

**SPECIAL MEETING OF THE BOARD OF DIRECTORS
WATER REPLENISHMENT DISTRICT OF SOUTHERN CALIFORNIA
4040 PARAMOUNT BOULEVARD, LAKEWOOD, CALIFORNIA 90712**

9:00 A.M., FRIDAY, SEPTEMBER 5, 2008

AGENDA

Each item on the agenda, no matter how described, shall be deemed to include any appropriate motion, whether to adopt a minute motion, resolution, payment of any bill, approval of any matter or action, or any other action. Items listed as "For Information" or "For Discussion" may also be the subject of an "action" taken by the Board or a Committee at the same meeting.

1. DETERMINATION OF A QUORUM

2. PLEDGE OF ALLEGIANCE

3. PUBLIC COMMENT

4. CSDA 2008 BOARD ELECTIONS

External Affairs Committee Recommendation: Cast the vote for James Acosta to serve as board member for CSDA Region 5, Seat C.

5. MEMORANDUM OF UNDERSTANDING WITH UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT AND LOS ANGELES COUNTY SANITATION DISTRICTS ON AN ADVANCED WATER TREATMENT PLANT IN THE MONTEBELLO FOREBAY

Water Resources Committee Recommendation: The Water Resources Committee will review this item on September 3, 2008. A recommendation will be provided at the Board Meeting.

6. WRD BOARD MEETING DATES

- A. September 19, 2008 – 9:00 a.m. – Board of Directors Meeting
- B. October 17, 2008 – 9:00 a.m. – Board of Directors Meeting
- C. November 21, 2008 – 9:00 a.m. – Board of Directors Meeting
- D. December 19, 2008 – 9:00 a.m. – Board of Directors Meeting

7. CLOSED SESSION

- A. Conference with Legal Counsel – Existing Litigation, pursuant to Government Code § 54956.9(a), California Water Service Company, et al. City of Compton, et al., Case No. 506 806
- B. Conference with Legal Counsel – Existing Litigation, pursuant to Government Code § 54956.9(a), Central and West Basin Water Replenishment District v. Charles Adams; L.A.S.C. Case No. 786,656
- C. Public Employee Performance Evaluation, pursuant to Government Code §54957
Title: General Manager

8. ADJOURNMENT

Agenda posted by Abigail C. Adom, Deputy Secretary, August 29, 2008.

In compliance with the Americans with Disabilities Act (ADA), if special assistance is needed to participate in the Board meeting, please contact Deputy Secretary Abigail Adom at (562) 921-5521 for assistance to enable the District to make reasonable accommodations.

All public records relating to an agenda item on this agenda are available for public inspection at the time the record is distributed to all, or a majority of all, members of the Board. Such records shall be available at the District office located at 4040 Paramount Boulevard, Lakewood, California 90712.

Agendas and minutes are available at the District's website, www.wrd.org.



MEMORANDUM

ITEM NO. 4

Prepared by: Sheryll Moffat
Reviewed by: Abigail Andom
Approved by: Robb Whitaker

DATE: SEPTEMBER 5, 2008
TO: BOARD OF DIRECTORS
FROM: ROBB WHITAKER, GENERAL MANAGER
SUBJECT: CSDA 2008 BOARD ELECTIONS

SUMMARY

WRD is a member of the California Special District Association (CSDA) and is part of Region 5. The CSDA provides special districts with legislative advocacy, revenue protection, legal advice, public outreach assistance program, educational seminars, and is the recognized leader in governance training for special district directors and staff.

Each of the CSDA 's six (6) regional divisions has three seats on the Board and Seat C in Region 5 is up for re-election this year. Seat C's term of office ends in 2011. The six candidates are: James Acosta* of Saticoy Sanitary District, who is the incumbent for Region 5 as well as the current president of the CSDA; Alan Dyer of West Valley Water District; Elaine L. Freeman of Ranch Simi Recreation and Park District; Henry M. Morgan of San Gabriel Valley Mosquito and Vector Control District; Ray Marquez of Chino Valley Independent Fire District and Susie Paxton of Embarcadero Municipal Improvement District.

*James Acosta's term as president will end with the Annual Meeting to be held September 22-25, 2008. If he is re-elected to serve as the Region 5 Seat C representative he will be part of the new Board for 2009 and *may* be appointed to serve as an officer.

The candidate statements are attached. The ballot is due back to the CSDA by September 18, 2008 and the District may vote for only one candidate.

The External Affairs Committee met on August 18, 2008 and recommended the Board cast its vote for James Acosta, the incumbent.

FISCAL IMPACT

None.

EXTERNAL AFFAIRS COMMITTEE RECOMMENDATION

Cast the vote for James Acosta to serve as board member for CSDA Region 5, Seat C.

JAMES ACOSTA
10225 Telephone Road, Suite A
Ventura, CA 93004
805.647.6477 fax 805.647.3403

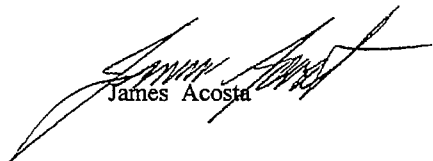
I am seeking your support for my re-election to the board of directors of CSDA. I am currently completing my second term of office as representative of Region 5. As your representative, I have been actively involved with CSDA, and currently am serving as President of CSDA.

During my term CSDA has seen new member benefit programs come on line, giving members access to programs like CalTrust, CSDA Mobile.com, Special District Careers.com, Utility Cost Management, LifeLock and GASB45 Program. Each of these new programs enhance the member benefits and add value to being a CSDA member. As a director of CSDA, I am proud of the fact that we are continuing to expand our member benefits. Another member benefit is our publication, California Special District. This publication is used to promote CSDA to all Special Districts in California. It is an important marketing tool that can be used to highlight important issues that Special Districts.

Other boards and organizations that I serve on, President of the Saticoy Sanitary District, director of the Ventura Regional Sanitation District, President of the Saticoy Community Council, Vice-president of Expansion, Boys & Girls Club of Ventura, director of Downtown Center for the Arts, among others.

If you vote for me I will continue to further the goals of CSDA and to continue the work of bettering CSDA for its members.

Thank you for your support.


James Acosta

Re-Elect James Acosta
CSDA Board of Directors
Region 5

My name James Acosta and I am currently the president of CSDA. I am seeking re-election to the CSDA board of directors representing region 5.

I am proud of the accomplishments of CSDA during my tenure on the board. Working in conjunction with the rest of the directors, we have increased membership numbers by targeting small districts, offering incentives to become members of CSDA. We have increased member benefit programs with six new programs brought on line during the past twelve months. These benefit programs enhance the membership value to the individual district by allowing them to pick and choose those programs that fit their need.

We have continued in have influence in Sacramento by participating in different coalitions and advisory groups on issues that affect special districts.

One of our focuses for CSDA is keeping members informed of issues that are of utmost importance to districts. To this end, the CSDA magazine and e-NEWS have been developed and continue to seek ways to improve in order to have up-to-date news to our subscribers.

It has been a great pleasure to be part of the team that has brought along the association during these past few years.

I have served on many different boards through the years, with Special Districts having a "Special" place in my heart.

I respectfully ask for your vote to continue the work for you and CSDA.

James Acosta

Candidate Statement – Region 5

Alan G. Dyer
855 W. Baseline Rd.
Rialto, CA 92376
Telephone: (909) 875-1804
Residential: (909) 873-1843

I was born in San Diego CA, and have been a Board Member for the West Valley Water District for over sixteen years. I have my Bachelor's Degree in Sociology as well as my Masters Degree in Education/Sociology. I have also completed some post graduate studies in School Administration at Cal State University San Bernardino. I have extensive teaching and administrative work in University/Community College and Public Adult Schools for the past thirty-seven years but have just recently retired. In short students and school administrators have appreciated knowing me as an "honest" and "caring" teacher. I was a past board member for the Inland Empire West Resource Conservation District for twelve years as well as serving on the Special District Workers Compensation for ten years. I am currently serving on the Rialto North Municipal Advisory Committee representing the West Valley Water District as a community liaison member. I am also retired military Master Sergeant Grade United States Navy and Air force Reserve for a total of 22 years of honorable services. My desire to serve on the CSDA Board stems from a sincere, ethical concern to support all CSDA activities that come from my previous and current West Valley Water District Board activities serving as a Board Member, Past President and Vice President. I thank you for the opportunity to apply for the vacant CSDA Board seat.

CSDA Statement

Elaine L. Freeman

It is a privilege to be nominated to serve on the CSDA Board of Directors. I am a Board member of the Rancho Simi Recreation & Park District and we provide park and recreation services for over 150,000 residents from the City of Simi and the unincorporated area of Oak Park.

I firmly believe that special districts are the best providers of service to residents. The services are well defined and residents have a greater access to special district providers than most other levels of government.

As background, I have a degree in Urban Studies from US Riverside and owner of a land use/government policy consulting business. I was appointed to the Board of the Rancho Simi Park District in 2003 and subsequently elected in 2004. I served as Vice Chair in 2004 and chair in 2005. Over the past two years I have participated in the CSDA Legislative Committee.

Other current and past history includes Chair of the Simi Valley Chamber Legislative Committee, member of the Ventura County Special District's Association, member board of directors for the Simi Valley Police Foundation, member of the Hospital Strategic Planning Committee, member of the Simi Valley Tree Advisory Board, former President of the Simi Sunrise Rotary, selected as the 38th Assembly District Woman of the Year for 2002, received the Community Advocate of the Year Bravo Award from the National Association of Woman Business Owners, received the Spirit Award for 2004 from the Free Clinic of Simi Valley.

I would be proud to serve as a director for CSDA. Thank you for your support.

Susan Paxton Koesterer
116 San Clemente Avenue
Oxnard, CA 93117

Subject: California Special Districts Association's
Board of Directors; Region 5

Dear Special District Member,

Within the next few days you will be receiving a ballot to vote for your choice of a person to represent you as one of the three Region 5 directors for the next three years on the California Special District Association Board of Directors. I am writing to you to ask for your support to allow me to represent you in establishing and monitoring the implementation of CSDA policies statewide.

For the past 27 years I have been General Manager of the Embarcadero Municipal Improvement District (EMID) in Santa Barbara County. EMID was created by a Special Act of the California State Legislature in 1960 to provide the municipal services unavailable to that rural area at the time. I have been directly involved in every aspect of administration and operation.

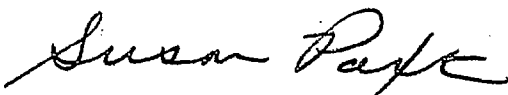
For the past 4 years I have served as Director of the Channel Islands Beach Community Service District (CIBCSD) in Ventura County. My current term expires in three years. CIBCSD was established in 1982 to provide water, sewer, and solid waste removal service, along with certain other community services, to the beach communities located within Oxnard City and an unincorporated area of Ventura County.

I believe that I am uniquely qualified to fill this important position, partially due to my extensive experience over the past 27 years as both a Special District Director and a Special District General Manager representing two Counties, but more importantly because of my strong belief in Special Districts' role as the third leg of local government providing effective, efficient, and grass roots service to its constituents.

CSDA plays an important part in accomplishing this mission with its legislative, education, finance, and insurance programs. However, it takes money and member growth to maintain the forward motion of the organization. There has been a void in the area of balancing staff, adding new members, and bringing in revenue from new projects.

I have the time, the experience, and the enthusiasm to devote to this important endeavor. I am available to answer any questions you may have or hear your comments at 805-968-5885 (office phone), or 805-570-1359 (cell). I appreciate your support.

Sincerely,



Candidate Statement for Susan Paxton (Koesterer)

California Special Districts Association's
Board of Directors
Region 5

Dear Special District Member,

Thank you for the opportunity to introduce myself as a candidate for the Board of Directors, Region 5, of the California Special Districts Association. I feel that I am uniquely qualified to fill this important position partially due to my extensive experience over the past twenty seven years as both a Special District Director and a Special District General Manager, as well as my strong belief in Special Districts' role as the third leg of local government providing effective, efficient, and grass roots service to its constituents.

I have had the opportunity to work continuously for the past 27 years as General Manager for The Embarcadero Municipal Improvement District (EMID) in Santa Barbara County. EMID was created by a Special Act of the California State Legislature in 1960 to provide the municipal services unavailable to that rural area at the time. I have been directly involved in every aspect of administration and operation.

I have had the honor of serving as Director of the Channel Islands Beach Community Service District (CIBCSD) in Ventura County for the past four years. My current term expires in three years. CIBCSD was established in 1982 to provide water, sewer, and solid waste removal, along with certain other community services, to the beach communities located within Oxnard City and an unincorporated area of Ventura County.

I have the experience, the enthusiasm and the time to be a positive and proactive representative, establishing and monitoring the implementation of the policies of the California Special Districts Association statewide.

Thank you for your time and support.

Sincerely,

Susan Paxton (Koesterer)



MEMORANDUM

ITEM NO. 5

Prepared by: Bob Siemak

Reviewed by: Robb Whitaker

Approved by: Robb Whitaker

DATE: SEPTEMBER 5, 2008

TO: BOARD OF DIRECTORS

FROM: ROBB WHITAKER, GENERAL MANAGER

SUBJECT: MEMORANDUM OF UNDERSTANDING WITH UPPER SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT AND LOS ANGELES COUNTY SANITATION DISTRICTS ON AN ADVANCED WATER TREATMENT PLANT IN THE MONTEBELLO FOREBAY

SUMMARY

Historically WRD has purchased both imported water and recycled water for groundwater replenishment in the Montebello Forebay spreading grounds. On average, WRD uses 50,000 acre-feet per year (afy) of recycled water (our current regulatory limit) and 21,000 afy of untreated imported water for groundwater replenishment in the Montebello Forebay. However, the availability of imported water for replenishment has become less and less reliable, and so replenishment alternatives are needed in order to sustain the current pumping demands of the groundwater users. Last year, imported replenishment supplies were interrupted and remain unavailable. This was the first time in WRD's nearly 50 years history that no imported water was available for groundwater recharge at any price for an entire year. We are now in our second year of interruption imported replenishment water with no end in sight. Therefore, consistent with our Water Independence Network (WIN) Program, WRD is moving to create a locally sustainable groundwater supply that eliminates our dependence on imported water for groundwater replenishment.

WRD has purchased recycled water from Los Angeles County Sanitation Districts (LACSD) for replenishment in the Montebello Forebay since 1962. This water has proven to be a reliable, high quality, and cost effective local source of replenishment water. LACSD has additional recycled water available that is currently flowing into the ocean unused. WRD intends to use this available recycled water to ultimately replace the 21,000 afy of imported replenishment water to ensure long-term replenishment capabilities with a locally sustainable supply.

A similar imported water shortage situation is also facing the Upper San Gabriel Valley Municipal Water District (USGVMWD), which supplies replenishment water for the Main San Gabriel Basin. USGVMWD's ultimate replenishment requirement is 25,000 afy. WRD and USGVMWD have discussed development of a joint project that would increase the use of reclaimed water for replenishment and also achieve economies of scale. A joint project would also have a regional water supply benefit which would enhance its potential of receiving Proposition 84 funds and other state and federal funding.

LACSD indicated that it can currently provide 24,000 afy of available supply for a joint project from the San Jose Creek Water Reclamation Plant (SJCWRP). Also, LACSD indicated that there may be opportunities to make available more recycled water for replenishment in the future, up to the combined joint replenishment requirement of 46,000 afy. The current approach is to develop a joint project in two phases. The first phase will treat the recycled water currently available (24,000 afy). The second phase will treat additional water to meet the ultimate replenishment requirements of both WRD and USGVMWD. Opportunities may also exist for partnership among WRD pumpers to invest in additional capacity of the second phase of the project to treat additional water for groundwater storage and to augment groundwater rights.

Even if imported replenishment water becomes available again, the cost of this source of water is expected to increase at a faster rate than the cost of recycled water and will likely exceed the cost of advanced treated recycled water within 5 years. Imported water is subject to significant rate increases, as demonstrated by the most recent MWD rate increase of 14.4%, with the expectation of continued significant increased over the next few years. This joint project between WRD and USGVMWD, in cooperation with LACSD, provides a locally sustainable and reliable groundwater replenishment supply with predictable and stable costs compared to imported water. This joint project also provides broad scale regional benefits, increasing potential for grant funding.

USGVMWD authorized a contract with MWH to prepare the preliminary design report for their project that would satisfy their ultimate groundwater replenishment requirements of 25,000 afy. WRD and LACSD requested that USGVMWD expand the scope of work to include the joint project with an ultimate capacity of 46,000 afy. USGVMWD agreed and will continue to be the contracting agency for the study with WRD and LACSD reimbursing USGVMWD for their share of the study.

To this end, the three agencies propose to work together and execute a Memorandum of Understanding (MOU) to jointly fund a Preliminary Development Plan for the joint project. A draft copy of the MOU is attached for reference and outlines the basic principals that are required to move the project forward. The scope of the plan is to define the project, including treatment requirements, site selection and development, phasing and cost estimates. The plan will be used to help us secure state and federal funding for the project.

FISCAL IMPACT

WRD's share of the Concept Development Plan is \$100,000 and was included in the FY 08-09 budget.

WATER RESOURCES COMMITTEE RECOMMENDATION

The Water Resources Committee will review this item on September 3, 2008. A recommendation will be provided at the Board Meeting.

Memorandum of Understanding Concerning Development of an Advanced Water Treatment Plant in the Montebello Forebay Between Upper San Gabriel Valley Municipal Water District, Water Replenishment District of Southern California and Sanitation Districts of Los Angeles County

This Memorandum of Understanding is entered into as of [INSERT DATE] by and among Upper San Gabriel Valley Municipal Water District (hereafter USGVMWD), Water Replenishment District (hereafter WRD) and Los Angeles County Sanitation Districts (hereafter LACSD).

RECITALS

WHEREAS, USGVMWD's mission is to provide a reliable supply of imported water for domestic consumption and groundwater recharge within the boundaries of the Upper San Gabriel Valley Municipal Water District

WHEREAS, WRD's mission is to maintain and enhance the ground water basins in southern Los Angeles County, including groundwater replenishment in the Central Basin,

WHEREAS, LACSD's mission is to provide environmentally sound, cost-effective wastewater and solid waste management and, in the process, convert waste into resources such as reclaimed water, energy, and recycled materials.

WHEREAS, no imported replenishment water is or will be available from Metropolitan Water District in the near future,

WHEREAS, LACSD produces a tertiary quality recycled water at the San Jose Creek Water Reclamation Facility (San Jose Creek Plant) that is used by WRD for a portion of its replenishment needs, in addition to stormwater conservation and imported water

WHEREAS, USGVMWD plans to reduce its imported water demand for groundwater replenishment by replacing 25,000 acre feet per year of imported water with recycled water for groundwater replenishment in the San Gabriel groundwater basin

WHEREAS, WRD plans to replace its imported water demand for groundwater replenishment by increasing recycled water use for groundwater replenishment in the Montebello Forebay by 21,000 acre feet per year

WHEREAS, LACSD has at least 24,000 acre feet per year of additional tertiary effluent from the San Jose Creek Plant that it can provide to USGVMWD and WRD for purposes of groundwater replenishment beyond what WRD currently receives for replenishment and would represent the first phase of the joint project that will ultimately produce 46,000 acre feet per year of treated effluent for groundwater replenishment.

Whereas, USGVMWD and WRD plan to jointly develop a project that would provide an advanced level of treatment of San Jose Creek Plant tertiary effluent for purposes of groundwater replenishment in each agencies' respective service area, and

WHEREAS, USGVMWD has contracted with Montgomery Watson Harza (MWH) to prepare a Concept Development Plan on its portion of the proposed advanced treatment plant.

NOW THEREFORE, the parties agree and covenant as follows:

Provisions of Memorandum

- USGVMWD, WRD and LACSD shall perform a joint study to investigate the potential of initially treating 24,000 acre feet per year of San Jose Creek Plant effluent to produce additional replenishment water.
- USGVMWD, LACSD and WRD shall share equally in the cost of the study which will be administered by USGVMWD.

- The cost estimate for the study is (estimated at \$300,000). USGVMWD shall contract with MWH for the study and invoice LACSD and WRD one third each of the actual costs as they are accrued.
- LACSD shall commit 24,000 acre feet per year of tertiary treated effluent from San Jose Creek Plant for the first phase of this joint project subject to negotiation of terms including pricing.
- LACSD and WRD shall renegotiate the terms of its existing tertiary effluent purchases from the San Jose Creek and Whittier Narrows Plants as part of an overall effort to increase use of recycled water for groundwater recharge in the Montebello Forebay.
- LACSD shall continue to work with WRD and USGVMWD to provide additional tertiary treated effluent from San Jose Creek Plant to meet the ultimate needs of WRD and USGVMWD for production of 46,000 acre feet per year of replenishment water, in addition to WRD's current use.

APPROVED :
 UPPER SAN GABRIEL VALLEY
 MUNICIPAL WATER DISTRICT

APPROVED AS TO FORM:

By: _____
 Tim Jochem, General Manager

By: _____
 Add Name, District Counsel

WATER REPLENISHMENT DISTRICT OF
 SOUTHERN CALIFORNIA

By: _____
 Robb Whitaker, General Manager

By: _____
 James Casso, District Counsel

SANITATION DISTRICTS OF LOS
 ANGELES COUNTY

By: _____
 Steve Maguin, General Manager

By: _____
 Add Name, District Counsel