduled for July 27, 2016 at the Borrego Water District

