

**A REGULAR MEETING OF THE BOARD OF DIRECTORS
UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
602 E. HUNTINGTON DRIVE, SUITE B, MONROVIA, CA 91016
6:30 P.M. – FEBRUARY 2, 2016**

AGENDA

1. PLEDGE OF ALLEGIANCE
2. ROLL CALL OF BOARD OF DIRECTORS
3. ADOPTION OF AGENDA [1]
4. PUBLIC COMMENT
Anyone wishing to discuss items should do so now. The Board of Directors may allow additional input during the meeting. A three-minute time limit on remarks is requested.
5. MINUTES - Approval of minutes of a regular meeting of the Board of Directors held on January 19, 2016 at 6:30 p.m. [1]
6. COMMITTEE REPORTS [2]
 - (a) Government Affairs and Community Outreach (*Director Fellow, Chair – Director Chavez*)
(*Minutes of meeting held on January 14, 2016 enclosed.*)
 - (b) Water Policy (*Director Touhey, Chair – Director Treviño*)
(*Minutes of meeting held on January 27, 2016 to be distributed at meeting.*)
 - (c) Administration and Finance (*Director Urias, Chair – Director Fellow*)
(*Minutes of meeting held on January 28, 2016 to be distributed at meeting.*)
7. ITEMS REMOVED FROM CONSENT CALENDAR [1]
8. CONSENT CALENDAR [1]
 - (a) Approve List of Demands.
 - (b) Financial Reports – December 2016.
 1. Financial Statements.
 2. Quarterly Report on District Investments.
 3. Director’s Public Outreach.
 - (c) Adopt Resolution No. 2-16-562, endorsing WaterSMART: Water and Energy Efficiency Grant for 2016.
 - (d) Adopt Resolution No. 2-16-563, supporting West Basin Municipal Water District’s Desalination Project.

9. ACTION/DISCUSSION ITEMS [1]

- (a) Approval of 2015-16 Water Education Grant Program Applications. (*Staff memorandum enclosed.*)

Recommendation

The Water Policy Committee recommends that the Board of Directors approve nine (9) Water Education Grant applications with a total amount of \$9,000.

10. INFORMATION ITEMS (These items are for the information of the Board of Directors and require no action) [2]

- (a) Press Releases.

- (b) Newspaper Articles.

11. ATTORNEY'S REPORT [2]

12. ENGINEER'S REPORT [2]

13. GENERAL MANAGER'S REPORT [2]

14. METROPOLITAN REPORT [2]

15. WATER QUALITY AUTHORITY REPORT [2]

16. WATERMASTER REPORT [2]

17. AB 1234 COMPLIANCE REPORT [2]

18. DIRECTOR'S COMMENTS [2]

19. FUTURE AGENDA ITEMS [1]

20. ADJOURN TO CLOSED SESSION

- (a) Government Code Section 54956.9; Potential litigation: one case.

- (b) Government Code Section 54956.9; Existing litigation: Los Angeles Department of Water and Power v. Metropolitan Water District.

21. RESUME REGULAR MEETING AND REPORT ON CLOSED SESSION

22. ADJOURNMENT - To a regular meeting of the Board of Directors to be held on February 16, 2016 at 6:30 p.m. at 602 E. Huntington Drive, Suite B in Monrovia, CA 91016.

LEGEND: [1] INDICATES ACTION ANTICIPATED BY BOARD OF DIRECTORS ON THIS ITEM
[2] INDICATES INFORMATION ITEM - NO BOARD ACTION NECESSARY

PRESIDENT BRYAN URIAS, PRESIDING



American Disabilities Act Compliance

Government Code Section 54954.2(a)

To request special assistance to participate in this meeting, please contact the Upper District office at (626) 443-2297 at least 24 hours prior to meeting.



**A REGULAR MEETING OF THE BOARD OF DIRECTORS
OF THE UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
602 E. HUNTINGTON DRIVE, SUITE B, MONROVIA, CALIFORNIA 91016
6:30 P.M. – JANUARY 19, 2016**

A regular meeting of the Board of Directors of the Upper San Gabriel Valley Municipal Water District was held in the office of the District, 602 E. Huntington Drive, Suite B, City of Monrovia, County of Los Angeles, State of California, within said Water District, on January 19, 2016 at the hour of 6:30 p.m.

ROLL CALL

DIRECTORS PRESENT: Fellow, Chavez, Touhey, Treviño, and Urias.

DIRECTORS ABSENT: None.

STAFF PRESENT: Shane Chapman, General Manager; Reymundo Trejo, Assistant General Manager/Chief Engineer; Steve O'Neill, District Counsel; Steve Johnson, Consulting Engineer; Evelyn Rodriguez, Chief Financial Officer; Patricia Cortez, Director of Community and Government Affairs; Elena Layugan, Conservation Coordinator.

OTHERS PRESENT

Dan Arrighi, Rich Nagel, Harold Williams, Gloria Gray, Margarita Vargas, and Lenet Pacheco.

ADOPTION OF AGENDA

On motion by Secretary/Treasurer Touhey, seconded by Vice President Fellow, the agenda was unanimously adopted as presented.

PUBLIC COMMENT

None.

**APPROVAL OF MINUTES OF A
SPECIAL MEETING OF THE
BOARD OF DIRECTORS HELD ON
JANUARY 5, 2016 AT 6:30 P.M.**

Secretary/Treasurer Touhey moved to approve the minutes of a regular meeting of the Board of Directors held on January 5, 2016 at 6:30 p.m. Director Treviño seconded the motion, which was unanimously approved as presented.

COMMITTEE REPORTS

Next scheduled committee meeting dates are as follows:

- (a) Government Affairs and Community Outreach - February 11, 2016 at 5:30 p.m.
- (b) Water Policy - January 27, 2016 at 5:30 p.m.
- (c) Administration and Finance - January 28, 2016 at 5:30 p.m.

**UPDATE ON THE WEST BASIN
MUNICIPAL WATER DISTRICT
DESALINATION PROJECT**

The General Manager welcomed West Basin Board of Directors and their General Manager, Mr. Rich Nagel. He then introduced West Basin Board Director Harold Williams.

Director Williams expressed his full support of and commitment to the desalination project and then introduced West Basin's General Manager, Mr. Nagel.

Mr. Nagel congratulated President Urias on being seated as the current Board President, and Secretary/Treasurer Touhey on being seated as Chairman of ACWA Region 8. He then thanked Upper District's General Manager, Shane Chapman, for inviting West Basin to come present about their desalination project.

Director Treviño praised the West Basin Board for implementing their desalination project and expressed support for their efforts.

Mr. Nagel then gave an overview of West Basin's Ocean Water Desalination Program, beginning with an explanation of how the water is treated to five different levels determined by how the water will be used. He discussed past and present water reliability and imported water trends.

He then discussed desalination plants that exist in California and their poll indicating public support of desalination as one of the most effective solutions for addressing the state's water supply issue.

Mr. Nagel then discussed two proposed project sites and the cost of ocean desalination, versus the cost of imported water, over time.

Director Touhey asked if the cost took LRP funding into consideration.

Mr. Nagel responded that the numbers looked at were unsubsidized and acknowledged that Director Touhey brought up a good point. He then discussed the cost of desalination and its impact on the consumer's monthly water bill. He also discussed protection of marine life via a new regulatory framer established by the State Water Resources Control Board.

Mr. Nagel discussed MWD's participation and the upcoming IRP police discussion, which offers possible role for MWD in advancing desalination at the regional level. He then summarized the status of key components of the project, the proposed project timeline. Mr. Nagel then introduced West Basin Board President Gloria Gray.

President Gloria Gray thanked the Upper District Board for the opportunity to present their Ocean Water Desalination Project. She then discussed the IRP and the role desalination plays in meeting water supply goals.

Director Treviño moved to support West Basin's Ocean Water Desalination Program and to issue a resolution indicating Upper District's support for West Basin's Ocean Water Desalination Program.

Secretary/Treasurer Touhey seconded the motion and expressed that he wanted to go on record in support West Basin's Ocean Water Desalination Program.

Vice President Fellow applauded West Basin for their efforts.

The motion to support West Basin's Ocean Water Desalination Program and to issue a resolution indicating Upper District's support, and offering assistance, for West Basin's Ocean Water Desalination Program was unanimously approved.

INFORMATION ITEMS

The following items listed on the agenda for the information of the Board were read and ordered received and filed:

- (a) Press Releases.
- (b) Newspaper Articles.

ATTORNEY'S REPORT

District Counsel reported that, in the case of LADWP vs. MWD regarding the privacy of turf removal rebate applicant data, the Court ruled that MWD could indeed release individual customer rebate information. He stated that a hearing would be held on February 25th.

Secretary/Treasurer Touhey and District Counsel discussed the Court's ruling and an applicant's knowledge that their information might be publicly exposed.

ENGINEER'S REPORT

The District Engineer reported that the Baldwin Park Key Well groundwater elevation was 178.7 feet on January 15th.

He then reported on reservoir storage and releases and recent rainfall averages. He also stated that there were no notices of public wells shutdown due to contamination.

A detailed written engineer's report on hydrologic conditions was also provided to the Board.

GENERAL MANAGER'S REPORT

The General Manager clarified that the local area is two inches behind in year-to-date precipitation compared to past significant El Niño rainfall levels. He also explained that the artwork displayed in the boardroom are the selected winners from last year's Metropolitan's "*Water is Life*" art contest that are taken on the road and displayed at each member agency's location for a week.

DIRECTOR'S COMMENTS

Director Treviño thanked his fellow board members for backing his motion to support West Basin's Desalination Program.

Secretary/Treasurer Touhey discussed how successful the rain barrel event was and thanked Upper District staff for their work. He also thanked Directors Chavez and Treviño for attending the event.

Vice President Fellow reported that, earlier in the day, he was elected President of the San Gabriel River Discovery Center Authority and that the project was started with the Upper District a number of years ago.

President Urias requested that an update on the Discovery Center be provided at a future Board meeting.

Secretary/Treasurer Touhey suggested that the Upper District look into partnering with other medical facilities conducting pharmaceutical return programs. President Urias directed staff to look into partnering with other medical facilities conducting pharmaceutical return programs.

FUTURE AGENDA ITEMS

None.

ADJOURN TO CLOSED SESSION

No closed session was held.

ADJOURNMENT

President Urias asked if there were other business to come before the Board. There being none, the meeting was duly adjourned to a regular meeting of the Board of Directors to be held on February 2, 2016 at 6:30 p.m. at the Upper District offices, 602 E. Huntington Drive, Suite B, Monrovia, CA 91016.

ATTEST

PRESIDENT

SECRETARY/TREASURER

SECRETARY/TREASURER

SEAL

MEMORANDUM



6. (a) COMMITTEE REPORTS

January 25, 2016

TO: BOARD OF DIRECTORS

FROM: GOVERNMENT AFFAIRS AND COMMUNITY OUTREACH COMMITTEE

**SUBJECT: MINUTES OF THE GOVERNMENT AFFAIRS AND COMMUNITY
OUTREACH COMMITTEE AND SPECIAL MEETING OF THE BOARD OF
DIRECTORS – January 14, 2016**

| | | |
|--------------------|----------------------------------|-------------------------------|
| ATTENDANCE: | Anthony R. Fellow (Chair) | Bob Morales |
| | Ed Chavez | Lenet Pacheco |
| | Bryan Urias | Margarita Vargas |
| | Charles Treviño | Steve O'Neill (phone) |
| | Michael Touhey | Michael Strachn (phone) |
| | Shane Chapman | Annick Miller Riviera (phone) |
| | Patty Cortez | John Freshman (phone) |
| | Manuel Gouveia | Steve Baker (phone) |

1. **Call to Order.**
2. **Public Comment.** None.
3. **Discussion/Action.**

a. 2016 Legislative Plan and Outlook – Washington DC.

Upper District's Washington DC-based advocacy team provided an informative update on current activities in Congress and the likely outcomes during the 2016 legislative session. With 2016 being a presidential election year, and control of the Senate at stake, Annick Miller Riviera informed the committee that the majority of this year's legislation will likely be in the form of "messaging bills," which members can then use within their campaign efforts. However, Congress will only have a short timeframe in 2016 to move any legislation forward that is not considered to be a "must-pass" bill. Congress also still needs to pass twelve appropriation bills during this session in order to fully fund the federal government through the end of Fiscal Year 2017.

In regards to legislative efforts addressing California's ongoing drought, Congress remains stalled between the House's intent, led by Rep. Valadao, and the Senate's version led by Senator Feinstein. Upper District's federal advocacy team expects these legislative efforts to continue into 2016, however the bills are expected to be broadened to include several western states rather than just California-centric in order to garner greater support.

On a related note, Annick Miller Riviera informed the committee that the Consolidated Appropriations Act of 2016 (spending bill) did provide additional funding to address the ongoing drought throughout the west. The 2016 spending bill allocates \$100 million towards “Western Drought Response,” to the Bureau of Reclamation. While the Bureau has yet to release any specific details, Annick Miller Riviera stated that the program funding will likely be used to support drought contingency planning and drought resiliency projects based on prior statements issued by the Bureau.

b. 2016 Legislative Plan and Outlook – Sacramento.

Steve Baker provided an update to the committee on current activities within the CA state legislature, which started the 2016 legislative session on January 4th. Mr. Baker noted that he and his team are expecting another year of approximately 1,500 legislative bills introduced during the session ahead.

Mr. Baker also highlighted several components of Governor Brown’s 2016-17 proposed state budget as it pertains to water and addressing the state’s ongoing drought. The 2016-17 budget provides an additional \$323.1 million (\$212.1 million General Fund) on a one-time basis to continue immediate response to the drought. Mr. Baker stated that the Administration will continue to closely monitor the statewide drought conditions through the winter months and reevaluate the budget year needs within the Governor’s May Revision.

4. Oral Reports.

a. Mid-Year Outreach Review.

Patty Cortez, Director of Government and Community Affairs, provided the committee with a 2nd quarter update on Upper District’s community outreach efforts. Since the beginning of the 2015-16 fiscal year, some of the more notable highlights included a total of 91 conservation outreach booths, 11 paid and 8 sponsored print advertisements, and 19 city and community based sponsorships issued on behalf of Upper District.

Ms. Cortez also updated the committee on the progress of Upper District’s education programs since the start of the fiscal year. To date, 4,438 students had participated in the 4th – 6th Grade Sustainable Watershed Education Program, 138 residents had attended one of Upper District’s hosted landscaping classes, and 111 volunteers had partaken in one of the Watershed Restoration events hosted during fall 2015.

Finally, it was reported that the four remaining town hall events, and also the four remaining rain barrel giveaway events, were being scheduled and would all take place between the months of January and April 2016. Further details about each event will be presented to the committee as they are confirmed and finalized.

5. Other Matters. None.

NEXT MEETING: February 11, 2016 at 5:30 p.m.

cc: General Manager

MEMORANDUM



6. (b) COMMITTEE REPORTS

January 28, 2016

TO: BOARD OF DIRECTORS

FROM: WATER POLICY COMMITTEE

**SUBJECT: MINUTES OF THE WATER POLICY COMMITTEE AND SPECIAL MEETING OF
THE BOARD OF DIRECTORS - January 27, 2016**

ATTENDANCE: **Michael Touhey, Chairman (phone)** Bryan Urias
Charles M. Treviño Elena Layugan
Shane Chapman Jennifer Nevills
Reymundo Trejo Margarita Vargas
Steven O'Neill (via phone) Lenet Pacheco

TOPICS DISCUSSED

1. **Call to Order.**

2. **Public Comment.**

None.

3. **Water Education Grants.**

The General Manager reported that a total of 9 applications were received for the FY 15/16 Water Education Grant Program (WEGP). He explained that all of the applications were reviewed by staff and all 9 were recommended for funding, based upon their relevancy and ability to meet the criteria outlined in the WEGP guidelines.

Upon review, the Water Policy Committee forwarded the item to the Board with the recommendation to approved staff's recommendation to approve nine (9) Water Education Grant applications in the total amount of \$9,000.

4. **MWD Integrated Resources Plan (IRP) Update.**

The General Manager discussed Metropolitan staff's efforts to look at short-term and long-term supplies and begin the process for updating Metropolitan's Integrated Resources Plan (IRP). He then introduced Ms. Jennifer Nevills, Senior Resource Specialist in Water Resource Management at Metropolitan.

Ms. Nevills gave an overview of the IRP update process steps and schedule and that the final report was adopted in early January 2016. She discussed public outreach efforts and the focus on reliability.

Director Treviño and Ms. Nevills discussed aging infrastructure and how it is indirectly factored in through lowered diversion targets.

She then touched upon updated IRP targets for the Colorado River Aqueduct, State Water Project, conservation, local supplies, and overall total supply reliability.

Director Treviño and Ms. Nevills discussed 20x2020 goals and that Metropolitan is currently ahead of their target. She pointed out that, with updated IRP targets, the total supply reliability target is greater than the estimated retail demands after conservation, which is a very good outlook.

Ms. Nevills reported that the IRP approach resolves most need for allocations in future years as increasing storage capacity projects are completed and come online. She acknowledged factors that pose additional risk and uncertainty and discussed the IRP approach being looked at in light of local supply risk

Director Urias asked if Metropolitan has considered the scenario of no Delta 'fix'. Ms. Nevills acknowledged that it is a good point and that it would bring the situation back to almost a "do nothing" scenario.

Ms. Nevills then outlined future supply actions and the next steps of the IRP, which is the policy phase. She summarized policy issues that have been identified and talked about focusing on current policy principles and key programs.

Director Treviño stated that he was glad Metropolitan sees the need to work more closely with local agencies and the need for local agencies to protect their autonomy as much as possible.

Director Touhey agreed with Director Treviño.

The General Manager thanked Ms. Nevill for the presentation and all of their staff's work on updating the IRP. He stated that Metropolitan's IPR sets the stage for kicking off the Upper District's IRP update.

5. Other Matters.

None.

6. Adjournment.

NEXT MEETING: February 17, 2016 at 5:30 p.m.

cc: General Manager

8. (a)
List of Demands

February 2, 2016
General Fund

Board of Directors
Upper San Gabriel Valley Municipal Water District

Submitted herewith for action by the Board of Directors of the Upper San Gabriel Valley Municipal Water District are the following demands on the District's General Fund Account at Citizens Business Bank:

| | | | | |
|-------|--------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------|-----------|
| 18432 | Void | Printer Error | | 0.00 |
| 18433 | WaterWise Consulting, Inc. | Inv. 15, Large Landscape Survey and Retrofit Project, 8/10/15 - 8/31/15 Inv. 16, Large Landscape Survey and Retrofit Project, 9/01/15 - 9/30/15 <i>(Board approved 11/5/13. Previously paid 1/21/16)</i> | 7,696.50 <u>2,590.28</u> | 10,286.78 |
| 18434 | Ecotech Services, Inc. | Inv. 558, Rain Barrel Program Inv. 559, Deposit - Rain Barrel Program <i>(Board approved 11/17/15. Previously paid 1/21/16)</i> | 44,550.00 <u>18,000.00</u> | 62,550.00 |
| 18435 | Michael R. Touhey | Director's Compensation, December 2015 10 Days District Business 10 Days MWD Business Meeting/Travel Expenses/Allowance Less Deferred Comp. Less Taxes Withheld <i>(Previously Paid 1/22/16)</i> | 2,000.00 2,000.00 555.22 (250.00) <u>(1,115.26)</u> | 3,189.96 |
| 18436 | Lincoln National Pension | Deferred Compensation, December 2015 <i>(Previously Paid 1/22/16)</i> | | 500.00 |
| 18437 | USACE Finance Center | Administration Fees for the IRRP Outgrant Application <i>(Previously Paid 1/29/16)</i> | | 25,000.00 |
| 18438 | Anthony R. Fellow | Director's Compensation, January 2016 10 Days District Business Meeting/Travel Expenses/Other Less Deferred Comp. Less Taxes Withheld | 2,000.00 493.62 (250.00) <u>(390.54)</u> | 1,853.08 |
| 18439 | Edward L. Chavez | Director's Compensation, January 2016 10 Days District Business Meeting/Travel Expenses/Allowance Less Deferred Comp. Less Taxes Withheld | 2,000.00 493.62 (500.00) <u>(610.04)</u> | 1,383.58 |
| 18440 | Charles M. Treviño | Director's Compensation, January 2016 10 Days District Business Meeting/Travel Expenses/Allowance Less Deferred Comp. Less Taxes Withheld | 2,000.00 294.69 (250.00) <u>(354.96)</u> | 1,689.73 |
| 18441 | Bryan Urias | Director's Compensation, January 2016 10 Days District Business Meeting/Travel Expenses/Allowance Less Deferred Comp. Less Taxes Withheld | 2,000.00 493.62 (150.00) <u>(533.98)</u> | 1,809.64 |
| 18442 | Michael R. Touhey | Director's Compensation, January 2016 10 Days District Business 10 Days MWD Business Meeting/Travel Expenses/Allowance Less Deferred Comp. Less Taxes Withheld | 2,000.00 2,000.00 566.67 (1,550.00) <u>(920.26)</u> | 2,096.41 |
| 18443 | Aaron Read & Associates, LLC | Inv. 012016, Legislative Advocacy Services, January 2016 <i>(Board approved 6/4/13)</i> | | 10,000.00 |
| 18444 | ACRS Incorporated | Inv. 7269, Whittier Narrows Pump Station Upgrade | | 7,102.75 |
| 18445 | ACWA/JPIA | Inv. 0384320, Health Insurance Premium - January 2016 Inv. 0389518, Health Insurance Premium - February 2016 | 26,117.49 <u>27,031.63</u> | 53,149.12 |
| 18446 | AECOM Technical Services, Inc. | Inv. 37674177, Design Engineering Services for the IRRP, 10/31/15 - 11/27/15 <i>(Board Approved 5/13/14)</i> | | 92,222.85 |

| | | | | |
|-------|--------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------|------------|
| 18447 | AquaSave | Inv. 14, Large Landscape Survey and Retrofit Project, 10/11/15 - 1/10/16 (Board Approved 11/5/13) | | 12,942.50 |
| 18448 | CalPERS 457 Plan | Deferred Compensation, January 2016 Fellow Chavez Treviño Urias | 500.00 750.00 500.00 300.00 | 2,050.00 |
| 18449 | Discovery Science Center | Inv. 123115USGV 4th - 5th Grade Assemblies (Board approved 10/2/12) | | 1,393.80 |
| 18450 | DRP Engineering, Inc. | Inv. 45, Project Management and Engineering Support Services, December 2015 (Board approved 4/3/12) | | 12,614.60 |
| 18451 | Epic Land Solutions, Inc. | Inv. 1115-0601, IRRP Right of Way Acquisition Services through November 31, 2015 Inv. 1215-0601, IRRP Right of Way Acquisition Services, December 2015 (Board approved 10/6/15) | 11,063.10 3,926.63 | 14,989.73 |
| 18452 | Foothill Technology Center LLC | Base Rent - March 2016 (Board approved 4/19/11) | | 18,259.00 |
| 18453 | Kelly Services, Inc. | Temporary Staff Inv. 01169192, W/E 01/10/16 Inv. 52068921, W/E 12/20/15 & W/E 12/27/15 (Board approved 11/5/13) | 876.00 1,426.24 | 2,302.24 |
| 18454 | LA/OC Building and Construction Trades Council | Inv. 201512, Water Conservation Ad | | 960.00 |
| 18455 | La Puente Valley County Water District | Inv. UHET;10/15, High Efficiency Toilet Program | | 6,400.00 |
| 18456 | Legislative Advocacy Group | Inv. 5644, Legislative Services, December 2015 (Board approved 4/7/15) | | 5,000.00 |
| 18457 | Lemieux & O'Neill | Professional Legal Services, December 2015 Inv. 325-001M35, Transactional Fees Inv. 325-002M5, Transactional Fees Inv. 325-050M5, Transactional Fees Inv. 325-996-55, Transactional Fees Inv. 325-999M55, Retainer | 105.00 858.46 3,421.75 468.00 3,500.00 | 8,353.21 |
| 18458 | Lincoln National Pension | Deferred Compensation, January 2016 | | 1,800.00 |
| 18459 | Media Marketing Services | Inv. USGW151211, Bottled Water Program | | 1,197.20 |
| 18460 | Southern California Water Committee | Inv. 01/22/16UD, Quaterly Luncheon Sponsor | | 1,500.00 |
| 18461 | San Gabriel Valley Newspaper Group | Inv. 0000249414, Water Conservation Ad Inv. 0000256869, Water Conservation Ad | 2,076.00 2,999.58 | 5,075.58 |
| 18462 | Stetson Engineers, Inc. | Inv. 2533-015, General Engineering Support Services, October 2015 Inv. 2534-015, IRRP Engineering Support Services, October 2015 | 31,875.04 17,160.86 | 49,035.90 |
| 18463 | Suburban Water Systems | Inv. 6450, Phase IIB Normal Operating Charge, December 2015 Inv. 10/27/15, High Efficiency Toilet Program | 1,404.69 31,200.00 | 32,604.69 |
| 18464 | Tetra Tech, Inc. | Professional Services through November 20, 2015 Inv. 51000417, IRRP Program Management Support, T10 Inv. 51000418, LPVCWD Phase 1 RW System Design, T11 (Board Approved 4/1/14) | 16,800.00 20,715.00 | 37,515.00 |
| 18465 | Trussell Technologies, Inc. | Inv. 2800, MillerCoors Recycled Water Study, December 2015 (Board approved 2/4/14) Inv. 2811, IRRP Permit Engineering Report, December 2015 (Board approved 8/4/15) | 8,188.50 6,039.00 | 14,227.50 |
| 18466 | Upper San Gabriel Valley Municipal Water District Revolving Payroll Fund | Inv. DEC 15, Payroll Fund Reimbursement for Employees' Payroll, District's Share of Payroll Taxes and Remittances Inv. DEC 15D, Payroll Fund Reimbursement for District's Share of Payroll Taxes for Director Compensation Inv. DEC 15D2, Payroll Fund Reimbursement for District's Share of Payroll Taxes for Director Compensation | 132,136.27 2,751.89 1,478.14 | 136,366.30 |

| | | | | |
|-------|------------------------------------------------------------------------|-------------------------------------------------------------------------|-----------|-----------------------------|
| 18467 | Upper San Gabriel Valley Municipal Water District Revolving Fund | Replenish Revolving Fund Account 1/1/16 - 1/31/16 | | |
| | | Office Supplies | 1,414.54 | |
| | | Computer Systems/Equipment/Maintenance/Insurance/ Outside Service | 3,307.18 | |
| | | Meeting/Travel/Conferences/Outreach/Dues/Assessments/Membership | 1,516.36 | |
| | | Telephone/Utilities/Building Maintenance | 586.52 | |
| | | Water Conservation Program Expenses | 287.65 | |
| | | Workers Compensation | 3,506.00 | |
| | | Water Recycling Project Operation & Maintenance/Permits/Water Purchases | 21,191.14 | |
| | | Medical/ODA Reimbursement/Processing Fee | 6,930.36 | 38,739.75 |
| 18468 | Urban Water Institute, Inc. | Inv. 02/10/16UD, Networking Break Sponsor | | 1,500.00 |
| 18469 | U. S. Bank Corporate Payment System | CalCard Charges through 12/22/15 | | |
| | | Meeting, Travel, Conferences, Membership, Education and Outreach | 13,052.77 | |
| | | Computer Systems/Office Equipment/Supplies/Maintenance & Service | 1,014.91 | 14,067.68 |
| 18470 | WaterWise Consulting, Inc. | Inv. 17, Large Landscape Survey and Retrofit Project, November 2015 | | 7,835.00 |
| | | TOTAL | | <u>\$ 699,563.58</u> |

Board of Directors
Upper San Gabriel Valley Municipal Water District

Submitted herewith for action by the Board of Directors of the Upper San Gabriel Valley Municipal Water District are the following demands on the District's Water Fund Account at Citizens Business Bank:

| | | | | |
|-----|----------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------|----------------------------|
| 657 | Central Basin MWD | Invoice No. USGV-DEC15, Purchase of 40.4 AF of Recycled Water in November 2015 | \$ | 16,111.27 |
| 658 | Metropolitan Water District of Southern California | Invoice No. 8577, Purchase of 217.5 AF of Treated Water; 8,383.3 of Untreated Water and 5,000 AF Cyclic Storage Water Delivered through Service Connections in December | | 7,942,281.09 |
| 659 | San Gabriel Valley MWD | Invoice No. 463, for 78.88 AF of Water Delivered through the Alhambra/MWD Exchange Agreement in November 2015 @ \$145 per AF | | 11,437.60 |
| | | Invoice No. 464, for 81.35 AF of Water Delivered through the Alhambra/MWD Exchange Agreement in December 2015 @ \$145 per AF | | <u>11,795.75</u> |
| | | | | <u>23,233.35</u> |
| | | TOTAL | \$ | <u>7,981,625.71</u> |

UPPER SAN GABRIEL VALLEY MWD
FINANCIAL SUMMARY FOR DECEMBER 31, 2015

| Expenses | FY ACTUAL MONTH | FY ACTUAL YEAR-TO-DATE | FY 2016-16 PROJECTED | FY 2016-16 BUDGET | AMOUNT OF BUDGET REMAINING | PERCENT OF BUDGET REMAINING | Comments |
|--------------------------------------------|-----------------|------------------------|----------------------|-------------------|----------------------------|-----------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Administrative Expenses | \$ 113,023 | \$ 891,283 | \$ 1,951,700 | \$ 2,055,399 | \$ 1,164,116 | 56.6% | YTD actuals are consistent with budgeted numbers |
| Water Conservation Program | 134,358 | 933,852 | 2,672,500 | 2,619,900 | 1,688,048 | 84.4% | YTD actuals are consistent with budgeted numbers. Additional pass-through MAA payments to producers are anticipated for the 2nd half of the fiscal year. |
| Stormwater Program | 1,398 | 8,671 | 30,000 | 64,400 | 55,729 | 86.5% | YTD program expenses consist of salaries and overhead allocated to the Neighborhood Stormwater Program. |
| Water Recycling Program | 60,284 | 770,758 | 1,984,000 | 2,165,800 | 1,395,042 | 64.4% | YTD actuals are consistent with budgeted numbers. Additional SRF loan repayments are scheduled for the 2nd half of the fiscal year. |
| Water Quality and Supply Program | 81,311 | 480,020 | 1,136,000 | 1,132,500 | 672,480 | 59.4% | YTD actuals are consistent with budgeted numbers. |
| Water Purchases | 648,775 | 4,181,049 | 20,825,969 | 22,175,371 | 18,014,322 | 81.2% | YTD expenses include cost of about 3,100 AF of treated water, of which 2,200 AF pertain to prior year deliveries. It excludes cost of procured untreated water recorded as District assets. |
| Operating Expenses | 1,070,149 | 7,225,633 | 28,600,199 | 30,213,370 | 22,887,737 | 76.1% | |
| Operating Revenues | 1,716,938 | 6,650,044 | 28,716,230 | 30,161,862 | 23,511,838 | 78.0% | YTD unfavorable variance on YTD revenues and net reserve activity from operations is due to projected revenues from untreated water sales and standby charge. These are expected to come on later during the year. |
| Net Reserve Activity from Operations (+/-) | 646,789 | (575,589) | 118,031 | (51,488) | n/a | n/a | YTD expenses include Phase IIB construction closeout expenditures of about \$178K and about \$638K of IRRP expenses. Additional design update and right-of-way expenses for the IRRP are anticipated to come in later during the year. |
| Capital Expenditures | 135,120 | 900,305 | 1,778,000 | 2,097,000 | 1,186,695 | 57.1% | |
| Capital Program Revenues | - | 89,335 | 180,000 | - | (89,335) | n/a | Capital program revenues consist of California Water Foundation grant funds budgeted last year but collected in the current fiscal year. |
| Net Change in Cash Due to Capital Outlays | (135,120) | (800,870) | (1,618,000) | (2,097,000) | n/a | n/a | |
| Total Change in Fund Balances | \$ 511,669 | \$ (1,376,556) | \$ (1,501,869) | \$ (2,148,488) | n/a | n/a | |

UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
MONTHLY FINANCIAL STATEMENT AND BUDGET COMPARISON
FOR THE MONTH ENDED DECEMBER 31, 2016

| | FY ACTUAL MONTH | FY ACTUAL YEAR-TO-DATE | FY 2016-16 PROJECTED | FY 2016-16 BUDGET | AMOUNT OF BUDGET REMAINING | PERCENT OF BUDGET REMAINING |
|--------------------------------------------------|--------------------|---------------------------|-------------------------|----------------------|----------------------------------|-----------------------------------|
| ADMINISTRATIVE AND OPERATING REVENUES | | | | | | |
| 50% @ 12-31-15 | | | | | | |
| Water Rate Revenues | | | | | | |
| Tier 1 Treated | 211,375 | 2,889,770 | 4,230,000 | 3,261,223 | 371,453 | 11% |
| Tier 1 Untreated | - | 303,979 | 14,550,000 | 18,878,000 | 16,574,021 | 88% |
| Upper Surcharge Tier 1 Treated | 20,148 | 280,569 | 423,130 | 337,904 | 57,335 | 17% |
| Upper Surcharge Tier 1 Untreated | - | 47,529 | 2,311,000 | 2,639,000 | 2,591,471 | 98% |
| MWD Capacity Charge Revenue | - | 127,373 | 361,000 | 360,650 | 233,277 | 65% |
| Gross MWD Standby Charge-Revenue Reconciliation | 481,426 | 953,262 | 1,961,000 | 1,961,005 | 1,007,743 | 51% |
| MSGB Watermaster-Ready-to-Serve | 8,300 | 37,800 | 75,600 | 75,600 | 37,800 | 50% |
| Sub Total | <u>699,247</u> | <u>4,640,282</u> | <u>23,911,730</u> | <u>26,513,382</u> | <u>20,873,100</u> | <u>82%</u> |
| Revolving Revenue | | | | | | |
| MSGB Watermaster-SG River Watermaster | - | 90,500 | 90,500 | 81,000 | (9,500) | -12% |
| Sub Total | <u>-</u> | <u>90,500</u> | <u>90,500</u> | <u>81,000</u> | <u>(9,500)</u> | <u>-12%</u> |
| Other Administrative Revenues | | | | | | |
| Interest/Investment Earnings | 480 | 4,704 | 8,000 | 8,000 | 3,296 | 41% |
| Taxes | 154,797 | 176,396 | 300,000 | 300,000 | 123,604 | 41% |
| Other Income (Loss) | 8,583 | 49,820 | 80,000 | 5,000 | (44,820) | -96% |
| Sub Total | <u>163,860</u> | <u>230,920</u> | <u>388,000</u> | <u>313,000</u> | <u>82,080</u> | <u>26%</u> |
| TOTAL ADMINISTRATIVE REVENUES | <u>663,107</u> | <u>4,961,702</u> | <u>24,379,230</u> | <u>26,907,382</u> | <u>20,948,680</u> | <u>81%</u> |
| CAPITAL PROJECT FUND REVENUES | | | | | | |
| Recycled Water Revenues | | | | | | |
| Recycled Water Sales | 100,552 | 347,074 | 589,000 | 607,000 | 259,926 | 43% |
| Upper Recycled Water Surcharge Revenue | 126,489 | 372,080 | 882,000 | 1,039,000 | 666,920 | 64% |
| Metropolitan Water District LRP Funds | - | 33,964 | 128,000 | 149,000 | 115,006 | 77% |
| Parcel/Standby Charge | 628,785 | 970,080 | 1,650,000 | 1,650,000 | 978,940 | 59% |
| Sub Total | <u>855,826</u> | <u>1,423,208</u> | <u>3,249,000</u> | <u>3,445,000</u> | <u>2,021,792</u> | <u>59%</u> |
| Capital Program Revenues | | | | | | |
| Grants - Other | - | 99,335 | 160,000 | - | (99,335) | n/a |
| Sub Total | <u>-</u> | <u>99,335</u> | <u>160,000</u> | <u>-</u> | <u>(99,335)</u> | <u>n/a</u> |
| Water Use Efficiency Revenues | | | | | | |
| Conservation Program Contributions | 2,165 | 178,809 | 1,002,000 | 757,500 | 580,691 | 77% |
| Sub Total | <u>2,165</u> | <u>178,809</u> | <u>1,002,000</u> | <u>767,500</u> | <u>580,691</u> | <u>77%</u> |
| TOTAL CAPITAL PROJECT FUND REVENUES | <u>857,991</u> | <u>1,699,352</u> | <u>4,411,000</u> | <u>4,202,500</u> | <u>2,503,148</u> | <u>60%</u> |
| OTHER FUND REVENUES | | | | | | |
| Water Quality and Supply Program Revenues | | | | | | |
| Grants - Other | - | 83,611 | 84,000 | - | (83,611) | n/a |
| Interest/Investment Earnings | (3,876) | 4,297 | 10,000 | 50,000 | 45,703 | 91% |
| Sub Total | <u>(3,876)</u> | <u>87,908</u> | <u>94,000</u> | <u>50,000</u> | <u>(37,908)</u> | <u>-76%</u> |
| Rate Stabilization Fund Revenues | | | | | | |
| Interest/Investment Earnings | (184) | 417 | 1,000 | 2,000 | 1,583 | 79% |
| Sub Total | <u>(184)</u> | <u>417</u> | <u>1,000</u> | <u>2,000</u> | <u>1,583</u> | <u>79%</u> |
| TOTAL OTHER FUND REVENUES | <u>(4,160)</u> | <u>88,325</u> | <u>95,000</u> | <u>52,000</u> | <u>(36,326)</u> | <u>-70%</u> |
| TOTAL REVENUES | <u>1,716,538</u> | <u>6,749,379</u> | <u>28,876,230</u> | <u>30,161,882</u> | <u>23,412,503</u> | <u>78%</u> |

UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
MONTHLY FINANCIAL STATEMENT AND BUDGET COMPARISON
FOR THE MONTH ENDED DECEMBER 31, 2015

| | FY ACTUAL MONTH | FY ACTUAL YEAR-TO-DATE | FY 2015-16 PROJECTED | FY 2015-16 BUDGET | AMOUNT OF BUDGET REMAINING | PERCENT OF BUDGET REMAINING |
|----------------------------------------------|--------------------|---------------------------|-------------------------|----------------------|----------------------------------|-----------------------------------|
| ADMINISTRATIVE AND OPERATING EXPENSES | | | | | | |
| Personnel Expenses | | | | | | |
| Employee Salaries | 100,760 | 639,719 | 1,302,000 | 1,352,000 | 712,281 | 53% |
| Employee Benefits | 18,533 | 145,418 | 275,000 | 331,000 | 185,582 | 56% |
| Retired Employee Benefits | 8,580 | 25,061 | 50,000 | 59,000 | 33,939 | 58% |
| Employee Travel/Conference | 5,807 | 21,003 | 50,000 | 55,000 | 33,997 | 62% |
| Sub Total | 131,860 | 831,201 | 1,677,000 | 1,797,000 | 965,799 | 54% |
| Director Expenses | | | | | | |
| Director Compensation | 11,839 | 75,485 | 173,500 | 173,500 | 98,015 | 56% |
| Director Benefits | 8,862 | 47,189 | 97,000 | 97,000 | 49,811 | 51% |
| Retired Director Benefits | 5,081 | 31,689 | 65,000 | 75,000 | 43,311 | 58% |
| Director Public Outreach | 607 | 9,620 | 25,000 | 25,000 | 15,380 | 62% |
| Director Travel/Conference | 4,658 | 28,229 | 60,000 | 60,000 | 31,771 | 53% |
| Sub Total | 30,867 | 192,222 | 420,600 | 430,500 | 238,278 | 55% |
| Pension Expense | | | | | | |
| CalPERS-Employees, Directors, Retirees | 25,894 | 159,442 | 495,000 | 502,000 | 342,558 | 68% |
| Sub Total | 25,894 | 159,442 | 495,000 | 502,000 | 342,558 | 68% |
| Office Expenses | | | | | | |
| Office Supplies/Equipment | 2,552 | 27,512 | 35,000 | 35,000 | 7,488 | 21% |
| Equipment Operations & Maintenance | 2,030 | 13,593 | 62,000 | 35,000 | 21,407 | 61% |
| Computer Systems | 5,715 | 20,977 | 40,000 | 46,000 | 25,023 | 54% |
| Dues and Assessments | - | 53,511 | 54,000 | 59,000 | 5,489 | 9% |
| Meeting Expense | 2,225 | 11,321 | 25,000 | 35,000 | 23,679 | 68% |
| Sub Total | 12,522 | 126,914 | 216,000 | 210,000 | 83,086 | 40% |
| Facility Expenses | | | | | | |
| Building Maintenance | 90 | 90 | 15,000 | 5,000 | 4,910 | 98% |
| Liability/Property Insurance | - | 43,448 | 44,000 | 44,600 | 1,154 | 3% |
| Office Lease | 18,259 | 109,554 | 219,000 | 219,699 | 110,145 | 50% |
| Telephones/Utilities | 854 | 4,404 | 8,200 | 8,200 | 3,796 | 48% |
| Sub Total | 19,003 | 157,496 | 286,200 | 277,499 | 120,005 | 43% |
| Professional Services | | | | | | |
| Legal/Financial | 6,162 | 41,574 | 85,000 | 94,000 | 52,426 | 56% |
| Engineering | 1,261 | 31,840 | 75,000 | 75,000 | 43,160 | 56% |
| Auditor | 7,536 | 23,638 | 24,000 | 24,000 | 364 | 2% |
| Recruitment/Others/Temp Services | 1,186 | 16,548 | 35,000 | 52,000 | 35,452 | 68% |
| Public Information/Outreach | - | 1,479 | 3,000 | 5,000 | 3,521 | 70% |
| Sub Total | 16,245 | 115,077 | 222,000 | 250,000 | 134,923 | 54% |
| Allocation to Projects and Programs | | | | | | |
| Salaries/Overhead Allocated to Projects | (123,168) | (691,067) | (1,365,000) | (1,411,800) | (720,533) | 51% |
| Sub Total | (123,168) | (691,067) | (1,365,000) | (1,411,800) | (720,533) | 51% |
| TOTAL | 113,023 | 891,283 | 1,951,700 | 2,055,399 | 1,164,116 | 57% |
| Water Purchases | | | | | | |
| Tier 1 Treated | 211,375 | 2,889,771 | 4,230,000 | 3,261,223 | 371,452 | 11% |
| Tier 1 Untreated | - | 303,978 | 14,550,000 | 16,878,000 | 16,574,021 | 96% |
| MWD Capacity Charge | 58,610 | 113,220 | 361,000 | 360,850 | 247,430 | 69% |
| MWD Ready-to-Serve Charge | 381,790 | 763,578 | 1,584,499 | 1,584,498 | 830,919 | 52% |
| Sub Total | 649,775 | 4,070,549 | 20,735,499 | 22,094,371 | 18,023,822 | 82% |
| Revolving Expenses | | | | | | |
| San Gabriel River Watermaster | - | 90,500 | 90,500 | 81,000 | (9,500) | -12% |
| Sub Total | - | 90,500 | 90,500 | 81,000 | (9,500) | -12% |
| TOTAL | 649,775 | 4,161,049 | 20,826,999 | 22,175,371 | 18,014,322 | 81% |
| TOTAL ADMINISTRATIVE EXPENSES | 762,798 | 5,052,332 | 22,777,699 | 24,230,770 | 19,178,438 | 79% |

UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
MONTHLY FINANCIAL STATEMENT AND BUDGET COMPARISON
FOR THE MONTH ENDED DECEMBER 31, 2015

| | FY ACTUAL MONTH | FY ACTUAL YEAR-TO-DATE | FY 2015-16 PROJECTED | FY 2015-16 BUDGET | AMOUNT OF BUDGET REMAINING | PERCENT OF BUDGET REMAINING |
|---------------------------------------------------|--------------------|---------------------------|-------------------------|----------------------|----------------------------------|-----------------------------------|
| RECYCLED WATER PROGRAM EXPENSES | | | | | | |
| | | | | | 50% @ 12-31-15 | |
| Water Purchases-Recycled Water | 43,097 | 280,572 | 589,000 | 607,000 | 326,428 | 54% |
| SVRCB Loan Repayment | - | 188,281 | 791,000 | 773,000 | 504,719 | 76% |
| Salaries and Overhead Allocation | 3,165 | 18,871 | 40,000 | 162,800 | 143,929 | 88% |
| Standby Charge Development/Implementation | - | - | 18,000 | 18,000 | 18,000 | 100% |
| Engineering-General | 14,705 | 103,544 | 175,000 | 175,000 | 71,456 | 41% |
| Lobbyist | 4,000 | 15,626 | 30,000 | 48,000 | 32,374 | 67% |
| Public Information | 681 | 2,054 | 3,000 | - | (2,054) | n/a |
| Operation and Maintenance Phase IA | 15,549 | 116,090 | 243,000 | 272,000 | 155,904 | 57% |
| Operation and Maintenance Phase IB | 8,872 | 45,362 | 95,000 | 110,000 | 64,638 | 59% |
| Sub Total | 90,284 | 770,758 | 1,984,000 | 2,165,800 | 1,395,042 | 64% |
| TOTAL RECYCLED WATER EXPENSES | 90,284 | 770,758 | 1,984,000 | 2,165,800 | 1,395,042 | 64% |
| CAPITAL PROGRAM EXPENSES | | | | | | |
| San Gabriel Valley Water Recycling Project | | | | | | |
| Construction/Engineering/Project Mgmt. Phase IB | - | 178,287 | 180,000 | - | (178,287) | n/a |
| Engineering - Other Project | 10,570 | 73,053 | 150,000 | - | (73,053) | n/a |
| Indirect Reuse Replenishment Project | 110,876 | 527,890 | 1,200,000 | 1,850,000 | 1,322,110 | 71% |
| Legal and Financial | 117 | 4,066 | 8,000 | 7,000 | 2,914 | 42% |
| Salaries & Overhead Allocation | 13,457 | 110,899 | 225,000 | 240,000 | 129,101 | 54% |
| Sub Total | 135,120 | 894,215 | 1,763,000 | 2,097,000 | 1,202,785 | 57% |
| Other Capital Program Expenses | | | | | | |
| Miller Pk/ Neighborhood Stormwater | - | 6,090 | 15,000 | - | (6,090) | n/a |
| Sub Total | - | 6,090 | 16,000 | - | (6,090) | n/a |
| TOTAL CAPITAL PROGRAM EXPENSES | 135,120 | 900,305 | 1,779,000 | 2,097,000 | 1,196,695 | 57% |
| STORMWATER PROGRAM EXPENSES | | | | | | |
| Stormwater Program | | | | | | |
| Professional Services | - | - | 10,000 | 35,000 | 35,000 | 100% |
| Salaries and Overhead Allocation | 1,398 | 8,671 | 20,000 | 29,400 | 20,729 | 71% |
| Sub Total | 1,398 | 8,671 | 30,000 | 64,400 | 55,729 | 87% |
| TOTAL STORMWATER EXPENSES | 1,398 | 8,671 | 30,000 | 64,400 | 55,729 | 87% |

UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
MONTHLY FINANCIAL STATEMENT AND BUDGET COMPARISON
FOR THE MONTH ENDED DECEMBER 31, 2015

| | FY ACTUAL MONTH | FY ACTUAL YEAR-TO-DATE | FY 2015-16 PROJECTED | FY 2015-16 BUDGET | AMOUNT OF BUDGET REMAINING | PERCENT OF BUDGET REMAINING |
|----------------------------------------------------------|--------------------|---------------------------|-------------------------|----------------------|----------------------------------|-----------------------------------|
| WATER CONSERVATION/EDUCATION PROGRAM EXPENSES | | | | | | |
| WATER USE EFFICIENCY | | | | | | |
| <u>Residential Programs</u> | | | | | | |
| Residential Retrofit Program | 574 | 120,065 | 452,000 | 452,500 | 332,435 | 73% |
| Residential Rain Barrel Program | - | - | 180,000 | 90,000 | 60,000 | 100% |
| Sub Total | 574 | 120,065 | 632,000 | 542,500 | 422,435 | 78% |
| <u>Commercial/Industrial/Institution Programs</u> | | | | | | |
| Other CII Programs | - | 900 | 1,000 | 115,000 | 114,100 | 99% |
| Sub Total | - | 900 | 1,000 | 115,000 | 114,100 | 99% |
| <u>Landscape Programs</u> | | | | | | |
| Landscape Retrofit Program | 20,943 | 103,787 | 400,000 | 400,000 | 298,233 | 74% |
| Other Landscape Programs | 778 | 20,424 | 50,000 | 50,000 | 29,576 | 59% |
| Sub Total | 21,722 | 124,191 | 450,000 | 450,000 | 326,809 | 72% |
| <u>Allocation to Conservation Programs</u> | | | | | | |
| Salaries & Overhead | 20,558 | 126,325 | 260,000 | 267,700 | 161,375 | 56% |
| Sub Total | 20,558 | 126,325 | 260,000 | 267,700 | 161,375 | 58% |
| TOTAL WATER USE EFFICIENCY EXPENSES | 42,854 | 371,481 | 1,342,000 | 1,385,200 | 1,023,719 | 73% |
| EDUCATION & COMMUNITY OUTREACH | | | | | | |
| <u>Watershed Programs</u> | | | | | | |
| Natural Vegetation Restoration Program | - | 10,366 | 15,000 | 15,000 | 4,634 | 31% |
| Sub Total | - | 10,366 | 15,000 | 15,000 | 4,634 | 31% |
| <u>Educational Programs</u> | | | | | | |
| Water Awareness Youth Art Contests | - | 660 | 10,000 | 10,000 | 8,340 | 93% |
| Educational Activities | 11,284 | 47,891 | 140,000 | 140,000 | 92,309 | 66% |
| Solar Cup | - | - | 13,000 | 17,500 | 17,500 | 100% |
| Memberships | 18,065 | 53,884 | 102,000 | 102,000 | 48,116 | 47% |
| Educational Materials/Grant Program | - | 5,965 | 30,000 | 30,000 | 24,035 | 80% |
| Educational Outreach Programs/Events | - | 22,323 | 215,000 | 251,000 | 228,677 | 91% |
| Sub Total | 29,349 | 130,523 | 610,000 | 650,500 | 418,977 | 76% |
| <u>Outreach and Information Programs</u> | | | | | | |
| Public Workshops/Seminars | 1,533 | 16,060 | 90,000 | 125,000 | 108,940 | 87% |
| Conservation Devices/Items | 7,783 | 49,968 | 60,000 | 50,000 | 32 | 0% |
| Bottled Water Program | 3,745 | 10,980 | 20,000 | 25,000 | 14,020 | 56% |
| Community Sponsorships | 500 | 16,881 | 44,000 | 44,000 | 27,319 | 62% |
| Displays/Fairs/Presentations | 259 | 7,571 | 5,500 | 5,000 | (2,571) | -51% |
| Conferences/Meetings | - | 156 | 1,000 | 4,500 | 4,344 | 97% |
| Public Information | 450 | 37,370 | 65,000 | 85,000 | 47,630 | 56% |
| Technical Assistance | 910 | 28,170 | 50,000 | 30,000 | 1,830 | 6% |
| Legal/Financial | 2,185 | 14,303 | 30,000 | 3,000 | (11,303) | -377% |
| Sub Total | 17,385 | 181,258 | 385,500 | 371,900 | 180,241 | 51% |
| <u>Allocation to Conservation Programs</u> | | | | | | |
| Salaries & Overhead | 44,770 | 240,223 | 420,000 | 287,700 | 47,477 | 17% |
| Sub Total | 44,770 | 240,223 | 420,000 | 287,700 | 47,477 | 17% |
| TOTAL EDUCATION & COMMUNITY OUTREACH EXPENSES | 91,504 | 662,371 | 1,330,500 | 1,224,700 | 662,326 | 64% |
| TOTAL WATER CONSERVATION EXPENSES | 134,358 | 833,852 | 2,672,500 | 2,619,900 | 1,686,048 | 64% |
| WATER QUALITY AND SUPPLY PROGRAM EXPENSES | | | | | | |
| <u>Policy 9-00-8 Groundwater Remediation Projects</u> | | | | | | |
| Engineering for Water Supply Projects | - | 53,580 | 150,000 | 200,000 | 146,410 | 73% |
| Legislative Consultant | 29,000 | 133,000 | 250,000 | 200,000 | 67,000 | 34% |
| Outside Services | - | 14,991 | 25,000 | 25,000 | 10,009 | 40% |
| Sub Total | 29,000 | 201,571 | 425,000 | 425,000 | 223,419 | 53% |
| <u>Other Expenses</u> | | | | | | |
| Urban Water Management Plan/Related Studies | - | 1,211 | 75,000 | 75,000 | 73,789 | 98% |
| Integrated Resource Management Plan | - | 4,954 | 30,000 | 60,000 | 55,046 | 92% |
| Water Supply Reliability Plan/Emergency Preparedness | 12,420 | 25,579 | 100,000 | 100,000 | 74,421 | 74% |
| Basinwide Integrated Groundwater/Surface Water Model | - | 22,102 | 50,000 | 50,000 | 27,898 | 56% |
| Long Range Finance Plan Others | - | 14,377 | 48,000 | 12,500 | (1,877) | -15% |
| Legal and Financial | 70 | 4,138 | 8,000 | 8,000 | 1,862 | 31% |
| Salaries and Overhead Allocation | 39,821 | 186,078 | 400,000 | 404,000 | 217,922 | 54% |
| Sub Total | 62,311 | 268,439 | 711,000 | 707,500 | 449,081 | 63% |
| TOTAL WATER QUALITY AND SUPPLY EXPENSES | 91,311 | 480,020 | 1,136,000 | 1,132,600 | 672,440 | 69% |
| TOTAL EXPENSES | 1,295,269 | 8,125,938 | 30,378,199 | 32,310,370 | 24,184,432 | 75% |

**UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
SUMMARY OF CASH AND INVESTMENTS
December 31, 2015**

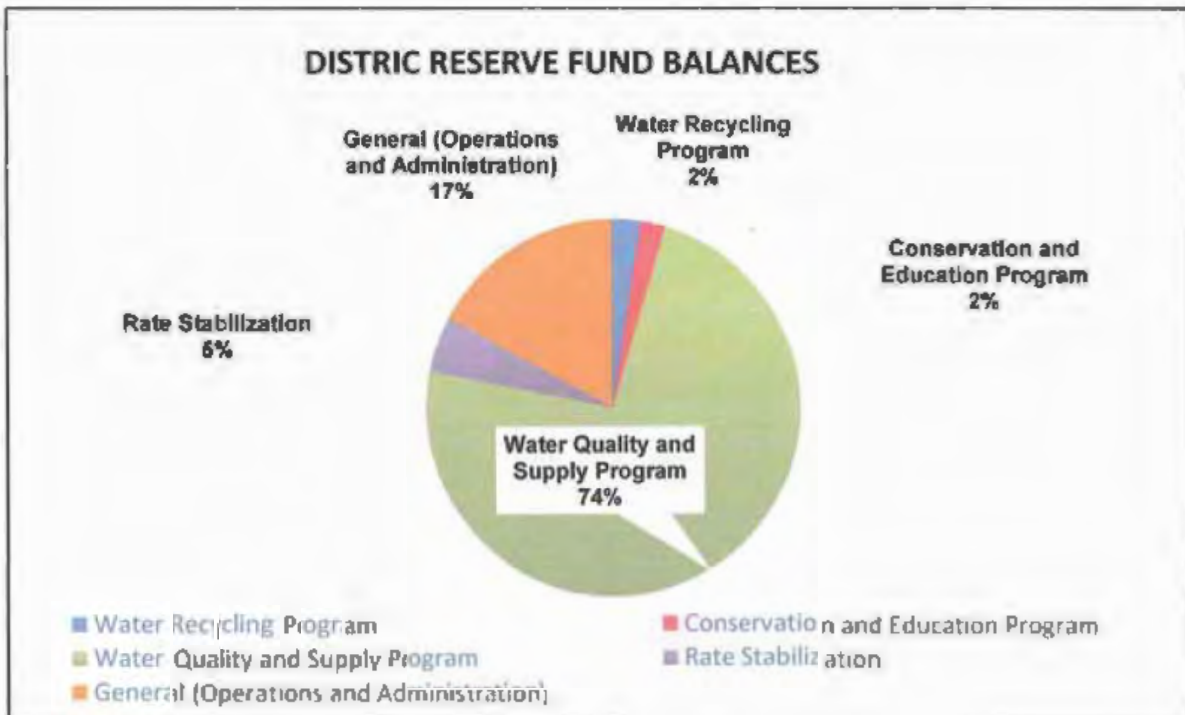
CASH AND INVESTMENT BALANCES

| | | <u>Amount (\$)</u> |
|-------------------------------------------|---------------------|------------------------|
| <u>Cash Account Balances</u> | | |
| General Fund-Checking | | 881,520.78 |
| Water Fund-Checking | | 189,462.01 |
| Revolving Fund | | 59,431.59 |
| Revolving Payroll Fund | | 153,524.08 |
| Total Cash Account Balances | | 1,283,938.46 |
| <u>Investment Account Balances</u> | | |
| | <u>Market Value</u> | <u>Cost/Book Value</u> |
| Local Agency Investment Fund | 6,276,892.97 | 6,276,892.97 |
| Chandler Investment Fund | 4,775,531.09 | 4,772,887.09 |
| Total Investment Account Balances | 11,052,424.06 | 11,049,780.06 |
| Total Cash and Investment Balances | | 12,336,362.52 |

DISTRICT FUND BALANCES

| | | |
|----------------------------------------------|--|----------------------|
| Capital Program Fund: | | |
| Water Recycling Program | | 306,464.00 |
| Conservation and Education Program | | 264,598.00 |
| Water Quality and Supply Program | | 9,071,411.00 |
| Sub Total | | 9,642,473.00 |
| Rate Stabilization Fund | | 589,752.00 |
| General Fund (Operations and Administration) | | 2,104,137.52 |
| Total Fund Balances | | 12,336,362.52 |

MANAGEMENT STATEMENT: It is the opinion of management that all fund balances are in compliance with all applicable statutes and the current investment policy of the District. It is also the opinion of management that projected cash flow liquidity is adequate to meet the next six months of expected obligations of the District.



8. (b-2)
Qtrly Report on
District Investments



DATE: February 2, 2016
TO: Board of Directors
FROM: District Secretary/Treasurer Touhey
SUBJECT: Quarterly Report Regarding District Investments

Board of Directors:
Anthony R. Fellow, Ph.D.,
Division 1
Charles M. Treviño,
Division 2
Ed Chavez,
Division 3
Michael Touhey,
Division 4
Bryan Urias,
Division 5

The Board of Directors of the Upper San Gabriel Valley Municipal Water District (Upper District) has adopted a policy regarding the investment of Upper District funds. The policy established specific guidelines for District investment activity, delegated investment responsibility and authority to the General Manager and set forth requirements for the Treasurer of the Board to oversee all Upper District investment transactions and make regular reports to the Board regarding Upper District investments. This letter is the Treasurer's Report of Upper District investment activity for the quarter ended December 31, 2015.

As of December 31, 2015, Upper District had \$6,276,892.97 invested in the State of California's Local Agency Investment Fund (LAIF), earning a .37% rate of return.

Upper District also has investments managed by Chandler Asset Management with a total market value of \$4,775,531.09 as of December 31, 2015, and an average market yield of 0.93% through the same date:

| Security Type | Book Value | Market Value | Market Yield |
|-------------------|------------------------|------------------------|--------------|
| Agency | \$ 2,346,296.43 | \$ 2,346,995.22 | 0.75% |
| Money Market Fund | \$ 31,077.33 | \$ 31,077.33 | 0.00% |
| U.S. Corporate | \$ 460,639.74 | \$ 462,433.41 | 1.12% |
| U.S. Treasury | \$ 1,934,873.59 | \$ 1,935,025.13 | 1.12% |
| Totals | \$ 4,772,887.09 | \$ 4,775,531.09 | 0.93% |

To the best of my knowledge, as Treasurer of the Upper District, this report is an accurate representation of Upper District investments and these investments comply with Upper District's investment policy and applicable statutes. Detailed information regarding all Upper District investments is attached with this memorandum for your review.

//Attachments

Local Agency Investment Fund
P.O. Box 942809
Sacramento, CA 94209-0001
(916) 653-3001

www.treasurer.ca.gov/pmis-laif/laif.asp
January 27, 2016

UPPER SAN GABRIEL VALLEY MUNICIPAL
WATER DISTRICT
GENERAL MANAGER
602 EAST HUNTINGTON DRIVE, SUITE B
MONROVIA, CA 91016

PMA Average Monthly Yields

Account Number:
90-19-021

Tran Type Definitions

December 2015 Statement

Account Summary

| | | | |
|-------------------|------|--------------------|--------------|
| Total Deposit: | 0.00 | Beginning Balance: | 6,276,892.97 |
| Total Withdrawal: | 0.00 | Ending Balance: | 6,276,892.97 |



**JOHN CHIANG
TREASURER
STATE OF CALIFORNIA**



PMIA Performance Report

| Date | Daily Yield* | Quarter to Date Yield | Average Maturity (in days) |
|----------|--------------|-----------------------|----------------------------|
| 01/14/16 | 0.45 | 0.44 | 183 |
| 01/15/16 | 0.45 | 0.44 | 181 |
| 01/16/16 | 0.45 | 0.44 | 181 |
| 01/17/16 | 0.45 | 0.44 | 181 |
| 01/18/16 | 0.45 | 0.44 | 181 |
| 01/19/16 | 0.45 | 0.44 | 175 |
| 01/20/16 | 0.45 | 0.44 | 175 |
| 01/21/16 | 0.45 | 0.44 | 172 |
| 01/22/16 | 0.45 | 0.44 | 171 |
| 01/23/16 | 0.45 | 0.44 | 171 |
| 01/24/16 | 0.45 | 0.44 | 171 |
| 01/25/16 | 0.45 | 0.44 | 168 |
| 01/26/16 | 0.45 | 0.45 | 168 |
| 01/27/16 | 0.45 | 0.45 | 173 |

*Daily yield does not reflect capital gains or losses

LAIF Performance Report

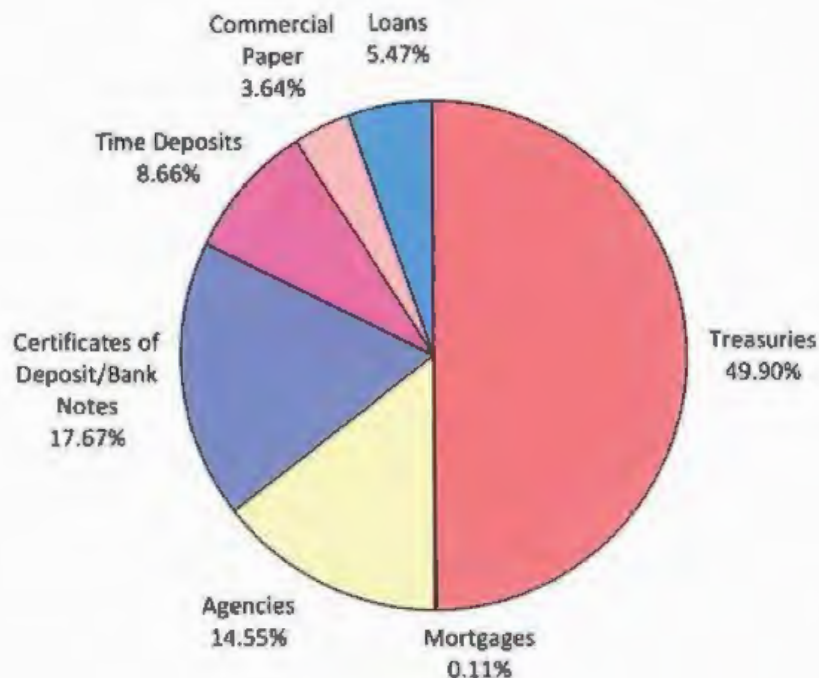
Quarter Ending 12/31/15

Apportionment Rate: 0.37%
 Earnings Ratio: 0.00001006140492611
 Fair Value Factor: 0.999186963
 Daily: 0.43%
 Quarter to Date: 0.38%
 Average Life: 179

PMIA Average Monthly Effective Yields

DEC 2015 0.400%
 NOV 2015 0.374%
 OCT 2015 0.357%

**Pooled Money Investment Account
Portfolio Composition
12/31/15
\$65.6 billion**





State of California
Pooled Money Investment Account
Market Valuation
12/31/2015

| Description | Carrying Cost Plus | | Fair Value | Accrued Interest |
|-------------------------------|-----------------------------|-----------------------------|-----------------------------|-------------------------|
| | Accrued Interest | Purch. Amortized Cost | | |
| United States Treasury | | | | |
| Bills | \$ 10,468,708,753.45 | \$ 10,482,830,783.28 | \$ 10,478,607,000.00 | NA |
| Notes | \$ 22,248,452,535.53 | \$ 22,247,129,027.71 | \$ 22,207,793,500.00 | \$ 24,762,324.50 |
| Federal Agency | | | | |
| SBA | \$ 642,351,164.21 | \$ 642,343,909.17 | \$ 635,322,467.80 | \$ 549,995.41 |
| MBS-REMICs | \$ 73,596,655.56 | \$ 73,596,655.56 | \$ 77,904,572.74 | \$ 348,792.53 |
| Debentures | \$ 961,990,090.06 | \$ 961,986,867.84 | \$ 961,041,000.00 | \$ 3,893,258.30 |
| Debentures FR | \$ - | \$ - | \$ - | \$ - |
| Discount Notes | \$ 7,584,478,430.49 | \$ 7,593,829,138.89 | \$ 7,592,138,500.00 | NA |
| GNMA | \$ - | \$ - | \$ - | \$ - |
| Supranational Debentures | \$ 350,151,164.92 | \$ 350,151,164.92 | \$ 349,959,000.00 | \$ 626,387.50 |
| CDs and YCDs FR | \$ 200,000,000.00 | \$ 200,000,000.00 | \$ 200,000,000.00 | \$ 197,363.48 |
| Bank Notes | \$ 400,000,000.00 | \$ 400,000,000.00 | \$ 399,813,054.46 | \$ 351,250.00 |
| CDs and YCDs | \$ 10,985,007,118.52 | \$ 10,985,007,118.52 | \$ 10,981,602,163.42 | \$ 9,862,947.22 |
| Commercial Paper | \$ 2,385,328,869.46 | \$ 2,386,701,088.85 | \$ 2,386,066,166.67 | NA |
| Corporate | | | | |
| Bonds FR | \$ - | \$ - | \$ - | \$ - |
| Bonds | \$ - | \$ - | \$ - | \$ - |
| Repurchase Agreements | \$ - | \$ - | \$ - | \$ - |
| Reverse Repurchase | \$ - | \$ - | \$ - | \$ - |
| Time Deposits | \$ 5,677,040,000.00 | \$ 5,677,040,000.00 | \$ 5,677,040,000.00 | NA |
| AB 55 & GF Loans | \$ 3,590,865,000.00 | \$ 3,590,865,000.00 | \$ 3,590,865,000.00 | NA |
| TOTAL | \$ 65,567,969,782.20 | \$ 65,591,480,754.74 | \$ 65,538,152,425.09 | \$ 40,592,318.94 |

Fair Value Including Accrued Interest

\$ 65,578,744,744.03

Repurchase Agreements, Time Deposits, AB 55 & General Fund loans, and Reverse Repurchase agreements are carried at portfolio book value (carrying cost).

The value of each participating dollar equals the fair value divided by the amortized cost (0.999186963). As an example, if an agency has an account balance of \$20,000,000.00, then the agency would report its participation in the LAIF valued at \$19,983,739.25 or \$20,000,000.00 x 0.999186963.



Pooled Money Investment Account

Portfolio as of 12-31-15

PAR VALUES MATURING BY DATE AND TYPE

Maturities in Millions of Dollars

| ITEM | 1 day to 30 days | 31 days to 60 days | 61 days to 90 days | 91 days to 120 days | 121 days to 150 days | 151 days to 180 days | 181 days to 210 days | 211 days to 270 days | 271 days to 1 year | 1 year to 2 years | 2 years to 3 years | 3 years to 4 years | 4 years to 5 year/out |
|----------------|------------------|--------------------|--------------------|---------------------|----------------------|----------------------|----------------------|----------------------|--------------------|-------------------|--------------------|--------------------|-----------------------|
| TREASURY | \$ 750 | \$ 4,200 | \$ 1,050 | \$ 1,700 | \$ 1,300 | \$ 3,200 | \$ 3,750 | \$ 3,000 | \$ 4,400 | \$ 8,900 | \$ 500 | | |
| REPO | | | | | | | | | | | | | |
| TDs | \$ 2,044 | \$ 1,448 | \$ 1,410 | \$ 296 | \$ 297 | \$ 183 | | | | | | | |
| AGENCY | \$ 1,592 | \$ 1,280 | \$ 1,360 | \$ 1,725 | \$ 900 | \$ 1,400 | \$ 430 | \$ 500 | \$ 75 | \$ 627 | \$ 781 | | |
| CP | \$ 150 | \$ 640 | \$ 500 | \$ 600 | \$ 300 | \$ 200 | | | | | | | |
| CDs + BNs | \$ 4,150 | \$ 1,385 | \$ 2,100 | \$ 2,100 | \$ 100 | \$ 800 | \$ 650 | | \$ 300 | | | | |
| CORP BND | | | | | | | | | | | | | |
| TOTAL | | | | | | | | | | | | | |
| \$ 63,063 | \$ 8,686 | \$ 8,953 | \$ 6,410 | \$ 6,421 | \$ 2,897 | \$ 5,783 | \$ 4,830 | \$ 3,500 | \$ 4,775 | \$ 9,527 | \$ 1,281 | \$ - | \$ - |
| PERCENT | 13.8% | 14.2% | 10.2% | 10.2% | 4.6% | 9.2% | 7.7% | 5.6% | 7.6% | 15.1% | 2.0% | 0.0% | 0.0% |

Notes:

1. SBA Floating Rate Securities are represented at coupon change date
2. Mortgages are represented at current book value.
3. Figures are rounded to the nearest million.
4. Does not include AB55 and General Fund loans.



CHANDLER ASSET

Monthly Account Statement

Upper San Gabriel Valley Municipal Water District

December 1, 2015 through December 31, 2015

Chandler Team

For questions about your account,
please call (800) 317-4747 or
Email operations@chandlerasset.com

Custodian

US Bank
Linda Brimm
(314)-418-3441

Information contained herein is confidential. We urge you to compare this statement to the one you receive from your qualified custodian. Prices are provided by IDC, an independent pricing source.



| PORTFOLIO CHARACTERISTICS | | ACCOUNT SUMMARY | | | TOP ISSUERS | |
|---------------------------|----------|---------------------------|---------------------------------------|--------------------------------------|---------------------------------|--------------------|
| Average Duration | 1.40 | | Beg. Values as of 11/30/15 | End Values as of 12/31/15 | Issuer | % Portfolio |
| Average Coupon | 0.92 % | Market Value | 4,769,954 | 4,765,143 | Government of United States | 40.5 % |
| Average Purchase YTM | 0.79 % | Accrued Interest | 9,552 | 10,368 | Federal Home Loan Bank | 13.4 % |
| Average Market YTM | 0.93 % | Total Market Value | <u>4,779,206</u> | <u>4,775,531</u> | Federal National Mortgage Assoc | 12.8 % |
| Average S&P/Moody Rating | AA+/Aaa | Income Earned | 2,607 | 3,015 | Federal Home Loan Mortgage Corp | 12.6 % |
| Average Final Maturity | 1.43 yrs | Con/WWD | | -562 | Federal Farm Credit Bank | 10.4 % |
| Average Life | 1.44 yrs | Par | 4,772,344 | 4,776,077 | Bank of New York | 2.2 % |
| | | Book Value | 4,771,290 | 4,772,687 | General Electric Co | 2.1 % |
| | | Cost Value | 4,783,820 | 4,785,406 | Praxair | 2.1 % |
| | | | | | | <u>96.1 %</u> |



| PERFORMANCE REVIEW | | | | | | | | | |
|---------------------------------------------------|------------------|--------------------|-----------------|--------|------------|-------|--------|-----------|--------------------|
| Total Rate of Return As of 12/31/2015 | Current Month | Latest 3 Months | Year To Date | 1 Yr | Annualized | | | | Since 5/31/2014 |
| | | | | | 3 Yrs | 5 Yrs | 10 Yrs | 5/31/2014 | |
| Upper San Gabriel Valley Municipal Water District | -0.06 % | -0.16 % | 0.56 % | 0.56 % | N/A | N/A | N/A | 0.46 % | 0.73 % |
| BAML 1-3 Yr US Treasury/Agency Index | -0.10 % | -0.43 % | 0.56 % | 0.56 % | N/A | N/A | N/A | 0.46 % | 0.72 % |

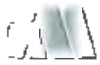


Upper San Gabriel Valley Municipal Water District
December 31, 2015

COMPLIANCE WITH INVESTMENT POLICY

Assets managed by Chandler Asset Management are in full compliance with California State law and with the District's investment policy

| Category | Standard | Comment |
|------------------------------------|----------------------------------------------------|----------|
| Treasury Bills and Notes | 5 year maximum maturity | Complies |
| Federal Agencies | 50% maximum | Complies |
| Medium Term Notes | "A" rated < 2 years; "AA" rated > 2 years; 30% max | Complies |
| Negotiable Certificates of Deposit | "A-1" rated issuer | Complies |
| Bank/Time Deposits | 1 year max maturity, "A-1" rated issuer | Complies |
| Money Market Funds | AAA rated by two NRSROs | Complies |
| Maximum maturity | 5 years | Complies |



| BOOK VALUE RECONCILIATION | |
|----------------------------------|-----------------------|
| Beginning Book Value | \$4,771,289.97 |
| Acquisition | |
| + Security Purchases | \$188,387.39 |
| + Money Market Fund Purchases | \$208,230.35 |
| + Money Market Contributions | \$0.00 |
| + Security Contributions | \$0.00 |
| + Security Transfers | \$0.00 |
| Total Acquisitions | \$406,617.74 |
| Dispositions | |
| - Security Sales | \$0.00 |
| - Money Market Fund Sales | \$198,914.95 |
| - MMF Withdrawals | \$582.17 |
| - Security Withdrawals | \$0.00 |
| - Security Transfers | \$0.00 |
| - Other Dispositions | \$0.00 |
| - Maturities | \$205,000.00 |
| - Calls | \$0.00 |
| - Principal Paydowns | \$0.00 |
| Total Dispositions | \$404,497.12 |
| Amortization/Accretion | |
| +/- Net Accretion | (\$523.50) |
| | (\$523.50) |
| Gain/Loss on Dispositions | |
| +/- Realized Gain/Loss | \$0.00 |
| | \$0.00 |
| Ending Book Value | \$4,772,887.09 |

| CASH TRANSACTION SUMMARY | |
|--------------------------------|---------------------|
| BEGINNING BALANCE | \$22,344.10 |
| Acquisition | |
| Contributions | \$0.00 |
| Security Sale Proceeds | \$0.00 |
| Accrued Interest Received | \$0.00 |
| Interest Received | \$3,229.25 |
| Dividend Received | \$1.10 |
| Principal on Maturities | \$205,000.00 |
| Interest on Maturities | \$0.00 |
| Calls/Redemption (Principal) | \$0.00 |
| Interest from Calls/Redemption | \$0.00 |
| Principal Paydown | \$0.00 |
| Total Acquisitions | \$208,230.35 |
| Disposition | |
| Withdrawals | \$582.17 |
| Security Purchase | \$198,387.39 |
| Accrued Interest Paid | \$527.56 |
| Total Dispositions | \$199,497.12 |
| Ending Book Value | \$31,077.33 |



Upper San Gabriel Valley Municipal Water District
Account #10214

Holdings Report
As of 12/31/15

| CUSIP | Security Description | Par Value/Units | Purchase Date Book Yield | Cost Value Book Value | Mkt Price Mkt YTM | Market Value Accrued Int. | % of Port. Gain/Loss | Moody/S&P Fitch | Maturity Duration |
|-----------------------------------|-------------------------------------|---------------------|-----------------------------|--------------------------------------------|----------------------|----------------------------------------|-------------------------------------|--------------------------------|----------------------------|
| AGENCY | | | | | | | | | |
| 3133EDDH2 | FFCB Note 0.4% Due 1/14/2016 | 160,000.00 | 05/06/2014 0.32 % | 160,206.40 160,004.35 | 100.01 0.16 % | 160,013.76 296.68 | 3.36 % 9.41 | Aaa / AA+ AAA | 0.04 0.04 |
| 3130A0SD3 | FHLB Note 0.375% Due 2/19/2016 | 160,000.00 | 05/21/2014 0.28 % | 160,256.00 160,018.66 | 100.00 0.36 % | 160,002.56 220.00 | 3.36 % (17.10) | Aaa / AA+ AAA | 0.14 0.13 |
| 3134G4VH8 | FHLMC Note 0.4% Due 3/15/2016 | 180,000.00 | 05/21/2014 0.33 % | 180,209.60 160,023.39 | 100.00 0.38 % | 160,005.44 186.44 | 3.35 % (17.95) | Aaa / AA+ AAA | 0.21 0.21 |
| 3133834R9 | FHLB Note 0.375% Due 6/24/2016 | 180,000.00 | 05/29/2014 0.40 % | 159,907.20 158,978.62 | 99.87 0.64 % | 159,799.52 11.67 | 3.35 % (179.00) | Aaa / AA+ AAA | 0.48 0.48 |
| 3135G0XP3 | FNMA Note 0.375% Due 7/5/2016 | 160,000.00 | 05/21/2014 0.45 % | 159,747.20 159,830.33 | 99.88 0.61 % | 159,807.04 283.33 | 3.35 % (132.29) | Aaa / AA+ AAA | 0.51 0.51 |
| 3133EDES7 | FFCB Note 0.69% Due 8/23/2016 | 175,000.00 | 05/28/2014 0.55 % | 175,549.50 175,172.37 | 100.03 0.64 % | 175,060.36 328.71 | 3.67 % (111.99) | Aaa / AA+ AAA | 0.73 0.72 |
| 3137EADS5 | FHLMC Note 0.875% Due 10/14/2016 | 160,000.00 | 06/09/2014 0.61 % | 161,000.98 160,335.21 | 100.07 0.76 % | 160,118.24 299.94 | 3.36 % (216.97) | Aaa / AA+ AAA | 0.79 0.78 |
| 3133EDKJ0 | FFCB Note 0.7% Due 11/12/2016 | 160,000.00 | 05/21/2014 0.60 % | 160,306.80 160,135.37 | 99.80 0.94 % | 159,682.56 186.67 | 3.35 % (452.81) | Aaa / AA+ AAA | 0.84 0.83 |
| 3135G0ES8 | FNMA Note 1.375% Due 11/15/2016 | 160,000.00 | 05/29/2014 0.56 % | 183,162.56 161,120.95 | 100.46 0.84 % | 160,742.88 281.11 | 3.37 % (378.07) | Aaa / AA+ AAA | 0.88 0.87 |
| 3137EADT3 | FHLMC Note 0.875% Due 2/22/2017 | 160,000.00 | 05/29/2014 0.69 % | 160,781.92 160,327.17 | 99.95 0.92 % | 159,816.64 501.67 | 3.36 % (410.53) | Aaa / AA+ AAA | 1.15 1.13 |
| 3135G0ZB2 | FNMA Note 0.75% Due 4/20/2017 | 160,000.00 | 05/06/2014 0.92 % | 159,225.60 159,659.09 | 99.72 0.97 % | 159,546.40 236.67 | 3.35 % (112.69) | Aaa / AA+ AAA | 1.30 1.29 |
| 3130A1NN4 | FHLB Note 0.875% Due 5/24/2017 | 160,000.00 | 09/04/2014 0.96 % | 158,517.12 159,751.48 | 98.86 0.98 % | 158,774.40 143.89 | 3.35 % 22.92 | Aaa / AA+ AAA | 1.40 1.38 |
| 313379VE8 | FHLB Note 1.01% Due 6/19/2017 | 160,000.00 | 05/29/2014 0.82 % | 160,899.20 160,431.07 | 100.06 0.97 % | 160,091.52 53.87 | 3.35 % (339.55) | Aaa / AA+ AAA | 1.47 1.45 |
| 3135G0ZL0 | FNMA Note 1% Due 8/27/2017 | 80,000.00 | 08/21/2014 1.12 % | 79,714.40 79,839.37 | 99.77 1.13 % | 79,819.68 208.89 | 1.68 % (19.69) | Aaa / AA+ AAA | 1.74 1.71 |
| 3135G0PO0 | FNMA Note 0.875% Due 10/26/2017 | 50,000.00 | 11/19/2014 1.02 % | 49,792.00 49,871.04 | 99.59 1.10 % | 49,793.50 78.99 | 1.04 % (77.54) | Aaa / AA+ AAA | 1.82 1.80 |
| 3137EADP1 | FHLMC Note 0.875% Due 3/7/2018 | 120,000.00 | 01/26/2015 1.00 % | 119,556.00 119,608.06 | 99.30 1.20 % | 119,157.96 332.50 | 2.50 % (530.10) | Aaa / AA+ AAA | 2.18 2.15 |
| Total Agency | | 2,345,000.00 | 0.63 % | 2,349,922.46 2,346,296.43 | 0.75 % | 2,343,332.48 3,662.74 | 49.15 % (2,963.95) | Aaa / AA+ Aaa | 0.80 0.80 |
| MONEY MARKET FUND FI | | | | | | | | | |
| 31846V203 | First American Govt Obligation Fund | 31,077.33 | Various 0.00 % | 31,077.33 31,077.33 | 1.00 0.00 % | 31,077.33 0.00 | 0.65 % 0.00 | Aaa / AAA NR | 0.00 0.00 |
| Total Money Market Fund FI | | 31,077.33 | N/A | 31,077.33 31,077.33 | 0.00 % | 31,077.33 0.00 | 0.65 % 0.00 | Aaa / AAA NR | 0.00 0.00 |



| CUSIP | Security Description | Par Value/Units | Purchase Date Book Yield | Cost Value Book Value | Mkt Price Mkt YTM | Market Value Accrued Int. | % of Port. Gain/Loss | Moody/S&P Fitch | Maturity Duration |
|---------------------------|----------------------------------------------------------|-------------------|-----------------------------|----------------------------------------|----------------------|--------------------------------------|----------------------------------|-------------------------------|----------------------------|
| US CORPORATE | | | | | | | | | |
| 064081B57 | Bank of New York Note 2.5% Due 1/15/2016 | 105,000.00 | 04/30/2014 0.61 % | 108,348.45 105,075.61 | 100.05 1.16 % | 105,054.18 1,210.42 | 2.23 % (21.43) | A1 / A AA- | 0.04 0.04 |
| 74005PBE3 | Praxair Note 0.75% Due 2/21/2016 | 100,000.00 | 06/09/2014 0.57 % | 100,304.00 100,025.05 | 100.00 0.72 % | 100,004.50 270.83 | 2.10 % (20.55) | A2 / A NR | 0.14 0.14 |
| 36962G5C4 | General Electric Capital Corp Note 2.95% Due 5/9/2016 | 100,000.00 | 05/09/2014 0.70 % | 104,436.00 100,786.21 | 100.66 1.09 % | 100,658.20 426.11 | 2.12 % (130.01) | A1 / AA+ NR | 0.36 0.35 |
| 717081DJ9 | Pfizer Inc. Note 1.1% Due 5/15/2017 | 30,000.00 | 05/12/2014 1.13 % | 29,973.60 29,987.96 | 99.92 1.16 % | 29,975.73 42.17 | 0.63 % (12.23) | A1 / AA A+ | 1.37 1.36 |
| 459200HZ7 | IBM Corp Note 1.125% Due 2/8/2018 | 100,000.00 | 02/03/2015 1.23 % | 99,695.00 99,786.56 | 99.33 1.45 % | 99,330.40 453.13 | 2.09 % (466.16) | Aa3 / AA- A+ | 2.10 2.05 |
| 59491BBF0 | Microsoft Note 1.3% Due 11/3/2018 | 25,000.00 | 10/29/2015 1.33 % | 24,975.00 24,976.35 | 99.82 1.36 % | 24,955.38 52.36 | 0.52 % (20.97) | Aaa / AAA AA+ | 2.84 2.77 |
| Total US Corporate | | 460,000.00 | 0.83 % | 467,732.05 460,639.74 | 1.12 % | 459,978.39 2,455.02 | 9.68 % (661.35) | A1 / AA- AA- | 0.82 0.80 |
| US TREASURY | | | | | | | | | |
| 912628V62 | US Treasury Note 0.5% Due 8/15/2016 | 160,000.00 | 05/13/2014 0.44 % | 160,200.54 160,043.63 | 99.99 0.62 % | 159,987.52 37.18 | 3.35 % (56.11) | Aaa / AA+ AAA | 0.46 0.46 |
| 912628VL1 | US Treasury Note 0.625% Due 7/15/2016 | 160,000.00 | 05/29/2014 0.40 % | 160,750.54 160,189.33 | 100.01 0.61 % | 160,012.48 461.96 | 3.36 % (176.85) | Aaa / AA+ AAA | 0.54 0.54 |
| 912628VR8 | US Treasury Note 0.625% Due 8/15/2016 | 160,000.00 | 05/29/2014 0.44 % | 160,650.54 160,182.78 | 99.98 0.66 % | 159,962.56 377.72 | 3.36 % (220.20) | Aaa / AA+ AAA | 0.62 0.62 |
| 912628VW7 | US Treasury Note 0.875% Due 9/15/2016 | 160,000.00 | 05/29/2014 0.47 % | 161,475.54 160,453.74 | 100.13 0.70 % | 160,200.00 415.38 | 3.36 % (253.74) | Aaa / AA+ AAA | 0.71 0.70 |
| 912628H78 | US Treasury Note 0.5% Due 1/31/2017 | 100,000.00 | 11/13/2015 0.66 % | 99,781.59 99,804.32 | 99.63 0.84 % | 99,632.80 209.24 | 2.09 % (171.52) | Aaa / AA+ AAA | 1.09 1.08 |
| 912628UA6 | US Treasury Note 0.625% Due 11/30/2017 | 100,000.00 | 11/13/2015 0.90 % | 99,449.55 99,483.54 | 99.17 1.06 % | 99,171.90 54.64 | 2.08 % (311.64) | Aaa / AA+ AAA | 1.92 1.90 |
| 912628UZ1 | US Treasury Note 0.625% Due 4/30/2018 | 50,000.00 | 01/28/2015 0.97 % | 49,443.53 49,601.52 | 98.71 1.10 % | 49,357.40 53.23 | 1.03 % (244.12) | Aaa / AA+ AAA | 2.33 2.30 |
| 912628VE7 | US Treasury Note 1% Due 5/31/2018 | 130,000.00 | 05/20/2015 1.01 % | 129,944.58 129,955.85 | 99.49 1.22 % | 129,334.79 113.66 | 2.71 % (621.06) | Aaa / AA+ AAA | 2.42 2.38 |
| 912628XF2 | US Treasury Note 1.125% Due 6/15/2018 | 100,000.00 | 11/13/2015 1.08 % | 100,105.80 100,100.63 | 99.77 1.22 % | 99,765.60 52.25 | 2.09 % (335.03) | Aaa / AA+ AAA | 2.46 2.41 |
| 912628K62 | US Treasury Note 1% Due 8/15/2018 | 100,000.00 | 11/13/2015 1.14 % | 99,821.43 99,838.79 | 99.35 1.25 % | 99,351.60 377.72 | 2.09 % (287.19) | Aaa / AA+ AAA | 2.62 2.57 |
| 912628WD8 | US Treasury Note 1.25% Due 10/31/2018 | 150,000.00 | 02/10/2015 1.30 % | 159,719.29 159,786.26 | 99.66 1.30 % | 159,775.04 340.66 | 3.35 % (11.22) | Aaa / AA+ AAA | 2.84 2.77 |
| 912628SD3 | US Treasury Note 1.25% Due 1/31/2019 | 100,000.00 | 11/13/2015 1.27 % | 99,922.21 99,925.26 | 99.66 1.36 % | 99,664.10 521.10 | 2.10 % (261.16) | Aaa / AA+ AAA | 3.09 3.00 |



| CUSIP | Security Description | Par Value/Units | Purchase Date Book Yield | Cost Value Book Value | Mkt Price Mkt YTM | Market Value Accrued Int. | % of Port. Gain/Loss | Moody/S&P Fitch | Maturity Duration |
|----------------------------------------|------------------------------------------|---------------------|-----------------------------|--------------------------------------------|----------------------|-----------------------------------------|--------------------------------------|--------------------------------|----------------------------|
| US TREASURY | | | | | | | | | |
| 912828TR1 | US Treasury Note 1% Due 9/30/2019 | 100,000.00 | 11/13/2015 1.47 % | 98,225.54 98,307.28 | 97.3% 1.58 % | 97,896.40 254.10 | 2.00 % (408.86) | Aaa / AA+ | 3.75 3.55 |
| 912828J84 | US Treasury Note 1.375% Due 3/31/2020 | 100,000.00 | 11/13/2015 1.51 % | 99,031.59 99,059.48 | 98.77 1.68 % | 98,769.50 349.39 | 2.08 % (289.95) | Aaa / AA+ | 4.25 4.09 |
| 912828XH6 | US Treasury Note 1.625% Due 6/30/2020 | 50,000.00 | 11/13/2015 1.55 % | 59,939.26 59,940.92 | 99.59 1.72 % | 59,753.88 2.68 | 1.25 % (187.04) | Aaa / AA+ | 4.50 4.32 |
| 912828LN5 | US Treasury Note 1.375% Due 9/30/2020 | 100,000.00 | 12/17/2015 1.72 % | 98,430.02 98,442.59 | 98.27 1.76 % | 98,273.40 349.39 | 2.07 % (169.19) | Aaa / AA+ | 4.75 4.56 |
| 912828WCD | US Treasury Note 1.75% Due 10/31/2020 | 100,000.00 | 12/17/2015 1.76 % | 99,957.37 99,957.71 | 99.64 1.78 % | 99,843.80 298.08 | 2.10 % (113.91) | Aaa / AA+ | 4.84 4.60 |
| Total US Treasury | | 1,948,000.00 | 0.89 % | 1,936,673.72 1,934,673.59 | 1.12 % | 1,930,754.77 4,270.36 | 40.52 % (4,118.82) | Aaa / AA+ Aaa | 2.27 2.20 |
| TOTAL PORTFOLIO | | 4,776,077.33 | 0.79 % | 4,785,405.56 4,772,637.09 | 0.93 % | 4,763,142.97 10,388.12 | 100.00 % (7,744.12) | Aaa / AA+ Aaa | 1.43 1.40 |
| TOTAL MARKET VALUE PLUS ACCRUED | | | | | | 4,775,531.09 | | | |

Upper San Gabriel Valley Municipal Water District
 Summary of Director Outreach Expenses
 For the period of July 1, 2015 through December 31, 2015

| Director | Jul-15 | Aug-15 | Sep-15 | Oct-15 | Nov-15 | Dec-15 | Actual to Date | Balance Remaining |
|------------------|-------------|--------|----------|----------|--------|--------|----------------|-------------------|
| Director Chavez | \$ - | - | - | 250.00 | 100.00 | - | \$ 350.00 | \$ 4,650.00 |
| Director Fellow | 200.00 | 50.00 | - | 1,145.00 | - | 307.00 | 1,702.00 | 3,298.00 |
| Director Touhey | 600.00 | - | 260.00 | 525.00 | 370.00 | - | 1,755.00 | 3,245.00 |
| Director Treviño | 1,653.34 | 350.00 | 760.00 | 350.00 | - | - | 3,113.34 | 1,886.66 |
| Director Urias | 1,350.00 | - | 250.00 | 450.00 | 350.00 | 300.00 | 2,700.00 | 2,300.00 |
| Total | \$ 3,803.34 | 400.00 | 1,270.00 | 2,720.00 | 820.00 | 607.00 | \$ 9,620.34 | \$ 15,379.66 |

Upper San Gabriel Valley Municipal Water District
 Director Public Outreach Program Expenses
 For the period of July 1, 2015 through December 31, 2015

Director Fellow

| <u>Date</u> | <u>Description</u> | <u>Amount</u> | <u>Check #</u> | <u>Recipient</u> |
|-------------|-------------------------------------------|------------------------|----------------|---------------------------------|
| 07/02/15 | 2015 Annual Business Awards, full page ad | 200.00 | 20677 | Arcadia Chamber of Commerce |
| 08/05/15 | 2015 Membership | 50.00 | 20732 | Temple City Chamber of Commerce |
| 10/21/15 | 10/1/15 - 10/1/16 Membership | 115.00 | 20823 | Arcadia Chamber of Commerce |
| 10/21/15 | Visionary Fund | 30.00 | 20823 | Arcadia Chamber of Commerce |
| 10/27/15 | Youth and Government Program, Sponsorship | 1,000.00 | 20843 | Santa Anita Family YMCA |
| 12/23/15 | 12/15/15 - 12/15/16 Membership | 307.00 | 20904 | Monrovia Chamber of Commerce |
| | Total | <u>1,702.00</u> | | |
| | Outreach Fund Balance | <u>3,298.00</u> | | |

Upper San Gabriel Valley Municipal Water District
 Director Public Outreach Program Expenses
 For the period of July 1, 2015 through December 31, 2015

Director Touhey

| <u>Date</u> | <u>Description</u> | <u>Amount</u> | <u>Check #</u> | <u>Recipient</u> |
|-------------|--------------------------------------------------|------------------------|----------------|------------------------------------|
| 07/02/15 | 2015 Baseball Season, Team Sponsorship | 200 00 | 20674 | Rowland Heights Little League |
| 07/02/15 | 2015 Baseball Season, Team Sponsorship | 200.00 | 20675 | West Covina National Little League |
| 07/02/15 | 2015 Baseball Season, Team Sponsorship | 200 00 | 20676 | Covina American Little League |
| 09/02/15 | 2015/16 Membership | 260 00 | 20765 | Azusa Chamber of Commerce |
| 10/09/15 | Community Fall Festival, Booth | 200 00 | 20803 | St Chnstopher |
| 10/14/15 | Red Ribbon Rally, Sponsorship | 250 00 | 20817 | Rotary Club of West Covina |
| 10/14/15 | Annual Dinner and Silent Auction, Dinner Tickets | 75 00 | 20818 | Project 29 11 |
| 11/12/15 | 65th Annual Chrstmas Parade, General Entry Fee | 45 00 | 20847 | City of Covina |
| 11/12/15 | Christmas Program Celebration, Sponsorship | 100 00 | 20859 | Trnity Youth Services |
| 11/18/15 | 2015-16 Membership Renewal | 225 00 | 20865 | Greater West Covina Bus Assoc |
| | Total | <u>1,755.00</u> | | |
| | Outreach Fund Balance | <u>3,245.00</u> | | |

Upper San Gabriel Valley Municipal Water District
 Director Public Outreach Program Expenses
 For the period of July 1, 2015 through December 31, 2015

Director Treviño

| <u>Date</u> | <u>Description</u> | <u>Amount</u> | <u>Check #</u> | <u>Recipient</u> |
|-------------|----------------------------------------------|------------------------|----------------|-----------------------------------------------------|
| 07/22/15 | Washer Raffle - So Pasadena Run & Green Expo | 653.34 | 20699 | So. Pasadena Greenest Fastest Mile Run & GREEN EXPO |
| 07/22/15 | Scholarship Fundraiser | 1,000.00 | 20702 | Local 300 Scholarship Fund |
| 08/05/15 | Dia De Los Muertos sponsorship | 250.00 | 20727 | Vecinos De South Pasadena |
| 08/05/15 | Luau Fundraiser sponsorship | 100.00 | 20730 | Alhambra SG Lodge No 1328 |
| 09/16/15 | Anniversary Awards Dinner sponsorship | 300.00 | 20777 | Asian Youth Center |
| 09/16/15 | Si Se Puede Leadership Awards | 150.00 | 20778 | LCLAA - La Chapter |
| 09/21/15 | 2015/16 Membership | 50.00 | 20788 | Temple City Chamber of Commerce |
| 09/21/15 | 2015/16 Membership | 260.00 | 20789 | Arcadia Chamber of Commerce |
| 10/14/15 | Tiger Run 2015, Sponsorship | 350.00 | 20821 | South Pasadena Booster Club |
| | Total | <u>3,113.34</u> | | |
| | Outreach Fund Balance | <u>1,886.66</u> | | |

Upper San Gabriel Valley Municipal Water District
 Director Public Outreach Program Expenses
 For the period of July 1, 2015 through December 31, 2015

Director Urias

| Date | Description | Amount | Check # | Recipient |
|-----------------------|-------------------------------------------|-----------------|---------|-----------------------------------|
| 07/02/15 | National Competition Sponsorship | 1 000.00 | 20678 | NAACP Act South Pasadena Branch |
| 07/15/15 | 28th Summer Fundraiser | 300.00 | 20693 | Baldwin Park Historical Society |
| 07/22/15 | 2015 Membership | 50.00 | 20708 | Baldwin Park Business Association |
| 09/04/15 | Installation Dinner Sponsorship | 250.00 | 20766 | Duarte Kiwanis Club |
| 10/09/15 | La Luna Rosa Benefit Dinner, Full page ad | 450.00 | 20800 | Duarte Educational Foundation |
| 11/18/15 | 22nd Dinner Fashion Show Sponsorship | 350.00 | 20868 | St. John the Baptist School |
| 12/11/15 | Community Christmas Party | 300.00 | 20881 | Church of the Redeemer |
| Total | | <u>2,700.00</u> | | |
| Outreach Fund Balance | | <u>2,300.00</u> | | |

RESOLUTION NO. 2-16-562

**A RESOLUTION OF THE BOARD OF DIRECTORS OF THE
UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
ENDORING WATERSMART: WATER AND ENERGY
EFFICIENCY GRANT FOR 2016**

WHEREAS, the United States Bureau of Reclamation is currently offering grant opportunities through the WaterSMART: Water and Energy Efficiency Grants for Fiscal Year ("FY") 2016; and

WHEREAS, said WaterSMART: Water and Energy Efficiency Grants for FY 2016 is a cost-shared program emphasizing water and energy efficiency; and

WHEREAS, the Board of Directors of Upper San Gabriel Valley Municipal Water District ("Board") supports the submission by the Upper San Gabriel Valley Municipal Water District ("Upper District") of a grant application, prepared and approved by the Upper District, to the WaterSMART: Water and Energy Efficiency Grants for FY 2016; and

WHEREAS, Upper District is capable of providing the amount of matching funds of up to \$540,000 in cash and/or in-kind contributions required in the grant application process, as the lead applicant, on behalf of its member agencies: La Puente Valley County Water District (LPVCWD) and San Gabriel Valley Water Company (SGVWC). As stated in their Letters of Funding Commitment provided to Upper District, LPVCWD has committed \$210,000 and SGVWC has committed \$330,000 to the Project, for a total non-Reclamation share of \$540,000; and

WHEREAS, if selected for a WaterSMART: Water and Energy Efficiency Grants for FY 2016, Upper District will work with the United States Bureau of Reclamation to meet established deadlines for entering into a cooperative agreement.

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT as follows:

Section 1. The Board approves the submission of the application for the WaterSMART: Water and Energy Efficiency Grants for FY 2016 by Upper District for fiscal year 2015-16, fiscal year 2016-17, and fiscal year 2017-18.

Section 2. In the event grant funding is provided by the United States Bureau of Reclamation, the Board authorizes the General Manager of Upper District or his designee to accept the grant and sign any contract for administration of the grant funds and delegate the Chief Financial Officer to act as a fiscal agent for any grant funding received.

Section 3. This resolution shall take effect immediately.

Section 4. The Secretary shall certify to the adoption of this resolution and henceforth and thereafter the same shall be in full force and effect.

PASSED, APPROVED, AND ADOPTED this 2nd day of February, 2016.

AYES:

NOES:

ABSTAIN:

ABSENT:

Bryan Urias, President

ATTEST:

Michael R. Touhey, Secretary/Treasurer

(SEAL)

APPROVED AS TO FORM:

Steven P. O'Neill, District Counsel

RESOLUTION NO. 2-16-563

**A RESOLUTION OF THE BOARD OF DIRECTORS OF THE
UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
SUPPORTING WEST BASIN MUNICIPAL WATER DISTRICT'S
DESALINATION PROJECT**

**THE BOARD OF DIRECTORS OF UPPER SAN GABRIEL VALLEY
MUNICIPAL WATER DISTRICT FINDS as follows:**

WHEREAS, several years of drought conditions and recent developments concerning reduced imported potable supplies in Southern California have combined to create a critical need for independent, reliable water supplies; and

WHEREAS, the Upper San Gabriel Valley Municipal Water District desires to reduce the demand for imported water through the creation of independent and reliable local water supply development; and

WHEREAS, the Upper San Gabriel Valley Municipal Water District acknowledges that desalination can play a role as an important part of the region's water reliability portfolio, as desalination is a sound and reliable supply; and

WHEREAS, West Basin Municipal Water District is an established recycled water producer who has been producing and receiving recycled water throughout Southern California for over 20 years; and

WHEREAS, West Basin Municipal Water District has conducted extensive research on ocean water inflow and brine outflow for ocean water desalination facilities; and

WHEREAS, West Basin Municipal Water District's research has demonstrated that ocean water desalination can be effective while creating no adverse environmental impacts.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE UPPER SAN GABRIEL MUNICIPAL WATER DISTRICT that the Upper San Gabriel Valley Municipal Water District supports the efforts of the West Basin Municipal Water District in researching, studying, and developing an ocean water desalination facility.

PASSED, APPROVED, AND ADOPTED this 2nd day of February, 2016.

AYES:

NOES:

ABSTAIN:

ABSENT:

Bryan Urias, President

ATTEST:

Michael R. Touhey, Secretary/Treasurer

(SEAL)

APPROVED AS TO FORM:

Steven P. O'Neill, District Counsel

MEMORANDUM



9. (a) ACTION

DATE: January 25, 2016
TO: Water Policy Committee and Board of Directors
FROM: General Manager
SUBJECT: 2015-16 Water Education Grant Program Application Recommendations

Recommendation

Staff recommends the approval of nine (9) Water Education Grant applications in the total amount of \$9,000.

Background

Emails were sent during the Fall of 2015 to the Principals and Vice Principals of all schools within the District boundaries announcing that Upper District was accepting applications for its 2015-16 Water Education Grant Program (WEGP). The application was also made available on the District's website and announced to the water producers via the Conservation Action Roundtable (CAR) email list and at the CAR meetings.

The deadline for completed applications was January 19, 2016.

Nine (9) completed WEGP applications were received for the FY 15/16. Staff has reviewed the applications and all meet the criteria and educational goals of this program.

The review criteria for the applications included consideration of the following elements:

- Does the project offer a better understanding of water and the important role it plays?
- Does the project actively engage students in the learning process and enhance the classroom experience?
- Are components of the project inter-disciplinary?
- Does the budget cover the activities proposed?
- Are the student activities, goals, and objectives clearly defined?

The overall budget allocation for FY 15/16 WEGP is \$15,000. A total of 9 applications totaling \$9,000, are recommended for funding since they meet the criteria listed above. The attached table lists each application with a project summary and recommendation.

Attachment

Upper District Water Education Grant Applications Received for FY 2014-15

| ID | Project Title | Applicant Name | School | School Address | Phone | Email | Div. | Grade Levels | Total Students | Total Project Cost | Amount Requested from Upper District | Amount Approved if Funded |
|----|------------------------------------------------------------------------------|------------------------------------------|--------------------------------|------------------------------------------------|------------------------|------------------------------|------|--------------|----------------|--------------------|--------------------------------------|---------------------------|
| 1 | Save Water! Landscaps with Native Plants, Phase 1 | Donna Garrison | Rio Honda Elementary | 11425 Wildflower Rd, Arcadia, CA 91006 | 626-575-2308 | dgarrison@arcad.org | 1 | K-4 | 90 | \$1,535.00 | \$1,000.00 | \$1,000.00 |
| 2 | Plastic Summit Project, Class 1 | Eloise Gomez | Bassett High School | 755 N. Ardilla Ave. La Puente, CA 91746 | 626-931-2800 ext. 2638 | egomez@bassettusd.org | 3 | 9-12 | 30 | \$1,000.00 | \$1,000.00 | \$1,000.00 |
| 3 | Plastic Summit Project, Class 2 | Rosalinda Owayn | Bassett High School | 755 N. Ardilla Ave. La Puente, CA 91746 | 626-931-2669 | royorquin@bassettusd.org | 3 | 9 | 32 | \$1,000.00 | \$1,000.00 | \$1,000.00 |
| 4 | Stormwater Testing as a Best Management Practice for Community Involvement | Ms. Janilla Daulatani | Bassett High School | 755 N. Ardilla Ave. La Puente, CA 91746 | 626-931-2800 ext. 2877 | jdaulatani@bassett.k12.ca.us | 3 | 9-12 | 30 | \$1,300.00 | \$1,000.00 | \$1,000.00 |
| 5 | Recycling the Richness of Life | Rebecca Faustich | Rio Honda Elementary School | 11425 Wildflower Rd, Arcadia, CA 91006 | 909-261-8693 | rfpau@arcad.org | 1 | K-4 | 110 | \$1,320.00 | \$1,000.00 | \$1,000.00 |
| 6 | Teaming With Biodiversity | Rebecca Faustich | Rio Honda Elementary School | 11425 Wildflower Rd, Arcadia, CA 91006 | 909-261-8693 | rfpau@arcad.org | 1 | K-4 | 95 | \$1,050.00 | \$1,000.00 | \$1,000.00 |
| 7 | Water, Water Everywhere: How Can We Help Our World's Water? Phase 2, Team #1 | Ms. Michelle Sysook / Ann Davis-Martinez | Arroyo Vista Elementary School | 335 El Centro Street, South Pasadena, CA 91030 | 626-441-3840 | msysook@spusd.net | 2 | K-3 | 24 | \$1,000.00 | \$1,000.00 | \$4,000.00 |
| 8 | Water, Water Everywhere: How Can We Help Our World's Water? Phase 2, Team #2 | Ms. Karm Cabot / Ann Davis-Martinez | Arroyo Vista Elementary School | 335 El Centro Street, South Pasadena, CA 91030 | 626-441-3840 | msysook@spusd.net | 2 | K-3 | 24 | \$1,000.00 | \$1,000.00 | \$1,000.00 |

Upper District Water Education Grant Applications Received for FY 2014-15

| ID | Project Title | Applicant Name | School | School Address | Phone | Email | Div. | Grade Levels | Total Students | Total Project Cost | Amount Requested from Upper District | Amount of Approved Funding |
|----|------------------------------------------------------------------------------|--------------------------------------|--------------------------------|------------------------------------------------|--------------|---------------------|------|--------------|----------------|--------------------|--------------------------------------|----------------------------|
| 9 | Water, Water Everywhere: How Can We Help Our World's Water? Phase 2, Term 03 | Ms. Susan Inals / Ann Davis-Martinez | Arroyo Vista Elementary School | 335 El Centro Street, South Pasadena, CA 91030 | 626-441-5840 | amartinez@spisd.net | 2 | 3 | 24 | \$1,000.00 | \$1,000.00 | \$1,000.00 |
| | | | | | | | | | 499 | \$10,185.00 | \$9,880.00 | \$9,880.00 |

NOT APPROVED

| | | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|---|--------|--------|--------|
| 1 | | | | | | | | | | | | |
| | | | | | | | | | 0 | \$0.00 | \$0.00 | \$0.00 |

Upper District Water Education Grant Applications Received for FY 2014-15

| Summary | Approved? (Yes/No) | Appendix Notes | Approval Signed & Submitted | Approved by Board or Lile of District | Check Amount | Make Payable To | Check Notes | Mail To | Completed Report Submitted? (Yes/No) | Submitted all Financial Documents e? (Yes/No) |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------|-------------------|-----------------------------------|---------------------------------------------|-----------------|-----------------|-------------|---------|-----------------------------------------------|--------------------------------------------------------|
| Third grade students will participate in a Project Based Learning (PBL) investigation using brand new, standards-aligned science kits/items of study that provide comprehensive active learning experiences aligned to the new science performance expectations (NGSS). New informational text readers will be made available at different levels, as well as online access to the FOSS technology component at school and home. Students will learn about weather and climate, the sun and the water cycle, properties and uses of water, and the interaction between living things and the environment. They will develop observation, investigation, measurement, and experimentation skills, and improve their reading and critical thinking skills. | Yes | — | | | | | | | | |
| | | | | | | | | | | |

| | | |
|--|--|--|
| | | |
|--|--|--|



The Metropolitan Water District of Southern California

NEWS RELEASE

P. O. Box 54153, Los Angeles, California 90054-0153 • (213) 217-6485 • www.mwdh2o.com

Contact: Bob Muir, (213) 217-6930; (213) 324-5213, mobile

Jan. 20, 2016

METROPOLITAN'S EDUCATION PROGRAM RECOGNIZED WITH CALIFORNIA'S HIGHEST ENVIRONMENTAL HONOR

From its groundbreaking grade school curriculum to a program hosting the nation's largest solar-powered boat competition for high school students, Metropolitan Water District's wide-ranging and comprehensive education program has received California's highest environmental honor.

Metropolitan General Manager Jeffrey Kightlinger joined the district's education program staff members in accepting the Governor's Environmental and Economic Leadership Award on behalf of the agency during ceremonies Tuesday night (Jan. 19) at the California Environmental Protection Agency headquarters in Sacramento.

"We're extremely proud to be honored by the state as an environmental leader," Kightlinger said of Metropolitan's first GEELA award. "Within our six-county service area are 5 million students and teachers—each of whom has a vital stake in learning about water and how to manage, protect and conserve it.

"Our education programs not only promote environmental discovery, they are representative of Metropolitan's overall commitment to balancing environmental protection and keeping California's economy strong with innovative water management," Kightlinger said.

Launched as classroom units for fourth- and fifth graders in 1983, Metropolitan's education program has evolved to include curriculum that meets state Common Core and Next Generation Science standards for all grade levels, teacher workshops and field trips as well as other innovative ways of using technology to reach young learners.

Among the more inventive approaches is Metropolitan's Solar Cup™ program, which provides months of intense, hands-on learning about water conservation, solar-energy, engineering and teamwork, culminating in the nation's largest solar boat competition over three days each spring. About 10,000 students have participated in Solar Cup since the inaugural event launched in 2002 with just eight boats.

more. . . .

Along with Solar Cup, Metropolitan is a co-sponsor of the World Water Forum, an 18-month competitive grant program for students and professors from community colleges and universities throughout the Southland, aimed at addressing regional and global water issues. In addition, the district offers the Diamond Valley Lake Education Program, which provides instruction to students in grades 4-7, and the "Water is Life" Student Art and Calendar Program.

"We're leading the way to promote knowledge and connections to the environment and our water resources," said Adrian Hightower, manager of Metropolitan's education unit.

"Increasingly, we're using online teaching tools and integrating new technologies that promote collaboration and expand learning experiences. By helping students develop critical thinking skills, we hope to inspire a new generation of thinkers and leaders who will value and protect our water resources," Hightower said.

Established in 1993, GEELA is awarded to individuals, companies and organizations that use sustainable business practices to conserve energy, reduce waste or prevent pollution while contributing to their local economy. A panel of judges from a number of state resource agencies and departments evaluated and selected winners in the following categories: Environmental Education; Ecosystem and Land Use Stewardship; Climate Change; Zero Emission Vehicle Dealers; Sustainable Practices, Communities or Facilities; and Waste Reduction.

Information on Metropolitan's education programs is available at mwdh2o.com. For more information on the GEELA program and this year's award recipients, please visit www.calepa.ca.gov/Awards/GEELA.

###

The Metropolitan Water District of Southern California is a cooperative of 26 cities and water agencies serving nearly 19 million people in six counties. The district imports water from the Colorado River and Northern California to supplement local supplies, and helps its members to develop increased water conservation, recycling, storage and other resource-management programs.

BROWN & CALDWELL'S California Water News – 1/27/16

California to release more reservoir water thanks to El Niño storms

By [Kurtis Alexander](#), San Francisco Gate

California officials offered some good news Tuesday amid the throes of the continuing drought, announcing they'll probably have a little more water to release from the state's mountain-fed reservoirs this year because of wet weather.

The Department of Water Resources, mindful of the fruits of the El Niño weather pattern, boosted expected water deliveries to cities and farms from last month's scant projection of 10 percent of what was requested to a slightly better 15 percent.

While the bump is small, any increase in the supply is sure to be welcomed by the 29 public agencies that receive water from the State Water Project and ultimately serve it to two-thirds of California residents.

"Our modest increase underscores the fact that we still have a critical water shortage after four-plus years of drought that we don't know when will end," said [Mark Cowin](#), director of the Department of Water Resources, in a prepared statement.

The department noted Tuesday that the crucial Sierra Nevada snowpack was at its highest level for the date since 2011, before the drought began. However, while water content in the snow was an encouraging 115 percent of average, it needs to grow closer to 150 percent of average before drought relief is assured, officials said.

Last year, because of the continuing dry conditions, State Water Project deliveries amounted to just 20 percent of what was requested after a meager 5 percent the prior year. The state hasn't met 100 percent of demand since 2006.

The cutbacks have forced water agencies to turn from Sierra runoff caught at the state dams to alternative supplies, such as local rivers and groundwater, as well as to step up conservation.

The communities of Livermore, Pleasanton, Dublin and San Ramon, which get more than two-thirds of their water from the state, have already indicated that strict conservation measures will remain in place while they try to stretch out remaining reserves.

The State Water Project is made up of 34 lakes, reservoirs and storage facilities that fill with mountain runoff but, because of drought, are running thin. January's storms — coming amid the much-anticipated El Niño winter — have been beneficial, but reservoir levels remain lower than normal.

Lake Oroville, the state's largest reserve, Tuesday stood at 60 percent of its historical average for the date.

The state water system works alongside the federally run Central Valley Project in moving mountain supplies to cities and farms.

Federal officials have not projected how much water they will deliver this year. But in an announcement last week, they warned recipients that it might not be much because the drought-stricken system remains in recovery.

BROWN & CALDWELL'S California Water News – 1/25/16

Feds to California farmers: Water reserves low despite recent rains

BY RYAN SABALOW AND DALE KASLER, SACRAMENTO BEE



Farmers are harvesting El Niño by flooding their fields. dkasler@sacbee.com

Even as steady rains drenched the Sacramento Valley on Friday, federal dam managers issued a bleak proclamation to farmers hopeful that recent rain and snow might translate into more water deliveries for their crops.

On Friday, the Bureau of Reclamation issued notice that reservoir levels behind Central Valley Project dams remained unusually low despite recent rains and heavy snowpack.

The notice is likely to portend another rough year for the thousands of Sacramento and San Joaquin Valley farmers whose water districts contract with the bureau for deliveries. Last year, the federal Central Valley Project made zero deliveries for the second straight year to many of its customers because of the drought.

Farmers with junior water rights in the San Joaquin Valley are bracing for another year with no deliveries, said Johnny Amaral, a deputy general manager for Westlands Water District, which serves farmers over a vast swath of land in Fresno and Kings counties.

"Zero allocation again will be traumatic – not just for us – but for everybody who depends on water deliveries," Amaral said. "It's a huge blow."

Bureau officials said Friday that "reservoir carryover storage" at the end of the 2015 water year, which ended in September, was 2.9 million acre-feet. That is 24 percent of the system's total capacity and 47 percent of the 15-year average for six critical Central Valley Project reservoirs: Shasta, New Melones, Trinity, Folsom, Millerton and San Luis.

Even with recent rains, officials said the reservoirs remain nearly 1 million acre-feet lower than they were a year ago.

Spokesman Shane Hunt said the Bureau of Reclamation is required to notify contractors by Feb. 15 whether 2016 will be another "critical" year for water allocations. The actual allocation figure will be announced in late February. The statistics released Friday represent a more general supply outlook.

"It kind of sets the stage for what's coming next month," Hunt said.

Last month, the state Department of Water Resources told farmers and cities that rely on the State Water Project they can expect just 10 percent of normal deliveries this year. That's below the 20 percent allocation shipped last year.

So far California's winter precipitation has been somewhat above average, but not extraordinary enough to reverse the impacts of four severely dry years. The statewide snowpack is 113 percent of average for this date. It's 124 percent in the northern Sierra.

Rainfall in the Sacramento Valley is running at 114 percent of average, and 120 percent in the San Joaquin Valley.

"With this promising news and El Niño storms beginning to materialize, we are feeling encouraged," said David Murillo, the Bureau of Reclamation's Mid-Pacific regional director. "However, storage in our reservoirs remains low, and we must be prudent as we develop initial operation plans and allocations for CVP water contractors."

Amaral, the Westlands deputy director, said he was frustrated that even with recent storms causing regional flooding, water is washing out to sea instead of heading south through pumps in the Sacramento-San Joaquin Delta. Last week, state officials said they had to shut down the pumps that divert water to Southern California to protect endangered Delta smelt.

Westlands is among the agricultural districts pressing to loosen endangered species protections to provide more water for cropland.

L. A. TIMES – 1/22/16

Lawmakers want to put Gov. Jerry Brown's delta tunnels plan before voters

Melanie Mason Contact Reporter, L. A. TIMES

Lawmakers representing the Sacramento-San Joaquin delta, the heart of California's water system, have introduced a bill that would make Gov. Jerry Brown's controversial twin tunnels project subject to statewide voter approval.

"The Legislature should be able to weigh in on this. And certainly the people should be able to weigh in on this," said Assemblywoman Susan Talamantes Eggman (D-Stockton), an author of the bill.

The \$15-billion construction project, which is currently in the administrative approval process, involves two massive tunnels under the delta that would transport Sacramento River water farther south to the state's agricultural and urban hubs.

The tunnels have become a signature issue for Brown, who argues it is necessary to shore up the state's ecologically and structurally fragile waterworks. But the plan faces stiff opposition from delta-area landowners, who argue more water exports could harm the surrounding environment.

Brown included an oblique reference to the tunnels project in his State of the State address Thursday, listing "reliable conveyance" as a necessity to protect California's water supplies. His office made the connection more overtly, releasing a slickly produced video touting the delta plan as a crucial upgrade to the state's water infrastructure.

But the tunnels already face one challenge at the ballot box: an initiative slated for November 2016 would require voter approval for many public works projects, including the delta plan.

Now Eggman and other delta-area lawmakers of both parties want to explicitly single out the tunnels project for a statewide vote.

"Let's have this statewide conversation about if this is the project we need," Eggman said.

The ballot box has not been kind to other efforts to rework the state's water system.

In 1982, voters overturned legislation to build a peripheral canal around the delta, funneling water south. The vote split regionally -- Southern Californians were strongly in favor, while those in the north decisively rejected the plan -- underscoring the fraught geographic battle lines in the state's water wars.

On Friday, the Brown administration struck a dismissive tone on the latest proposal.

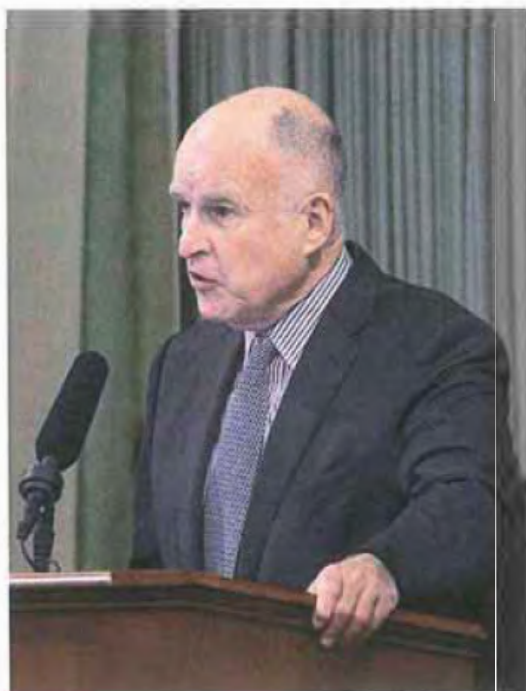
"We see no need to comment on this," spokeswoman Deborah Hoffman said.

Brown would probably veto any legislation that could imperil the project. And the bill faces other political hurdles in the Legislature. The tunnels are backed by some of the Capitol's most influential players, including business groups, labor unions and powerful water districts.

Eggman, acknowledging the measure's dim outlook, said she would "do her best" to get it to the governor's desk, but said the bill also had value in "having the conversation" about the project's merits.

BROWN & CALDWELL'S California Water News – 1/22/16

Reservoir supporters heartened by governor's speech



California Gov. Jerry Brown is applauded by lawmakers as he walks down the center aisle of the Assembly chambers to give his annual State of the State address to a joint session of the Legislature, Thursday, Jan. 21, 2016, in Sacramento, Calif. Rich Pedroncelli AP Photo

The Associated Press

SACRAMENTO, CALIF. The latest on Gov. Jerry Brown's State of the State address in California (all times local):

Gov. Jerry Brown's brief mention of water projects in his State of the State address is drawing praise from lawmakers who want to build new reservoirs.

The Democratic governor told lawmakers Thursday there's no magic bullet but a series of actions are needed to manage water.

He says those steps should include new water storage and new technology, along with twin tunnels to help ship water from the San Joaquin Delta to Southern California.

Voters in 2014 approved \$7.5 billion for water projects.

Republican Sen. Jim Nielsen of Gerber says he's "so glad" to hear Brown support water storage. He urges approval of the proposed Sites Reservoir north of Sacramento.

Democratic Assemblyman Jim Cooper of Elk Grove says California must take a serious look at improving water infrastructure, including more storage.

Gov. Jerry Brown made no mention of high-speed rail in his annual State of the State speech to state lawmakers.

The \$68 billion project has been a top priority for the Democratic governor.

Republicans have fiercely criticized it.

Brown focused instead Thursday on deferred maintenance for roads, highways and bridges.

He pushed for an increase in taxes and fees that would be dedicated to improving roadways.

Legislative Democrats say they can spend some of California's budget surplus on expanded government services without disrupting Gov. Jerry Brown's push for fiscal restraint.

Brown did not push for new programs in his annual State of the State speech Thursday, urging lawmakers instead to focus on paying down debts and liabilities incurred in the past.

Assembly Speaker Toni Atkins says the governor always focuses on austerity, but the Assembly can responsibly consider investments in schools, the environment and reducing poverty.

The San Diego Democrat says news coverage of the governor's speech is often focused on looking for an adult in the room. But Atkins says the adults in the Legislature built the rainy day fund and have passed budgets on-time five years in a row.

California Republicans are praising the message of fiscal restraint in Democratic Gov. Jerry Brown's annual State of the State address.

But GOP lawmakers were critical of Brown's push Thursday to raise taxes and fees for transportation infrastructure.

Republican Sen. Patricia Bates of Laguna Niguel says Brown's emphasis on paying existing commitments is "right on target." But Bates says the governor undermined his point by pushing for higher taxes.

Assembly Minority Leader Chad Mayes of Yucca Valley says California must spend more of the money it already collects on transportation before considering a tax hike.

Brown called a special session last year to deal with a backlog in transportation infrastructure needs, but his effort has not gained traction.

He urged lawmakers Thursday to "bite the bullet" and approve new taxes and fees.

Gov. Jerry Brown is urging California lawmakers to "bite the bullet" and approve new taxes and fees dedicated to transportation.

The Democratic governor told the Legislature in his annual State of the State speech Thursday that it's impossible to maintain roads and bridges without a dedicated source of revenue.

He says ideology and politics are barriers stand in the way but "one way or another, the roads must be fixed."

Brown called a special session last year to deal with a backlog in transportation infrastructure spending, but his effort has not gained traction.

Republican Sen. Jim Nielsen of Gerber says road construction can be funded without a tax hike and the GOP won't support one.

Tax increases require a support from a supermajority of lawmakers, so Democrats can't raise taxes without Republican votes.

Gov. Jerry Brown opened his annual State of the State address with a joke about spending his \$24 million of campaign cash on a ballot proposition allowing him to seek a fifth term.

The 77-year-old Democrat is barred by term limits from running for office again.

Brown delivered his 14th State of the State speech to the Legislature on Thursday.

He did not outline new programs, saying he wants to focus instead on how to pay for commitments already made.

Brown says economists can't confidently predict the next recession, and California must be prepared to pay its obligations during the next economic downturn.

He's beginning his sixth year as governor after he previously held the post from 1975 to 1983.

Gov. Jerry Brown says he's not outlining new programs in his annual State of the State address and wants to focus instead on how to pay for commitments already made.

Brown laid out his next vision for the future of California on Thursday in the annual speech to the Legislature.

In his prepared remarks, Brown says California has already taken several steps to tackle growing economic inequality that include a minimum wage hike, a tax credit for low-wage workers and health coverage for the children of people who can't prove they're legally in the country.

The 77-year-old Democrat is entering his sixth year as governor after he previously held the post from 1975 to 1983.

Brown spent much of last year focusing on California's efforts to address climate change, his signature issue.

Gov. Jerry Brown is laying out his next vision for the future of California as he delivers his annual State of the State address.

Brown's speech to the Legislature Thursday morning comes as the 77-year-old Democrat enters his sixth year as governor after he previously held the post from 1975 to 1983.

Brown spent much of last year focusing on California's efforts to address climate change, his signature issue. He was criticized for not being engaged enough in the two special sessions he called to address transportation and health care financing.

He's also still promoting his massive infrastructure projects on high-speed rail and to build twin water tunnels in the Sacramento-San Joaquin Delta.

L. A. TIMES – 1/21/16

Feinstein water plan would fund recycling, desalination and storage



Sen. Dianne Feinstein speaks on the Senate floor.

Sarah D. Wire, Contact Reporter, L. A. TIMES

California's congressional delegation continued to wrangle over how to respond to the Golden State's water crisis Thursday when Sen. Dianne Feinstein (D-Calif.) released what she called a "discussion draft" of proposed legislation.

Feinstein said in a statement that the bill addresses long-term and short-term water concerns.

"In my 23 years in the Senate, this has been the most difficult bill to put together. The maxim that whiskey's for drinking and water's for fighting is alive and well in California," she said.

The bill does not mandate how much water should be pumped from the Central Valley Project or the State Water Project, which move water from Northern California to farms and cities to the south. Those decisions would be left in the hands of state and federal officials.

For the short term, the legislation includes provisions aimed at capturing water from El Niño storms. It would allow water agencies to increase pumping during winter storms, and they would no longer be required to "pay back" the increase by reducing pumping later.

For long-term water needs, it authorizes \$1.3 billion in funding for Western states for desalination, recycling and storage.

A summary of the bill and the full text are available on Feinstein's website.

"This bill will not satisfy every water interest in the state, but we have tried mightily to listen and absorb commentary from interested parties," Feinstein said.

She said she will meet over the weekend with environmental groups, farmers and water districts and next week with House members.

"The bill reflects many meetings between Democrats and Republicans, water districts, cities, rural communities, farmers, fishermen and a number of environmental groups. This is a bill that offers real help to California while adhering to the laws and biological opinions that protect fish and wildlife," she said.

When the text of the draft was released, House members were on recess and the Senate had adjourned ahead of a massive winter storm expected to hit Washington on Friday. Staff members for several House members said the release was a surprise.

Rep. David Valadao (R-Hanford), whose water plan passed the House last year, said the two sides could come together to work on a compromise if the Senate approved Feinstein's proposal.

"There is significant work to be done. With millions of gallons of water flowing out into the ocean every day, throwing taxpayer dollars at this problem will not provide those suffering with the drought relief they so desperately need," he said in a statement.

Rep. Jeff Denham (R-Turlock) said in a statement that Feinstein's draft is similar to legislation she has proposed that the Senate refused to consider.

"It's ridiculous, especially given that millions of gallons are flowing to the sea daily and farmers face zero allocations this spring. The people of the valley should not confuse motion with action," he said.

Rep. Jerry McNerney's spokesman said the congressman hadn't seen a copy of Feinstein's legislation. The Stockton Democrat, who is working on his own water bill, said he will meet with Feinstein to discuss water policy next week.

California's 55-member congressional delegation has warred publicly and privately in recent months as they've tried to reconcile various water policy proposals.

Valadao's bill passed the House in June, but the White House signaled at the time that President Obama would veto it. The House bill aimed to funnel more water to San Joaquin Valley growers by reducing the amount used to support endangered fish populations. A bill sponsored by Feinstein, which focuses on water storage, desalination and other projects, hasn't been considered by the Republican-controlled Senate.

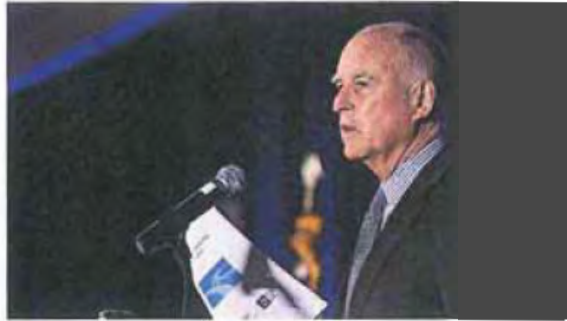
The two sides say they were close to a compromise bill when, as the House and Senate rushed to finish their work before the December holidays, California Republicans tried to insert a partially negotiated water plan into a must-pass spending bill.

Feinstein balked, accusing Republicans of implying that she supported the plan. Democrats were furious that the language might be included without public input.

When the language wasn't included in the bill, Republicans sought to peg the failure on Feinstein. She responded by saying she'd file a new Senate version.

L. A. TIMES – 1/14/16

Brown defends delta tunnels as he rolls out tweaks to water plan



Gov. Jerry Brown holds up the California Water Action Plan during his remarks at the Assn. of California Water Agencies conference on Thursday. (Rich Pedroncelli / Associated Press)

Christine Mai-Duc, L. A. TIMES

Gov. Jerry Brown warned Thursday that if his multibillion-dollar delta tunnels project fails to move forward, it would deal a "body blow" to California's economy and prosperity.

Hoping to combat the idea that building the massive tunnels is simply a water-grab that would benefit Southern California, Brown reiterated that Bay Area cities such as Livermore and Santa Clara derive large swaths of their water supply from the Sacramento-San Joaquin Delta.

"We run the very substantial risk that water to Silicon Valley will be cut off and California's engine of wealth and innovation will be dealt a body blow. And I don't think anyone in their right mind would want that," Brown said after an event hosted by the Assn. of California Water Agencies.

Brown's comments came as his administration rolled out an update to a state water action plan, launched in 2014 as a road map for managing California's water.

The revised plan continues to focus on conservation, repairing fish habitats, and preparations for the state's next drought. It also takes into account major changes instituted over the last two years, such as mandatory cuts to water usage, lawn restrictions for new housing developments and better groundwater management.

But Brown used the rollout of the updated plan to express a sense of urgency to complete the delta tunnels, which he has said are crucial to the state's future.

"If we build the conveyance correctly, if we manage it ... then we can produce more water reliably, and the whole system will work better for people, farmers and fish," Brown said Thursday. "And if we don't get that, the water wars will continue."

The so-called "delta fix" pushed by the governor would build two massive tunnels underneath the Sacramento River, bypassing the delta to deliver water from the north to the semi-arid south, home to most of the state's population.

Consensus on changes to the state's water delivery system has proved elusive; residents of the delta region resent that their water is being routed south, environmentalists have pressed concerns over the fish that get sucked into pumps, and San Joaquin Valley farmers complain that limits placed on pumping to protect fish have decimated their farms.

To those who say forget the fish: No. The fish are part of God's creation as are we, and we all have to make it work.- Gov. Jerry Brown, on finding a Delta water fix

A coalition of labor and business groups voiced support for Brown's plan Thursday.

"Expanding water storage above ground and below ground is necessary – but ineffective if there is no way to reliably transport that water across the state," said Michael Quigley, executive director of the Alliance for Jobs, one of a number of groups touting the plan.

The Santa Monica-based Natural Resources Defense Council said in a statement that Brown's proposal doesn't do enough to restore the delta's ecosystem and that California should be focusing more on local efforts to capture stormwater instead of letting it flow to the ocean.

The governor's plan "not only distracts local agencies from making these key investments, but it also fails to improve and reduce diversions from this precious estuary," the group said in a statement.

Brown has already been forced to scale down his delta project, which drew scrutiny from federal fishery regulators. The pared-down proposal is still under review by state and federal agencies. Construction of the tunnels will cost an estimated \$15 billion.

"This is not a nicety," Brown told reporters after the event when describing the tunnels project. "It's a fundamental necessity of California's current and future prosperity."

UPPER SAN GABRIEL VALLEY
MUNICIPAL WATER DISTRICT

FEBRUARY 2, 2016

REPORT OF THE DISTRICT ENGINEER
ON HYDROLOGIC CONDITIONS**Baldwin Park Key Well (see attached graph)**

- Located in the central portion of the San Gabriel Valley within the City of Baldwin Park and used as a general indication of water elevations throughout the San Gabriel Valley
- One vertical foot is equivalent to about 8,000 acre-feet of groundwater in the Main Basin
- On December 28, 2015, the Baldwin Park Key Well groundwater elevation was 177.0 feet.
- On January 22, 2016, the Baldwin Park Key Well groundwater elevation was 179.0 feet (The current historic low at the Baldwin Park Key Well had been 174.0 feet, which occurred on November 6, 2015).
 - ❖ An increase of 0.3 feet from the prior week and 2 feet from the prior month. About 1 foot lower than one year ago (represents about 8,000 acre-feet.) Includes about 85,600 acre-feet of untreated imported water in cyclic storage accounts, which represents about 11 feet of groundwater elevation at the Key Well.

Reservoir Storage and Releases

- There are three dams and reservoirs located along the San Gabriel River above San Gabriel Canyon. Their primary function is for flood control and are also used to store watershed runoff for subsequent groundwater replenishment.
 - ❖ Cogswell Reservoir is located highest in the watershed and has a maximum storage capacity of 11,136 acre-feet
 - ❖ San Gabriel Reservoir is located downstream of and receives releases from Cogswell Reservoir, and has a maximum storage capacity of 43,646 acre-feet
 - ❖ Morris Reservoir is located downstream of and receives releases from San Gabriel Reservoir, and has a maximum storage capacity of 28,696 acre-feet. Releases from Morris Reservoir and San Gabriel Reservoir are used at local surface water treatment plants and used for groundwater replenishment

- ❖ Total storage capacity is 83,478 acre-feet
- ❖ Combined storage as of January 25, 2016 was 11,968 acre-feet (about 14 percent of capacity).
- ❖ San Gabriel Reservoir inflow was 24 cfs and release was 0 cfs as of January 25, 2016.

- ❖ Morris Reservoir inflow was 8 cfs and release was 25 cfs as of January 25, 2016. A portion of that release was diverted from the San Gabriel River at the Azusa Duarte intake for use by the Committee of Nine.

↓ USG-3

- Located in San Gabriel Canyon just below Morris Dam, it represents Upper District's primary point of delivery of untreated imported water for groundwater replenishment to the San Gabriel Valley. The typical delivery rate is about 190 cfs (or about 375 acre-feet per day)
 - ❖ During October 2015, Upper District did not make deliveries of untreated imported water through USG-3.
 - ❖ USG-3 began deliveries on November 16, 2015 at a rate of about 537 acre-feet per day. The total requested delivery was 16,200 acre-feet.
 - During November 2015, Upper District delivered 7,854.8 acre-feet of untreated imported water through USG-3.
 - During December 2015, Upper District delivered 8,383.3 acre-feet of untreated imported water through USG-3.
 - On December 16, 2015, deliveries were completed and USG-3 was shutoff.

↓ San Gabriel Canyon Basin

- San Gabriel District did not make deliveries to the San Gabriel Canyon Basin during December 2015.
- Three Valleys District delivered 844 acre-feet to the San Gabriel Canyon Basin during December 2015.

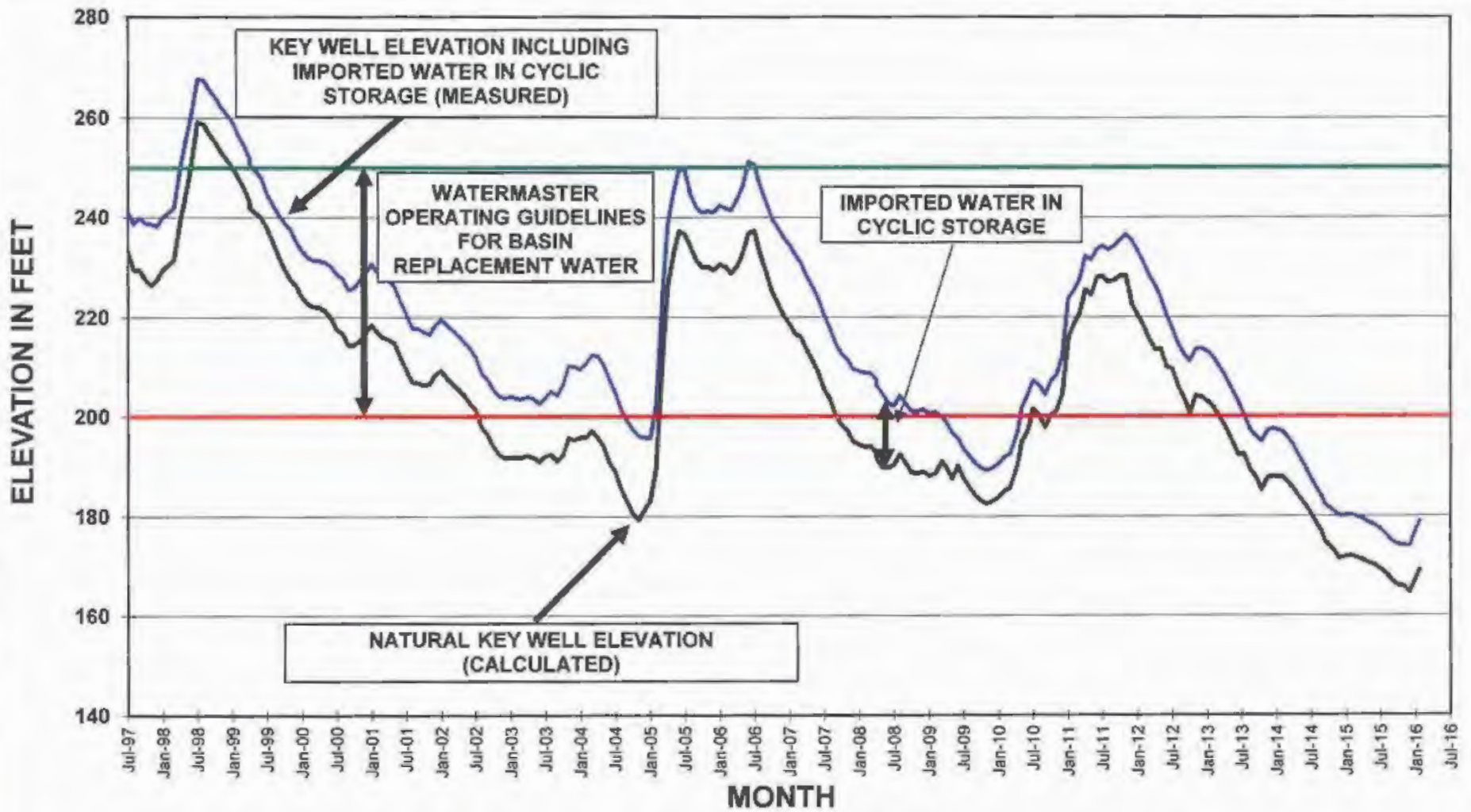
↓ Rainfall (see attached graphs)

- Data are readily available on a daily basis and are indicative of comparative amount of rainfall in the San Gabriel Valley (percent of average)
- Puddingstone Dam as of January 26, 2016
 - ❖ Average rainfall from July 1st through January 31 of each year is about 9.45 inches
 - ❖ Rainfall during July 1, 2015 through January 26, 2016 is 7.85 inches, which is 83 percent of average
 - ❖ Rainfall last year (during July 1, 2014 through January 31, 2015) was about 5.49 inches, which is 58 percent of average

- Los Angeles Civic Center as of January 26, 2016
 - ❖ Average rainfall from July 1st through January 31st of each year is 7.25 inches
 - ❖ Rainfall during July 1, 2015 through January 26, 2016 is 6.54 inches, which is 90 percent of average
 - ❖ Rainfall last year (during July 1, 2014 through January 31, 2015) was 5.72 inches, which is 79 percent of average

➤ *Water Quality*

- Water systems are required by the Division of Drinking Water (DDW) to collect water quality data from source wells and provide the results to DDW staff pursuant to Title 22
 - ❖ During January 2016, 26 wells were sampled under Title 22
 - ❖ During December 2015, 38 wells were sampled under Title 22
 - ❖ During December 2015, Stetson Engineers Inc. received no public notice of wells shut down due to contamination



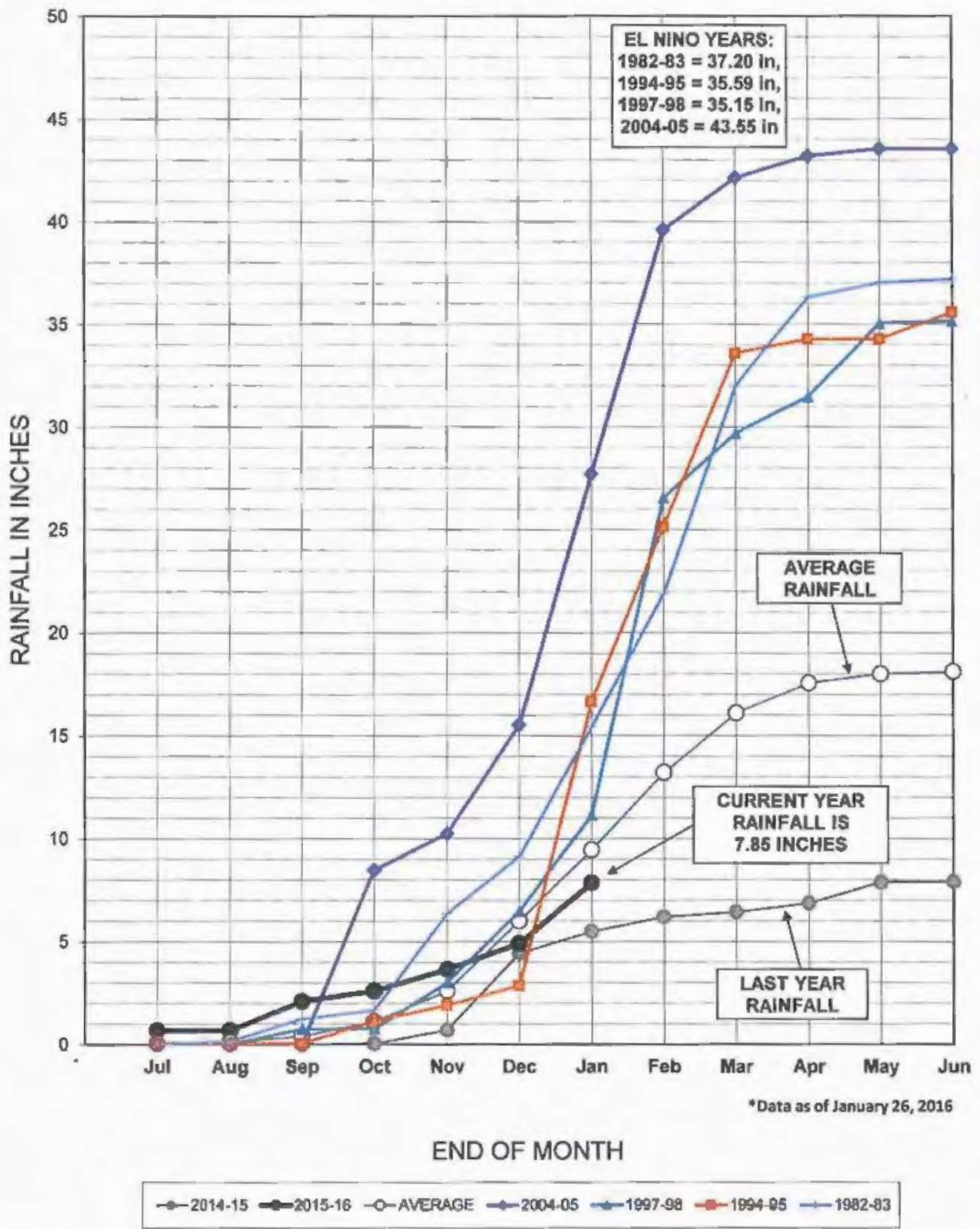
STETSON ENGINEERS INC.

Covina San Rafael Mesa, Arizona

WATER RESOURCE ENGINEERS

UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT

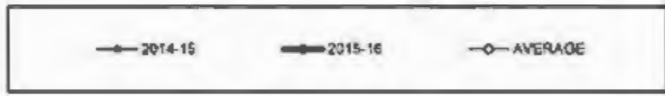
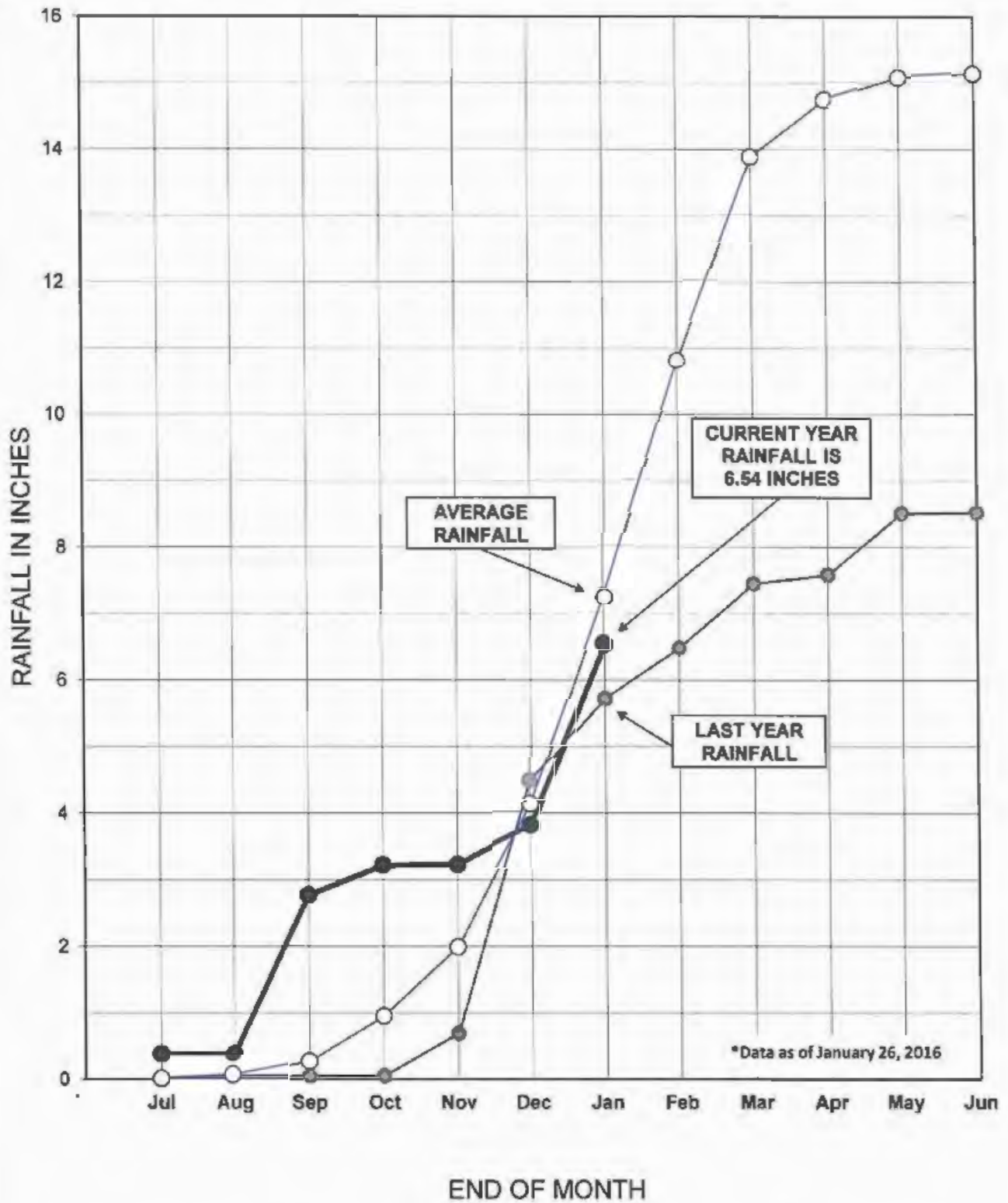
**BALDWIN PARK KEY WELL
GROUNDWATER ELEVATION**



STETSON ENGINEERS INC.
 Covina San Rafael Mesa, Arizona
 WATER RESOURCE ENGINEERS

UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT

ACCUMULATED RAINFALL
 AT PUDDINGSTONE DAM (STATION NO. 96-C)



STETSON ENGINEERS INC.
 Covina San Rafael Mesa, Arizona
 WATER RESOURCE ENGINEERS

UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT

**ACCUMULATED RAINFALL
 AT LOS ANGELES CIVIC CENTER**

USG-3 DELIVERIES
(acre-feet)

| <u>End of Month</u> | <u>USG-3</u> | | <u>Cost</u> |
|---------------------|--------------|----|-------------|
| Apr-05 | 0.00 | | \$246.65 |
| May-05 | 0.00 | | \$246.65 |
| Jun-05 | 0.00 | | \$246.65 |
| Jul-05 | 0.00 | | \$246.65 |
| Aug-05 | 1,042.20 | | \$246.65 |
| Sep-05 | 4,836.30 | | \$246.65 |
| Oct-05 | 4,848.50 | | \$246.65 |
| Nov-05 | 7,597.00 | | \$246.65 |
| Dec-05 | 9,986.80 | | \$246.65 |
| Jan-06 | 8,243.30 | | \$246.65 |
| Feb-06 | 7,434.30 | | \$251.90 |
| Mar-06 | 9,488.20 | | \$251.90 |
| Apr-06 | 916.40 | | \$251.90 |
| May-06 | 599.10 | | \$251.90 |
| Jun-06 | 0.00 | | \$251.90 |
| Jul-06 | 0.00 | | \$251.90 |
| Aug-06 | 0.00 | | \$251.90 |
| Sep-06 | 0.00 | | \$251.90 |
| Oct-06 | 0.00 | | \$251.90 |
| Nov-06 | 0.00 | | \$251.90 |
| Dec-06 | 0.00 | | \$251.90 |
| Jan-07 | 0.00 | | \$251.90 |
| Feb-07 | 0.00 | | \$251.90 |
| Mar-07 | 0.00 | | \$251.90 |
| Apr-07 | 0.00 | | \$251.90 |
| May-07 | 0.00 | | \$251.90 |
| Jun-07 | 0.00 | | \$251.90 |
| Jul-07 | 1,733.80 | 1/ | \$251.90 |
| Aug-07 | 1,813.10 | 1/ | \$251.90 |
| Sep-07 | 1,842.40 | 1/ | \$251.90 |
| Oct-07 | 1,961.60 | 1/ | \$251.90 |
| Nov-07 | 2,013.20 | 2/ | \$251.90 |
| Dec-07 | 1,965.30 | 2/ | \$251.90 |
| Jan-08 | 1,745.90 | 2/ | \$251.90 |
| Feb-08 | 0.00 | | \$251.90 |
| Mar-08 | 0.00 | | \$251.90 |
| Apr-08 | 0.00 | | \$251.90 |
| May-08 | 0.00 | | \$251.90 |
| Jun-08 | 0.00 | | \$251.90 |
| Jul-08 | 0.00 | | \$251.90 |
| Aug-08 | 0.00 | | \$251.90 |
| Sep-08 | 0.00 | | \$251.90 |
| Oct-08 | 0.00 | | \$251.90 |
| Nov-08 | 0.00 | | \$251.90 |
| Dec-08 | 0.00 | | \$251.90 |
| Jan-09 | 0.00 | | \$251.90 |
| Feb-09 | 0.00 | | \$251.90 |
| Mar-09 | 0.00 | | \$337.00 |
| Apr-09 | 0.00 | | \$337.00 |
| May-09 | 0.00 | | \$337.00 |
| Jun-09 | 0.00 | | \$337.00 |
| Jul-09 | 0.00 | | \$337.00 |
| Aug-09 | 0.00 | | \$337.00 |
| Sep-09 | 0.00 | | \$337.00 |

USG-3 DELIVERIES
(acre-feet)

| <u>End of Month</u> | <u>USG-3</u> | | <u>Cost</u> |
|----------------------------|---------------------|----|--------------------|
| Oct-09 | 0.00 | | \$386.00 |
| Nov-09 | 0.00 | | \$386.00 |
| Dec-09 | 0.00 | | \$386.00 |
| Jan-10 | 579.50 | | \$526.00 |
| Feb-10 | 0.00 | | \$526.00 |
| Mar-10 | 4,620.90 | | \$526.00 |
| Apr-10 | 10,876.00 | | \$526/\$655 |
| May-10 | 0.00 | | \$655.00 |
| Jun-10 | 0.00 | | \$655.00 |
| Jul-10 | 0.00 | | \$655.00 |
| Aug-10 | 0.00 | | \$655.00 |
| Sep-10 | 2,052.70 | | \$655.00 |
| Oct-10 | 10,423.30 | | \$655.00 |
| Nov-10 | 11,439.50 | | \$655.00 |
| Dec-10 | 1,495.50 | | \$655.00 |
| Jan-11 | 0.00 | | \$569.00 |
| Feb-11 | 0.00 | | \$569.00 |
| Mar-11 | 1,302.20 | 3/ | \$569.00 |
| Apr-11 | 1,441.70 | 3/ | \$569.00 |
| May-11 | 1,974.60 | | \$429.00 |
| Jun-11 | 5,254.90 | 4/ | \$429.00 |
| Jul-11 | 9,186.20 | 5/ | \$479.00 |
| Aug-11 | 4,845.60 | | \$479.00 |
| Sep-11 | 7,394.30 | | \$479.00 |
| Oct-11 | 0.00 | | \$597.00 |
| Nov-11 | 0.00 | | \$597.00 |
| Dec-11 | 0.00 | | \$597.00 |
| Jan-12 | 0.00 | | \$640.00 |
| Feb-12 | 0.00 | | \$640.00 |
| Mar-12 | 0.00 | | \$640.00 |
| Apr-12 | 0.00 | | \$640.00 |
| May-12 | 0.00 | | \$640.00 |
| Jun-12 | 0.00 | | \$640.00 |
| Jul-12 | 0.00 | | \$640.00 |
| Aug-12 | 0.00 | | \$640.00 |
| Sep-12 | 0.00 | | \$640.00 |
| Oct-12 | 8,753.30 | | \$640.00 |
| Nov-12 | 3,281.40 | | \$640.00 |
| Dec-12 | 0.00 | | \$640.00 |
| Jan-13 | 0.00 | | \$673.00 |
| Feb-13 | 0.00 | | \$673.00 |
| Mar-13 | 0.00 | | \$673.00 |
| Apr-13 | 0.00 | | \$673.00 |
| May-13 | 0.00 | | \$673.00 |
| Jun-13 | 0.00 | | \$673.00 |
| Jul-13 | 0.00 | | \$673.00 |
| Aug-13 | 0.00 | | \$673.00 |
| Sep-13 | 0.00 | | \$673.00 |
| Oct-13 | 16,093.80 | | \$673.00 |
| Nov-13 | 5,120.80 | | \$673.00 |
| Dec-13 | 4,788.80 | | \$673.00 |
| Jan-14 | 0.00 | | \$673.00 |
| Feb-14 | 2,315.90 | | \$673.00 |
| Mar-14 | 2,720.20 | | \$673.00 |

USG-3 DELIVERIES
(acre-feet)

| <u>End of Month</u> | <u>USG-3</u> | | <u>Cost</u> |
|---------------------|--------------|-----|-------------|
| Apr-14 | 249.40 | | \$673.00 |
| May-14 | 0.00 | | \$673.00 |
| Jun-14 | 0.00 | | \$673.00 |
| Jul-14 | 358.40 | 6/ | \$673.00 |
| Aug-14 | 1,204.00 | 6/ | \$673.00 |
| Sep-14 | 1,204.00 | 6/ | \$673.00 |
| Oct-14 | 2,695.30 | 7/ | \$673.00 |
| Nov-14 | 3,628.90 | | \$673.00 |
| Dec-14 | 3,211.60 | | \$673.00 |
| Jan-15 | 3,482.10 | 8/ | \$673.00 |
| Feb-15 | 4,729.30 | 9/ | \$673.00 |
| Mar-15 | 6,464.30 | 10/ | \$673.00 |
| Apr-15 | 4,877.50 | 11/ | \$673.00 |
| May-15 | 3,630.40 | | \$673.00 |
| Jun-15 | 3,355.10 | | \$673.00 |
| Jul-15 | 0.00 | | \$673.00 |
| Aug-15 | 0.00 | | \$673.00 |
| Sep-15 | 0.00 | | \$673.00 |
| Oct-15 | 0.00 | | \$673.00 |
| Nov-15 | 7,854.80 | | \$673.00 |
| Dec-15 | 8,383.30 | | \$673.00 |

Note:

- 1/ All water deliveries were for CIC/Azusa deliveries
- 2/ All water deliveries were for Azusa/Glendora deliveries
- 3/ Deliveries made through CenB-48
- 4/ Of the 5,254.90 AF, 258.5 AF was delivered through CenB-48
- 5/ Of the 9,186.20 AF, 564.6 AF was delivered through CenB-48.
- 6/ Deliveries made through UD-SGP. Deliveries were for Azusa
- 7/ Of the 2,628.9 AF, 1,234.6 AF was delivered through UD-SGP.
- 8/ Of the 3,482.1 AF, 745.3 AF was delivered through CenB-48.
- 9/ Of the 4,729.3 AF, 1,628.3 AF was delivered through CenB-48.
- 10/ Of the 8,464.3 AF, 2,828.9 AF was delivered through CenB-48.
- 11/ Of the 4,877.5 AF, 1,301.5 AF was delivered through CenB-48.
- *July 2014 through October 2014 reflects 1,000 AF deduction made to Canyon Basin through UD-SGP
- January 2015 through April 2015 reflects CenB-48 adjustment from 10,000 AF to 6,500 AF.

2533

During December 2015, 38 wells were sampled under Title 22. Raw water results from active wells that do not pump to a treatment plant follow:

| <u>Contaminant</u> | <u>Range (ppb)</u> | <u>MCL (ppb)</u> |
|--------------------|--------------------|------------------|
| PCE | ND – 1.4 | 5 |
| TCE | ND – 1.7 | 5 |

In addition, 26 wells were sampled under Title 22 in January 2016.

**Summary Report for
The Metropolitan Water District of Southern California
Board Meeting
January 12, 2016**

COMMITTEE ASSIGNMENTS

Director Martinez was removed from the Communications and Legislation Committee. Directors Dick and Zurita were assigned to the Engineering and Operations Committee. Director Lowenthal was removed from the Finance and Insurance Committee; and Director Paskett was added to the Committee. Director Ackerman was added to the Integrated Resources Planning Committee. Director Paskett was added to the Legal and Claims Committee. Director Dick was removed from the Organization, Personnel and Technology Committee; and Directors Barbre, McKenney and Zurita were added to the Committee. Director Paskett was added to the Special Committee on Bay-Delta. Directors Martinez and Koretz were removed from the Water Planning and Stewardship Committee; and Directors Wunderlich and Paskett were added to the Committee. (Agenda Item 5D)

ENGINEERING AND OPERATIONS COMMITTEE

Appropriated \$4.25 million; authorized design to improve drainage at each CRA pumping plant; authorized preliminary design to replace the CRA domestic water systems; authorized design of conduit structural protection at 22 locations along the aqueduct; and authorized preliminary design to control erosion at eight locations along the aqueduct. (Approp. 15483) (Agenda Item 8-1)

Appropriated \$2.7 million; authorized final design of discharge line isolation couplings at the Colorado River Aqueduct pumping plants; and authorized design to replace overhead cranes at each of the plants. (Approp. 15481) (Agenda Item 8-2)

INTEGRATED RESOURCES PLANNING COMMITTEE

Adopted the 2015 Integrated Water Resources Plan Update. (Agenda Item 8-3)

LEGAL AND CLAIMS COMMITTEE

Received a report on *Bradley Wayne Nutt v. Metropolitan Water District of Southern California*, Los Angeles Superior Court Case No. BC550863; and authorized an increase in the maximum amount payable under contract with Atkinson, Andelson, Loya, Ruud & Romo for legal services by \$200,000 to an amount not to exceed \$550,000. (Agenda Item 8-4)

WATER PLANNING AND STEWARDSHIP COMMITTEE

Authorized the General Manager to enter into a pilot program agreement with Bard Water District, and land management and seasonal fallowing agreements with farmers in the district, consistent with the terms outlined in the Board memorandum and in a form approved by the General Counsel; and approved payment of up to \$1.8 million for funding the pilot program. (Agenda Item 9-1)

CONSENT CALENDAR

In other action, the Board:

Adopted a resolution supporting an application to the Bureau of Reclamation for WaterSMART grant funding for high-efficiency clothes washers; authorized the General Manager to accept grant funds, if awarded; and authorized the General Manager to enter into a contract for the grant funds.

(Agenda Item 7-1)

Appropriated \$980,000; and awarded \$413,186.30 pump procurement contract to Peerless Pump Company for the F. E. Weymouth Water Treatment Plant washwater tanks. (Approp. 15477)

(Agenda Item 7-2)

Certified the Final Environmental Impact Report for planned improvements at and near the Robert B. Diemer Water Treatment Plant; adopted the Findings of Fact, the Statement of Overriding Considerations, and the Mitigation Monitoring and Reporting Program; and approved the Diemer Upgrades Project for purposes of the California Environmental Quality Act. **(Agenda Item 7-3)**

Appropriated \$1.1 million; and authorized final design of urgent prestressed concrete cylinder pipe repairs at two locations on the Sepulveda Feeder. (Approp. 15496) **(Agenda Item 7-5)**

OTHER MATTERS:

In other action, the Board:

Presented ten-year service pins to Directors John Murray and Jesús Quiñonez, representing the City of Los Angeles. **(Agenda Item 5C)**

THIS INFORMATION SHOULD NOT BE CONSIDERED THE OFFICIAL MINUTES OF THE MEETING.

Board letters related to the items in this summary are generally posted in the Board Letter Archive approximately one week after the board meeting. In order to view them and their attachments, please copy and paste the following into your browser <http://edmsidm.mwdh2o.com/idmweb/home.asp>.

Summary Report for the Main San Gabriel Basin Watermaster Public Hearing and Regular Board Meeting January 6, 2016

Election of Officers for 2016

The Board appointed the following officers for 2016.

Chairman – James Byerrum
Vice Chairman – David Michalko
Secretary – Dan Arrighi
Treasurer – Ron Bow

Public Hearing on Watermaster 5-Year Water Quality and Supply Plan

The Board received no comments during the public hearing and adopted the Five-Year Water Quality and Supply Plan as presented.

San Gabriel Valley Water Company, Section 28 Application to Destroy Wells

The Board approved the applications to destroy Well's B7A, B7B, B7C, B7D, B9A, B11A, B11B.

Attorney's Report

The Attorney briefly reported the United States Fish and Wildlife Service Santa Ana Sucker Draft Recovery Plan (SAS Plan). He added that efforts are underway amongst stakeholders and Watermaster staff, to include language in the SAS Plan to protect water rights, similar to language included in the management plan for the National Monument. The Attorney also reported on the ongoing negotiations relative to the renewal of the BPOU Project Agreement. He then announced that Governor Brown appointed Tom Long, a colleague at Nossaman, LLP, to the LA County Superior Court. He added that Mr. Long has been assisting Watermaster staff with BPOU insurance matters and that Ms. Joan Cotkin, will replace Mr. Long in that capacity.

Engineer's Report

The Consulting Engineer gave a brief report on current Basin conditions and canyon storage. He also reported that all four landfills were inspected and found to be operating normally with no violations.

Executive Officer's Report

The Executive Officer provided a written report on outside activities.

MEMORANDUM



Directors' Activity Report – (AB 1234)
In accordance with CA Government Code Section 53232.3 (d)
January 2016

17.
DIRECTORS'
REPORT (AB 1234)

ANTHONY R. FELLOW – DIVISION 1

| Date | Event | Description |
|------------|-----------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1/29-31/16 | Independent Cities Association Winter Seminar Santa Barbara, CA | <u>Discussion:</u> Prop 47 Impacts and Updates; CALPERS; Legislative Update; Terrorism in your Community. <u>Speakers:</u> Charlie Beck, LA County Chief of Police |

CHARLES M. TREVIÑO – DIVISION 2

| Date | Event | Description |
|------|-----------------------------------|-------------|
| | No reportable activity to report. | |

ED CHAVEZ – DIVISION 3

| Date | Event | Description |
|------------|-----------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1/29-31/16 | Independent Cities Association Winter Seminar Santa Barbara, CA | <u>Discussion:</u> Prop 47 Impacts and Updates; CALPERS; Legislative Update; Terrorism in your Community. <u>Speakers:</u> Charlie Beck, LA County Chief of Police |

MICHAEL R. TOUHEY – DIVISION 4

| Date | Event | Description |
|------------|-----------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1/29-31/16 | Independent Cities Association Winter Seminar Santa Barbara, CA | <u>Discussion:</u> Prop 47 Impacts and Updates; CALPERS; Legislative Update; Terrorism in your Community. <u>Speakers:</u> Charlie Beck, LA County Chief of Police |

BRYAN URIAS – DIVISION 5

| Date | Event | Description |
|------------|------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------|
| 1/11-13/16 | California Contract Cities Association 49 th Annual Legislative Tour Sacramento, CA | <u>Discussion:</u> Meet and Greet with Legislators; Capital Briefing Sessions; Open Discussions with Leadership, Legislatures and Colleagues. |