

**MINUTES OF REGULAR MEETING OF THE BOARD OF DIRECTORS  
CENTRAL BASIN MUNICIPAL WATER DISTRICT  
AUGUST 28, 2006**

A regular meeting of the Board of Directors of Central Basin Municipal Water District was held on Monday, August 28, 2006 at 11:00 a.m., at 17140 South Avalon Boulevard, Carson, California.

President Apodaca called the meeting to order at 11:11 a.m. and presided thereover.

**1. ROLL CALL.** The following Directors were present: Apodaca, Cole, Gonzalez, Hawkins and Vasquez. Also present were General Manager Aguilar and District Counsel Wance.

**PLEDGE OF ALLEGIANCE.** Director Hawkins led the Pledge.

**INVOCATION.** Director Cole delivered the Invocation.

**2. PUBLIC COMMENT AND PRESENTATIONS - LAKEWOOD CHAMBER OF COMMERCE, MAYFAIR HIGH SCHOOL, PIONEER HIGH SCHOOL ROTC AND MARCHING BAND AND BELL GARDENS HIGH SCHOOL DRILL TEAM CHECK PRESENTATIONS; CANDIDATE FOR MWD CHAIRMANSHIP – RANDY RECORD ; AND ANITA GORINO, HUMAN RESOURCES CONSULTANT** (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.) Staff presented checks to John Kelsall from the Lakewood Chamber of Commerce and to Audra Pittman of Pioneer High School. Representatives for Mayfair High School and Bell Gardens High School were not available for the check presentation. Randy Record, Candidate for MWD Chairmanship was not available. Anita Gorino introduced herself to the Board.

**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.

**NOTE:** At the discretion of the Board, all items appearing on this agenda, whether or not expressly listed for action, may be deliberated and may be subject to action by the Board.

**4. MWD ACTIVITIES UPDATE -**

Staff made a brief presentation on the planning agreement regarding the Bay-Delta Conservation Plan, the refinements to water conservation programs and the Local Resources Program; no action was taken.

**CONSENT CALENDAR**

5. **ACTION ON MINUTES – July 12, 2006 (Special); July 24, 2006 (Regular); and August 2, 2006 (Special)**
  
6. **FINANCIAL REPORT**
  - A. Demand Numbers 68652 through 70163 for a total amount of (Excluding Demand No.s 70001 through 70026) for a total amount of \$6,166,646.73 (including net payroll and wire transfer to MWD).
  - B. **Cash & Investment Report**
  - C. **Water Sales Statement**
  - D. **Recycled Water Summary**
  
7. **YEAR-TO-DATE WATER SALES – BUDGET TO ACTUALS**
  
8. **DIRECTOR EXPENSE REIMBURSEMENT OVER 90 DAYS OLD**

**ACTION:** Upon a motion duly made by Director Cole and seconded by Director Gonzalez the Board approved the Consent Calendar; Director Cole abstained on the July 26, 2006 minutes and demand No.s 70067, 70071, and 70142.

**ACTION CALENDAR**

**9. SECURITY SERVICES**

**RECOMMENDATION:** That the Board authorizes the Co-Executive Director of the West and Central Basin Financing Authority to extend PacWest Security Services' contract on a month-to-month basis for a period not-to-exceed six months and for an amount not-to-exceed \$45,000.

**ACTION:** Upon a motion duly made by Director Cole and seconded by Director Gonzalez, the Board approved staff recommendation.

**10. LEGISLATIVE UPDATE**

**RECOMMENDATION:** That the Board takes the following positions:

- "Support" - Proposition 84: Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Bond Act of 2006
- "Support" - Proposition 1E: Disaster Preparedness and Flood Prevention Act of 2006

**ACTION:** Upon a motion duly made by Director Vasquez and seconded by Director Hawkins, the Board approved the staff recommendation.

**11. AUDIT OF THE CODE OF CONDUCT**

**RECOMMENDATION:** That the Board approves an amendment to the contract with Vasquez & Company, LLP to include the additional "Scope of Work" for an amount of \$5,000, plus 10% for contingencies for a total not-to-exceed amount of \$5,500.

**ACTION:** Upon a motion duly made by Director Gonzalez and seconded by Director Hawkins, the Board approved the staff recommendation.

**12. CONSULTING SERVICES (HANDOUT)**

**RECOMMENDATION:** That the Board authorize a revision to the annual contract for The Calderon Group and authorize the General Manager to sign a contract with The Calderon Group for fiscal year 2006-07 for an amount not-to-exceed \$120,000 (with a 10% contingency), plus reasonable pre-approved expenses.

**ACTION:** Upon a motion duly made by Director Cole and seconded by Director Hawkins, the Board approved the staff recommendation.

**INFORMATION ITEMS**

**13. ARBITRAGE REBATE LIABILITY**

**14. WATER QUALITY PROTECTION PLAN (WQPP) FINANCIAL UPDATE**

**15. REIMBURSEMENT DISCLOSURE**

**16. EXCELLENCE IN FINANCIAL REPORTING PROGRAMS**

**17. HOLLYDALE DEMONSTRATION GARDEN UPDATE**

**18. CITY OF BELL GARDENS CALIFORNIA FRIENDLY PROJECT GRANT – ORAL REPORT**

**19. RECYCLED WATER CUSTOMER DEVELOPMENT UPDATE - ORAL REPORT**

The Board reviewed Items 13 and 19; these items were received and filed.

**COMMENTS**

**20. GENERAL MANAGER'S REPORT ON DISTRICT ACTIVITIES.** Aguilar reported that staff was in the process of looking at outsourcing the Healthcare Reimbursement Administration and would be bring a recommendation to the Board at a later date. He also informed the Board that the September Committee's had being rescheduled as follows:

Communications Committee to Thursday, September 7, 2006 at 1:30 p.m.; Water Resources Committee to Wednesday, September 13, 2006 at 1:00 p.m.; and Finance/Administration Committee to Thursday, September 14, 2006 at 10:00 a.m. Aguilar reported that the League of California Cities Seminar was scheduled for September 6-9, 2006 in San Diego. He also stated that the Joint Monthly Luncheon with WRD was scheduled for Friday, September 8, 2006 at 12:00 noon. He also reported that the Conservation Master Plan Workshop was scheduled for Friday, September 15, 2006 from 10:00 a.m. – 1:00 p.m. at the Energy Resource Center in Downey. Lastly, he reported that the California Contract Cities Seminar was scheduled for October 6-8, 2006 in San Diego and that any Director's interested in attending would have to inform the Finance/Administration Committee prior to attending.

**21. GENERAL COUNSEL'S REPORT.** Wance stated there would be a brief Closed Session. He also thanked the Board for giving him the opportunity to serve as the District's Legal Counsel.

**22. DIRECTORS' COMMENTS.** Director Cole stated that he would not seek reelection for the Central Basin Board of Directors due to other responsibilities. Director Hawkins informed the Board that he had received an invitation from Congressman David Dreier inviting him to attend his annual breakfast. He also informed the Board that he would be attending and that he encouraged his fellow Board members to attend as well. Director Hawkins stated that he was disappointed with the way Worker's Compensation had handled his claim and requested that District Counsel write a letter to them addressing his concerns. Director Vasquez thanked staff for their hard work and stated that Director Cole would be missed as a fellow Board member. Director Apodaca thanked staff and Tom Calderon for their hard work and dedication to the District. He also stated that he had no opponents running against him for the 2006 election and that he was very thankful.

**President Apodaca recessed to Closed Session at 12:15 p.m. without objection.**

**President Apodaca reconvened the Board meeting at 1:15 p.m.**

**23. CLOSED SESSION (Pursuant to Government Code Section 54956.9 (b) and (c) - Anticipated Litigation - 3 Items; 54956.8 Property Negotiations – 1 Item, [17140 S. Avalon Blvd., Carson, CA 90746] Tom Calderon and Art Aguilar Negotiating**

**Party; and 54957 Public Employment - District Staffing** Legal Counsel Wance reported that the Board had met in Closed Session; no action was taken, staff was given direction.

**ADJOURNMENT:** There being no further business to come before the Board, President Apodaca adjourned the meeting at 1:15 p.m.

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President

ATTEST:

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Secretary  
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