

MINUTES OF A REGULAR MEETING OF THE BOARD OF HARBOR COMMISSIONERS OF THE CITY OF LONG BEACH, HELD IN THE BOARD ROOM OF THE HARBOR DEPARTMENT ADMINISTRATION BUILDING AT 925 HARBOR PLAZA, LONG BEACH, CALIFORNIA, ON MONDAY, AUGUST 1, 2005, AT 1 P.M.

Present: Commissioners: Walter, Hancock, Cordero, Hankla, Topsy-Elvord
Absent: " None

Also present:

R. D. Steinke	Executive Director
G. Knatz	Managing Director
S. B. Rubin	Managing Director
T. Teofilo	Managing Director
G. T. Hein	Executive Officer to the Board
D. A. Thiessen	Chief Harbor Engineer
T. K. Whitesell	Director of Administration
H. C. Morris	Director of Communications
M. J. Slavin	Chief Financial Officer
D. L. Albrecht	Director of Information Management
W. D. Bower	Acting Director of Maintenance
R. G. Kanter	Director of Planning
K. J. McDermott	Director of Properties
C. Perrone	Director of Security
D. B. Snyder	Director of Trade & Maritime Services
C. A. Kemp	Director of Community Relations
C. M. Gale	Deputy City Attorney

PRESIDENT TOPSY-ELVORD PRESIDED AS CHAIRPERSON.

APPROVAL OF MINUTES.

Upon motion by Commissioner Hancock, seconded by Commissioner Walter and unanimously carried, the minutes of the regular meeting of July 25, 2005, were declared read and approved as read.

Commissioner Cordero left the meeting.

CONSENT CALENDAR – ITEMS NOS. 1-5.

1. QUALITY FENCE COMPANY - EXECUTIVE DIRECTOR AUTHORIZED TO EXECUTE FIRST AMENDMENT TO CONTRACT FOR INSTALLING AND PROVIDING FENCING MATERIAL - DOCUMENT NO. HD-6830A.

Communication from D. A. Thiessen, Chief Harbor Engineer, dated July 27, 2005, requesting approval of an amendment to Contract with Quality Fence Company

for installing and providing fencing material, for a time extension to August 31, 2006, was presented to the Board. The request was approved by the Executive Director.

2. LEVEL I HARBOR DEVELOPMENT PERMITS – RECEIVED AND FILED.

Communication from Robert Kanter, Director of Planning, by L. L. Cottrill, dated July 26, 2005, requesting that the following Level I Harbor Development Permits be received and filed:

HDP #05-056	Port of Long Beach – Vapor Recovery System Upgrade
HDP #05-058	Port of Long Beach – Bridge Girder Repair
HDP #05-059	Roadlink, USA – Modular Office Installation
HDP #05-061	ARCO Terminal Services Corp. – Pipeline Inspection
HDP #05-065	Tidelands Oil Production Company – Emergency Pipeline Repair

was presented to the Board. The request was approved by the Executive Director.

3. CALSTART - EXECUTIVE DIRECTOR AUTHORIZED TO EXECUTE FIRST AMENDMENT TO CONTRACT TO CONDUCT A LIQUEFIED NATURAL GAS YARD HOSTLER DEMONSTRATION PROJECT – DOCUMENT NO. HD-6855A.

Communication from Robert Kanter, Director of Planning, by L. L. Cottrill, dated July 27, 2005, requesting approval of an amendment to Contract with CalStart to conduct a liquefied natural gas (LNG) yard hostler demonstration project, extending the term to July 31, 2006, was presented to the Board. The request was approved by the Executive Director.

4. HARBOR REVENUE FUND – APPROVAL OF FUND TRANSFER JOURNALS AND AUTHORIZATION OF TRANSFER OF FUNDS.

Communication from Michael J. Slavin, Chief Financial Officer, dated July 27, 2005, submitting the following Fund Transfer Journals received from the Department of Financial Management:

<u>AMOUNT</u>	<u>DESCRIPTION</u>
968,550.78	Employee Benefits and Insurance Funds – transfer of the June 2005 cost of employees' fringe benefits. This transfer includes three payroll periods, May 27, June 10, and June 24, 2005

684,812.00	Fire Department – Fire Boats for July 2005 Fire Department – Fire Stations for July 2005
7,368.50	Fire Department – vessel patrol charges for July 2005
187,009.00	Police Department – police services for May 2005
134,976.55	Gas, water, and sewer charges for June 2005
2,663.29	Reprographics for June 2005
64.00	Fingerprinting for June 2005
14,290.81	Utility user's tax billed for June 2005
177.13	Energy Department – Compressed Natural Gas (CNG) usage for June 2005

was presented to the Board. The Fund Transfer Journals were approved by the Executive Director.

5. E. DEL SMITH & COMPANY DBA SMITH, ESPOSITO & LYERLY - EXECUTIVE DIRECTOR AUTHORIZED TO EXECUTE SECOND AMENDMENT TO CONTRACT FOR WASHINGTON, D.C. REPRESENTATION SERVICES – DOCUMENT NO. HD-6873B.

Communication from Carl Kemp, Director of Community Relations & Government Affairs, dated July 28, 2005, requesting approval of an amendment to Contract with E. Del Smith & Company dba Smith, Esposito & Lyerly, for Washington, D.C., representation services to secure funding for the Gerald Desmond Bridge/I-710 freeway project, was presented to the Board. The request was approved by the Executive Director.

Commissioner Hancock moved, seconded by Commissioner Walter that the communications be received and filed and that Items Nos. 1-5 be approved as recommended. Carried by the following vote:

AYES:	Comms:	Walter, Hancock, Hankla, Topsy-Elvord
NOES:	"	None
ABSENT:	"	Cordero

REGULAR AGENDA.

6. FINANCIAL STATEMENTS FOR THE LONG BEACH HARBOR DEPARTMENT FOR THIRD QUARTER ENDED, JUNE 30, 2005 – RECEIVED AND FILED.

Communication from Michael J. Slavin, Chief Financial Officer, dated July 27, 2005, requesting the financial statements for the Long Beach Harbor Department for the third quarter ended June 30, 2005, be received and filed, was presented to the Board. The financial statements were approved by the Executive Director.

Commissioner Hankla moved, seconded by Commissioner Walter that the communication and financial statements transmitted therewith be received and filed. Carried by the following vote:

AYES:	Comms:	Walter, Hancock, Hankla, Topsy-Elvord
NOES:	"	None
ABSENT:	"	Cordero

7. HARBOR DEPARTMENT BUDGET FOR FISCAL YEAR 2005-2006 – RESOLUTION NO. HD-2263 - ADOPTED.

Communication from Michael J. Slavin, Chief Financial Officer, dated July 26, 2005, requesting approval of the Harbor Department Budget for fiscal year 2005-2006, was presented to the Board together with the authorizing resolution therefore. The recommendation was approved by the Executive Director.

Commissioner Hankla moved, seconded by Commissioner Walter that the communication be received and filed, that the resolution entitled, "A RESOLUTION OF THE BOARD OF HARBOR COMMISSIONERS ADOPTING THE ANNUAL BUDGET FOR THE LONG BEACH HARBOR DEPARTMENT FOR THE FISCAL YEAR 2005-2006," be declared read and adopted as read; and that the Executive Director be authorized to submit said resolution to the City Council for approval. Carried by the following vote:

AYES:	Comms:	Walter, Hancock, Hankla, Topsy-Elvord
NOES:	"	None
ABSENT:	"	Cordero

8. RESOLUTION AUTHORIZING THE TRANSFER OF FUNDS TO THE TIDELANDS OPERATING FUND – RESOLUTION NO. HD-2264 - ADOPTED.

Communication from Michael J. Slavin, Chief Financial Officer, dated July 26, 2005, submitting the resolution for transferring 10% of the net income of the Harbor Department, in the amount of \$9,499,689, to the Tidelands Operating Fund pursuant to City Charter Section 1209(C)(4), was presented to the Board together with the authorizing resolution therefore. The submission was approved by the Executive Director.

Commissioner Hancock moved, seconded by Commissioner Walter that the communication be received and filed and that the resolution entitled, "A RESOLUTION OF THE BOARD OF HARBOR COMMISSIONERS OF THE CITY OF LONG BEACH

APPROVING, UPON CERTAIN FINDINGS, THE TRANSFER OF \$9,499,689 FROM THE HARBOR REVENUE FUND TO THE TIDELANDS OPERATING FUND PURSUANT TO THE PROVISIONS OF SECTION 1209(C)(4) OF THE CHARTER OF THE CITY OF LONG BEACH," be declared read and adopted as read. Carried by the following vote:

AYES:	Comms:	Walter, Hancock, Hankla, Topsy-Elvord
NOES:	"	None
ABSENT:	"	Cordero

9. RESOLUTION RESETTING THE REGULAR MEETING OF MONDAY, AUGUST 8, 2005 – RESOLUTION NO. HD-2265 - ADOPTED.

Communication from Gustav T. Hein, Executive Officer to the Board, dated July 27, 2005, recommending adoption of a resolution authorizing resetting the regular meeting time of the Monday, August 8, 2005, Board meeting to 9:00 a.m., was presented to the Board together with the authorizing resolution therefore. The recommendation was approved by the Executive Director.

Commissioner Hancock moved, seconded by Commissioner Walter that the communication be received and filed and that the resolution entitled "A RESOLUTION OF THE BOARD OF HARBOR COMMISSIONERS OF THE CITY OF LONG BEACH SUSPENDING RULE 1(B) AS SET FORTH IN HARBOR DEPARTMENT RESOLUTION NO. HD-519, AS AMENDED, RELATING TO THE MEETING SCHEDULE OF THE BOARD OF HARBOR COMMISSIONERS, AND RESETTING THE TIME OF THE REGULAR MEETING OF AUGUST 8, 2005," be declared read and adopted as read. Carried by the following vote:

AYES:	Comms:	Walter, Hancock, Hankla, Topsy-Elvord
NOES:	"	None
ABSENT:	"	Cordero

Commissioner Cordero returned to the meeting.

10. RESOLUTION ESTABLISHING A GREEN PORT INFRASTRUCTURE RESERVE ACCOUNT – RESOLUTION NO. HD-2266 - ADOPTED.

Communication from Steven B. Rubin, Managing Director, dated July 25, 2005, recommending adoption of a resolution establishing a Green Port Infrastructure Reserve Account, with an initial amount of \$100 million, was presented to the Board together with the authorizing resolution therefore. The recommendation was approved by the Executive Director.

Commissioner Walter moved, seconded by Commissioner Hancock that the communication be received and filed and that the resolution entitled "A RESOLUTION OF THE BOARD OF HARBOR COMMISSIONERS OF THE CITY OF LONG BEACH

ESTABLISHING AN ACCOUNT OF THE HARBOR REVENUE FUND ENTITLED GREEN PORT INFRASTRUCTURE RESERVE ACCOUNT," be declared read and adopted as read. Carried by the following vote:

AYES:	Comms:	Walter,Hancock,Cordero,Hankla,Topsy-Elvord
NOES:	"	None
ABSENT:	"	None

NEW BUSINESS.

SERVICE PIN RECOGNITION.

The following were presented to the Board in recognition of their service to the City:

Patricia Robinson, Cargo Audit Clerk III	25 Years
Robert Kanter, Director of Planning	15 Years

President Topsy-Elvord congratulated the service pin recipients on their years of service.

INTRODUCTIONS.

Mr. Rubin stated the Port is participating in the City management assistant program. He introduced Mr. Michael Vanderbeek and stated he will be dedicated to the Port for one year. Additionally, Mr. Rubin introduced Ms. Renee Moilanen and stated she will be at the Port on a three month rotation.

President Topsy-Elvord welcomed Mr. Vanderbeek and Ms. Moilanen.

RECOGNITION.

President Topsy-Elvord acknowledged and thanked Mr. Bill Bower, Assistant Director of Maintenance, who over the past 10 months has been serving as the acting Director. She stated his hard work and dedication to the Harbor Department is greatly appreciated.

ANNOUNCEMENTS.

Mr. Hein announced that at the August 1, Board meeting, Mr. Snyder and Ms. Morris will give an update presentation on the PierPass Program.

Additionally, Mr. Hein stated Mr. Del Smith from Smith, Esposito and Lyerly will be here presenting a legislative update.

ADJOURN IN MEMORY OF GEORGE SEUFERT.

At 2:10 p.m., Commissioner Hankla moved, seconded by Commissioner Cordero that the meeting be adjourned sine die in memory of former employee George Seufert. Mr. Seufert retired from the City, in 1981, after 27 years of service and he held the position of Director of Maintenance from 1977 through 1981. He is survived by his wife, Anna, daughter, Diana Hall, sons, Dana, and Timothy. Carried by the following vote:

AYES:	Comms:	Walter, Hancock, Cordero, Hankla, Topsy-Elvord
NOES:	"	None
ABSENT:	"	None

**MINUTES
REGULAR MEETING OF THE BOARD OF WATER COMMISSIONERS
LONG BEACH, CALIFORNIA
JULY 28, 2005**

The Board of Water Commissioners of the City of Long Beach met in the Board Room of the Administration Building, 1800 E. Wardlow Road, Long Beach, California, on July 28, 2005. The meeting was called to order at 9:15 a.m. by President Hansen

PRESENT:	Helen Z. Hansen	Commissioner
	Stephen T. Conley	Commissioner
	Frank Clarke	Commissioner
	William B. Townsend	Commissioner
	Donna F. Gwin	Senior Deputy City Attorney
	Kevin L. Wattier	General Manager
	Ryan J. Alsop	Manager, Government & Public Affairs
	Kenneth A. Walker	Manager, Administration
	Paul T. Fujita	Director of Finance
	Robert Villanueva	Division Engineer
	Robert V. Swain	Division Engineer
	Reymundo Trejo	Civil Engineer
	April Turnbull	Administrative Analyst III
	Juan F. Garza	Administrative Analyst I
	Melissa L. Keyes	Administrative Projects Coordinator
	Carolyn A. Hill	Senior Secretary

ABSENT: None

1. PLEDGE OF ALLEGIANCE

Kenneth A. Walker, Manager, Administration, led the Board and audience in the Pledge of Allegiance.

2. APPROVAL OF MINUTES

July 7, 2005

A motion was made by Commissioner Clarke and seconded by Commissioner Townsend to approve the Minutes of the Regular Meeting of July 7, 2005. The motion was carried by the following vote:

AYES:	COMMISSIONERS:	<u>HELEN HANSEN, FRANK CLARKE,</u>
		<u>WILLIAM TOWNSEND,</u>
NOES:	COMMISSIONERS:	<u>NONE</u>
ABSENT:	COMMISSIONERS:	<u>STEPHEN CONLEY</u>
ABSTAIN:	COMMISSIONERS:	<u>NONE</u>

3. PUBLIC COMMENT

President Hansen opened the public comment period. As there were no requests to address the Board, the public comment period was closed.

Please Note: The following Minutes reflect the order in which items on the agenda were addressed by the Board.

12. **REQUEST AUTHORIZATION FOR THE BOARD PRESIDENT TO SEND A LETTER TO GOVERNOR SCHWARZENEGGER ENCOURAGING THE DEPARTMENT OF WATER RESOURCES TO MOVE FORWARD WITH ENVIRONMENTAL STUDIES RELATED TO THE SOUTH DELTA IMPROVEMENTS PROGRAM**
- **Kevin L. Wattier, General Manager**

Action Requested:

That the Board authorize the President to send a letter to Governor Schwarzenegger encouraging the Department of Water Resources to move forward with environmental impact studies related to the South Delta Improvements Program.

Executive Summary:

This summer, the Department of Water Resources (DWR) plans to release a draft Environmental Impact Report/Environmental Impact Statement (EIR/EIS) for the South Delta Improvements Program (SDIP) to start the public review of this program. The SDIP is a series of related actions aimed at meeting environmental, water supply, and water quality needs. This program is a key action in the CALFED Record of Decision and an essential component of CALFED's Delta Improvement Package.

The project under consideration would allow the Department of Water Resources to protect fish and delta environmental resources and also move additional water, when available, to its customers, when it is deemed safe to do so by the fishery protection agencies. Specifically, the proposal would allow the DWR's customers to meet increasing demands through greater system efficiency.

Board Action:

After discussion, a motion was made by Commissioner Townsend and seconded by Commissioner Clarke to authorize the Board President to send a letter to Governor Schwarzenegger encouraging the Department of Water Resources to move forward with environmental impact studies related to the South Delta Improvements Program.

The motion was carried by the following vote:

AYES:	COMMISSIONERS:	<u>HELEN HANSEN, FRANK CLARKE,</u> <u>WILLIAM TOWNSEND</u>
NOES:	COMMISSIONERS:	<u>NONE</u>
ABSENT:	COMMISSIONERS:	<u>STEPHEN CONLEY</u>
ABSTAIN:	COMMISSIONERS:	<u>NONE</u>

4. **PRESIDENT'S REPORT**

- **Helen Z. Hansen, President, Board of Water Commissioners**

Workshop

President Hansen reported that she attended an Ethics Committee Workshop on July 25, 2005, at the Metropolitan Water District (MWD). Presented by Marty Linsky, Chair of the Leadership Academy at Harvard University and entitled "Leadership on the Line", the workshop offered a number of interesting insights on the exercise of leadership.

Lake Perris

President Hansen called the Board's attention to the publicity surrounding Lake Perris, a popular fishing and boating destination in western Riverside County. The DWR is going to begin lowering the lake to check the stability of the earthen structure although the lake expected to remain open for recreation and will have no impact on water availability for Southern California consumers.

6. **GENERAL MANAGER'S REPORT**

- **Kevin L. Wattier, General Manager**

Seawater Desalination Facility Grand Opening

Mr. Wattier stated that the staff is currently finalizing dates for the grand opening of the prototype seawater desalination facility and will keep the Board informed.

Underground Storage Projects

On Wednesday, July 27th, Mr. Wattier attended a meeting of the stakeholders in the water agencies overlying the Central and West Coast Groundwater basins. The purpose of the meeting was to discuss strategies for the implementation of conjunctive use projects which will provide storage in wet hydrologic years for use in dry years.

Arrival of Commissioner: Commissioner Conley arrived at 9:48 a.m.

5. REVIEW BOARD MEETING SCHEDULE FOR AUGUST 2005

- **Helen Z. Hansen, President, Board of Water Commissioners**

The Board discussed the schedule of Board meetings during the month of August, noting that a special one-day tour of the San Gabriel River spreading grounds is planned on Thursday, August 4th. Also noted was the lack of a quorum on Thursday, August 25th, as two Commissioners plan to attend the Urban Water Institute Annual Conference in San Diego, California, August 24th-26th. After discussion, the Board agreed to the following meeting schedule for the month of August:

Thursday, August 4 th	8:00 a.m. Committee of the Whole
Thursday, August 11 th	9:15 a.m. Regular Board Meeting
Thursday, August 18 th	9:15 a.m. Regular Board Meeting
Thursday, August 25 th	No Meeting, Lack of Quorum

7. LEGAL COUNSEL REPORT

- **Donna F. Gwin, Senior Deputy City Attorney**

No report was given.

8. CONSENT CALENDAR

8a. Approval of Transfer of Funds by Journal Entry Dated July 28, 2005

Transfers No. 212 through No. 230 in the total amount of \$455,541.29 covering the Water and Sewer Revenue Funds, were submitted to the Board for approval.

8b. Receive and File the List of Vendor Payments for the Month of June 2005

A communication was presented to the Board from Paul Fujita which is on file at the Long Beach Water Department.

Action Requested:

- That the Board receive and file the list of vendor payments made during the month of June 2005.

The payments were made in accordance with City and Water Department policies and reviewed and approved by the City

8c. Request Approval for Fiscal Year 2005-2006 Board Conference and Travel Schedule

A communication was presented to the Board from Kevin Wattier which is on file at the Long Beach Water Department.

Action Requested:

- That the Board approve the Fiscal Year 2005-2006 recommended conferences as listed in Board Policy Statement 1996-28.

On March 18, 2004, the Board approved changes to the Board Travel Policy Statement 1996-28 providing for the Board to pre-approve important, reoccurring conferences for the following year. Conferences not covered by this action will be considered by the Board on a case-by-case basis. Travel expenditures for the Board are included in the proposed Fiscal Year 2005-2006 annual budget.

8d. Request Authorization for the General Manager to Execute the First Amendment to Agreement No. WD-2278, Incentives for Seasonal Shift Storage Between the Metropolitan Water District (MWD) of Southern California and the Board of Water Commissioner

A communication was presented to the Board from Eric Leung which is on file at the Long Beach Water Department.

Action Requested:

- That the Board authorize the General Manager to execute the First Amendment to Agreement No. WD-2278, the Seasonal Shift Storage (SSS) Agreement, between the MWD and the Board of Water Commissioners to extend the term from May 1, 2007, to May 1, 2008.

Agreement No. WD-2278 provides the LBWD with a \$141 per acre-foot incentive to shift its MWD water deliveries from summer months to the winter. The First Amendment will provide an extension which allows the LBWD to postpone its SSA Agreement for one year without losing the incentive.

8e. Adopt Specifications WD-18-04 for the Miscellaneous Painting Project at the Groundwater Treatment Plant and Alamitos Reservoir Site and Request Authorization for the General Manager to Sign a Construction Contract with Robison-Prezioso

A communication was presented to the Board from Isaac Pai which is on file at the Long Beach Water Department.

Action Requested:

- That the Board adopt Specifications WD-18-04 for the miscellaneous painting project at the Groundwater Treatment Plant and Alamitos Reservoir Site and authorize the General Manager to sign a construction contract with Robison-Prezioso, Incorporated, in the amount of \$268,200.

Funds for the project are included in the FY 2004-2005 Capital Improvement Program budget.

8f. Request Authorization for the General Manager to Sign an Agreement with SA Associates to Provide Construction Management Services for Three Engineering Projects

A communication was presented to the Board from Isaac Pai which is on file at the Long Beach Water Department.

Action Requested:

- That the Board authorize the General Manager to sign an agreement with SA Associates to provide Construction Management Services for three (3) engineering projects in an amount not to exceed \$121,341, for a period ending August 31, 2006.

Funds for the project are included in the Fiscal Year 2004-2005 Capital Improvement Program budget.

8g. Request Authorization for the General Manager to Sign an Agreement with Hall & Foreman, Inc., to Provide Engineering Design and Bid/Construction Phase Services for the Sanitary Sewer Improvement Projects at 10th Street/Lime Avenue and 15th Street/Gardenia Avenue

A communication was presented to the Board from Isaac Pai which is on file at the Long Beach Water Department.

Action Requested:

- That the Board authorize the General Manager to sign an agreement with Hall & Foreman, Inc., to provide Engineering design and Bid/Construction Phase Services for the Sanitary Sewer Improvement Projects at 10th Street/Lime Avenue and 15th Street/Gardenia Avenue in an amount not to exceed \$126,641.

Funds for the projects are included in the Fiscal Year 2004-2005 Capital Improvement Program budget.

8h. Request Authorization for the General Manager to Sign an Agreement with Daniel Boyle Engineering, Inc., to Provide Engineering Design Services for the Recycled Water Service Conversion of Bluff Park, Bixby Park Annex, and Stearns Park

A communication was presented to the Board from Isaac Pai which is on file at the Long Beach Water Department.

Action Requested:

- That the Board authorize the General Manager to sign an agreement with Daniel Boyle Engineering, Inc., to provide engineering design services for the recycled water service conversion of Bluff Park, Bixby Park Annex, and Stearns Park, in an amount not to exceed \$155,465.

Funds are included in the Fiscal Year 2004-2005 Capital Improvement Program budget.

8i. Request Authorization for the General Manager to Execute a Developer's Agreement with Boeing Realty Corporation to Construct New Potable Water Lines, Reclaimed Water Lines, Sewer Lines and Support Facilities for the Douglas Park Phase I Development

A communication was presented to the Board from Isaac Pai which is on file at the Long Beach Water Department.

Action Requested:

- That the Board authorize the General Manager to execute a Developer's Agreement with Boeing Realty Corporation to construct new potable water lines, reclaimed water lines, sewer lines and support facilities for the Douglas Park Phase I Development.

The improvements will be constructed in accordance with the standards of the Long Beach Water Department and will be paid for by the Developer.

Board Action – Consent Calendar

It was moved by Commissioner Conley and seconded by Commissioner Clarke that the Board approve Consent Calendar items 8a-8i. The motion was carried by the following vote:

AYES:	COMMISSIONERS:	<u>HELEN HANSEN, STEPHEN CONLEY,</u> <u>FRANK CLARKE, WILLIAM TOWNSEND</u>
NOES:	COMMISSIONERS:	<u>NONE</u>
ABSENT:	COMMISSIONERS:	<u>NONE</u>
ABSTAIN:	COMMISSIONERS:	<u>NONE</u>

9. REQUEST AUTHORIZATION FOR THE GENERAL MANAGER TO EXECUTE AN AGREEMENT WITH THE METROPOLITAN WATER DISTRICT (MWD) OF SOUTHERN CALIFORNIA FOR THE LONG BEACH SEAWATER DESALINATION PROGRAM

- Kevin L. Wattier, General Manager

Action Requested:

That the Board authorize the General Manager to execute an agreement with the MWD for the Long Beach Seawater Desalination program

Executive Summary:

In November 2001, the MWD issued a Request for Proposal (RFP) soliciting seawater desalination project proposals. The LBWD responded to the RFP and was one of five successful member agencies that qualified to receive a financial incentive for desalinated water produced. On July 12, 2005, the MWD Board approved the authorization for entering into a Seawater Desalination program with Long Beach.

The agreement will allow the LBWD to receive up to \$250 per acre-foot for producing desalinated water with a maximum production of 10,000 acre-feet per year. The term of the agreement is 25 years from the time of desalinated water production.

Board Action:

After discussion, it was moved by Commissioner Clarke and seconded by Commissioner Townsend to authorize the General Manager to execute an agreement with the MWD for the Long Beach Seawater Desalination program. The motion was carried by the following vote:

AYES:	COMMISSIONERS:	<u>HELEN HANSEN, STEPHEN CONLEY,</u> <u>FRANK CLARKE, WILLIAM TOWNSEND</u>
NOES:	COMMISSIONERS:	<u>NONE</u>
ABSENT:	COMMISSIONERS:	<u>NONE</u>
ABSTAIN:	COMMISSIONERS:	<u>NONE</u>

10. **ADOPTION OF RESOLUTION NO. WD-1203, A RESOLUTION OF THE BOARD OF WATER COMMISSIONERS FIXING RATES AND CHARGES FOR WATER AND SEWER SERVICES TO ALL CUSTOMERS FOR FISCAL YEAR 2005-2006 SUBJECT TO THE APPROVAL OF THE CITY COUNCIL BY ORDINANCE**
- **Kevin L. Wattier, General Manager**

Action Requested:

That the Board adopt Resolution No. WD-1203, a Resolution of the Board of Water Commissioners, Fixing Rates and Charges for Water and Sewer Services to all Customers, Subject to the Approval of the City Council by Ordinance.

Executive Summary:

The proposed resolution incorporates a rate increase of 4.0% for the water rates and no rate increase for the sewer rates for Fiscal Year 2005-2006. The average monthly water bill consisting of a volumetric and daily service charge, based on 15 billing units, for a single family resident will increase by approximately \$1.26 per month.

Board Action:

After discussion, it was move by Commissioner Conley and seconded by Commissioner Clarke, to Adopt Resolution No. WD-1203, a Resolution of the Board of Water Commissioners, Fixing Rates and Charges for Water and Sewer Services to all Customers, Subject to the Approval of the City Council by Ordinance.

The motion was carried by the following vote:

AYES:	COMMISSIONERS:	<u>HELEN HANSEN, STEPHEN CONLEY,</u> <u>FRANK CLARKE, WILLIAM TOWNSEND</u>
NOES:	COMMISSIONERS:	<u>NONE</u>
ABSENT:	COMMISSIONERS:	<u>NONE</u>
ABSTAIN:	COMMISSIONERS:	<u>NONE</u>

11. ADOPTION OF RESOLUTION NO. WD-1204, A RESOLUTION OF THE BOARD OF WATER COMMISSIONERS ADOPTING THE ANNUAL BUDGET FOR THE LONG BEACH WATER DEPARTMENT FOR FISCAL YEAR 2005-2006

- **Kevin L. Wattier, General Manager**

Action Requested:

That the Board adopt Resolution No. WD-1204, a Resolution of the Board of Water Commissioners, Adopting the Annual Budget for the Long Beach Water Department for Fiscal Year 2005-2006 and Authorize the Staff to Transmit the Resolution and the Budget to the City Manager, Mayor, and City Council.

Executive Summary:

The Fiscal Year 2005-2006 budget presents the planned resources and expenditures necessary for the execution of the Department's mission for the next fiscal year. The budget includes both the operating and capital improvement components. All sections of the budget have been brought forward to the Board for information and discussion through a series of workshops over the past few months. The staff is now bringing the final recommended budget forward for the Board's approval.

Board Action:

It was moved by Commissioner Clarke and seconded by Commissioner Townsend that the Board Adopt Resolution No. WD-1204, a Resolution of the Board of Water Commissioners, Adopting the Annual Budget for the Long Beach Water Department for Fiscal Year 2005-2006 and Authorize the Staff to Transmit the Resolution and the Budget

to the City Manager, Mayor, and City Council. The motion was carried by the following vote:

AYES:	COMMISSIONERS:	<u>HELEN HANSEN, STEPHEN CONLEY,</u> <u>FRANK CLARKE, WILLIAM TOWNSEND</u>
NOES:	COMMISSIONERS:	<u>NONE</u>
ABSENT:	COMMISSIONERS:	<u>NONE</u>
ABSTAIN:	COMMISSIONERS:	<u>NONE</u>

13. LEGISLATIVE ISSUES/ACTIONS/BILLS

- **Ryan J. Alsop, Manager, Government and Public Affairs**

13a. Request Authorization to Adopt Support Position for SB 820 (Kuehl), Ground and Surface Water Use and Planning, and Communicate Position to the California State Legislature

Action Requested:

That the Board authorize the adoption of a support position for SB 820 (Kuehl), Ground and Surface Water Use and Planning, and communicate position to the California State Legislature.

Executive Summary:

SB 820 amends current law dealing with disclosure requirements for information related to ground and surface water use and planning. Under current law, groundwater users in four Southern California counties (Riverside, San Bernardino, Los Angeles and Ventura) are required to file annual groundwater extraction reports and file them with the State of California Water Resources Control Board (SWRCB). SB 820 would expand this report requirement from the four counties to all counties and groundwater basins in them effective January 1, 2007.

Board Action:

After discussion, it was moved by Commissioner Clarke and seconded by Commissioner Townsend that the Board adopt a support position for SB 820 (Kuehl), Ground and Surface Water Use and Planning, and communicate this position to the California State Legislature. The motion was carried by the following vote:

AYES:	COMMISSIONERS:	<u>HELEN HANSEN, STEPHEN CONLEY,</u> <u>FRANK CLARKE, WILLIAM TOWNSEND</u>
NOES:	COMMISSIONERS:	<u>NONE</u>
ABSENT:	COMMISSIONERS:	<u>NONE</u>
ABSTAIN:	COMMISSIONERS:	<u>NONE</u>