



moulton niguel water district

AMENDED
BOARD OF DIRECTORS' MEETING
MOULTON NIGUEL WATER DISTRICT
27500 La Paz Road, Laguna Niguel
June 15, 2017
6:00 PM
Approximate Meeting Time: 2 Hours

1. **CALL MEETING TO ORDER:**

2. **PLEDGE OF ALLEGIANCE:**

3. **PUBLIC COMMENTS:**

Persons wishing to address the Board of Directors on matters not listed on the Agenda may do so at this time. "Request To Be Heard" forms are available at the entrance to the Board Room. Comments are limited to five minutes unless further time is granted by the Presiding Officer. Submit form to the Recording Secretary prior to the beginning of the meeting.

Those wishing to address the Board of Directors on any item listed on the Agenda should submit a "Request To Be Heard" form to the Recording Secretary before the Presiding Officer announces that agenda item. Your name will be called to speak at that time.

PRESENTATION

4. State Water Resources Control Board Update

CONSENT CALENDAR ITEMS:(Items on the Consent Calendar have been discussed at the regularly scheduled Engineering/Operations and Finance/IT Board meetings)

Consent items: Unless the General Manager or the Board requests that an item be removed from the Consent Calendar, all items will be acted upon as a whole and by one vote. Requests for discussion of any specific item should be made to the Presiding Officer in conjunction with the discussion of the consent motion.

5. **MINUTES OF THE MAY 3, 2017 SPECIAL BOARD OF DIRECTORS' MEETING**

6. **MINUTES OF THE MAY 18, 2017 REGULAR BOARD OF DIRECTORS' MEETING**

7. **REIMBURSEMENT AGREEMENT WITH JOINT REGIONAL WATER SUPPLY SYSTEM FOR VAULT ABANDONMENTS**

It is recommended that the Board of Directors approve the Reimbursement Agreement with JRWSS and authorize the General Manager or Assistant General Manager to execute the Agreement.

8. CONSTRUCTION CONTRACT AWARD FOR UPPER SALADA LIFT STATION ELECTRICAL SWITCHGEAR REPLACEMENT

It is recommended that the Board of Directors award the construction services contract to Southern Contracting Company in the amount of \$476,000; authorize the General Manager or Assistant General Manager to execute the contract; and to approve change orders up to 10% of the contract value.

9. DEL AVION LIFT STATION AUXILIARY GENERATOR REPLACEMENT CONSTRUCTION CONTRACT ADJUSTMENT

It is recommended that the Board of Directors increase the construction contract for Pacific Hydrotech Corporation by \$141,886 for a total contract amount of \$583,786; and authorize the General Manager or Assistant General Manager to execute the contract change order.

10. ON-CALL CONSTRUCTION MANAGEMENT AND INSPECTION SUPPORT SERVICES

It is recommended that the Board of Directors authorize the General Manager or Assistant General Manager to execute one-year Construction Management and Inspection Support Services Agreements with Krieger & Stewart, Inc. and Vali Cooper & Associates, Inc. for total not-to-exceed agreement amounts of \$350,000 each, with the option to renew for two additional one-year, \$200,000 extensions.

11. PUMP REFURBISHMENT SERVICE AGREEMENTS

It is recommended that the Board of Directors approve and authorize the General Manager or Assistant General Manager to execute the following agreement documents:

1) Pump Refurbishment Services Agreement with Evans Hydro, Inc. for a not-to-exceed amount of \$125,000 for FY 2017-18, a not-to-exceed amount of \$125,000 for FY 2018-19, and a not-to-exceed amount of \$125,000 for FY 2019-20 for a total three-year agreement amount of \$375,000.

2) Pump Refurbishment Services Agreement with Weber Water Resources for a not-to-exceed amount of \$65,000 for FY 2017-18, a not-to-exceed amount of \$65,000 for FY 2018-19, and a not-to-exceed amount of \$65,000 for FY 2019-20 for a total three-year agreement amount of \$195,000.

12. FUEL DELIVERY SERVICE AGREEMENT

It is recommended that the Board of Directors approve a two-year service agreement with California Fuel and Lubricants for a total not-to-exceed amount of \$720,000 (\$360,000 per year) with two one year options to extend for the purchase and delivery of unleaded fuel, diesel fuel, and motor oil lubricants; and authorize the General Manager or Assistant General Manager to execute the Agreement.

13. AMENDMENT NO. 1 TO THE JANITORIAL SERVICES AGREEMENT – PRIORITY BUILDING SERVICES, LLC

It is recommended that the Board of Directors approve Amendment No. 1 to the agreement with Priority Building Services, LLC for another one year term; authorize the General Manager or Assistant General Manager to execute Amendment No. 1 with the option to renew for two additional one-year extensions.

14. DEBT MANAGEMENT POLICY

It is recommended that the Board of Directors adopt the proposed debt management policy.

15. UPDATED INVESTMENT POLICY

It is recommended that the Board of Directors approve the proposed changes to the investment policy.

16. UPDATED PURCHASING POLICY

It is recommended that the Board of Directors approve the proposed changes to the purchasing policy.

17. GENERAL OBLIGATION BOND TAX RATES FOR FISCAL YEAR 2017-18 (RESOLUTION 17-___)

It is recommended that the Board of Directors approve the resolution entitled, “Setting Tax Rates for Outstanding General Obligation Bonds of Improvement District No. 7 for Fiscal Year 2017-18”.

18. ANNUAL GANN APPROPRIATIONS LIMIT FOR FISCAL YEAR 2017-18 (RESOLUTION 17-___)

It is recommended that the Board of Directors approve the resolution entitled “Approving Appropriations Limit for Fiscal Year 2017-18 and Finding Compliance with Article XIII B of the Constitution of the State of California.”

19. SELECTION OF THE ANNUAL LUMP SUM PREPAYMENT OPTION FOR UNFUNDED ACCRUED LIABILITY TO CALPERS FOR FISCAL YEAR 2017-18

It is recommended that the Board of Directors elect the annual lump sum prepayment option to pay for the unfunded accrued liability to CalPERS for Fiscal Year (FY) 2017-18.

20. PROFESSIONAL SERVICES AGREEMENT FOR PUBLIC AFFAIRS SERVICES

It is recommended that the Board of Directors approve a two-year professional services agreement with Faubel Public Affairs for an amount not-to-exceed \$192,000; and authorize the General Manager or Assistant General Manager to execute the agreement.

21. AMENDMENT NO. 1 TO THE MASTER SERVICES AGREEMENT WITH SMART UTILITY SYSTEMS

It is recommended that the Board of Directors authorize the General Manager or Assistant General Manager to execute Amendment No. 1 to the agreement with Smart Utility Systems, for the licensed use of the Customer Portal Software Application, in the amount of \$267,250 and to fund water efficient devices consistent with current rebate funding levels through the Marketplace Module.

GENERAL MANAGER MATTERS:(Brief general updates on District matters and/or brief general updates from staff - Informational purposes only.)

ENGINEERING & OPERATIONS MATTERS:

22. PROFESSIONAL SERVICES AGREEMENT FOR REGIONAL LIFT STATION FORCE MAIN REPLACEMENT

It is recommended that the Board of Directors approve the Professional Services Agreement with Tetra Tech, Inc. in an amount of \$655,000; authorize the General Manager or Assistant General Manager to execute the agreement; and to approve amendments up to 10% of the contract value.

23. Cedarbrook Line Break Update

FINANCE & INFORMATION TECHNOLOGY MATTERS:

24. FISCAL YEAR 2017-18 PROPOSED BUDGET (RESOLUTION 17-___)

It is recommended that the Board of Directors approve the resolution entitled, “Approving a Budget Appropriation and Adopting the Operating Budget and Capital Improvement Program Budget for Fiscal Year 2017-18”.

PRESIDENT'S REPORT:

BOARD REPORTS:

FUTURE AGENDA ITEMS (Any items added under this section are for discussion at future meetings only.):

LATE ITEMS: (Appropriate Findings to be Made)

- a. Need to take immediate action; and
- b. Need for action came to District’s attention after Agenda Posting. [Requires 2/3 vote (5 members) or unanimous vote if less than 2/3 are present]

ADJOURNMENT:

The Board of Directors’ Meeting Room is wheelchair accessible. If you require any special disability related accommodations (i.e., access to an amplified sound system, etc.), please contact the Moulton Niguel Water District Secretary’s office at (949) 831-2500 at least forty-eight (48) hours prior to the scheduled meeting. This agenda can be obtained in alternate

format upon written request to the Moulton Niguel Water District Secretary at least forty-eight (48) hours prior to the scheduled meeting.

Agenda exhibits and other writings that are disclosable public records distributed to all, or a majority of, the members of the Moulton Niguel Water District Board of Directors in connection with a matter subject to discussion or consideration at an open meeting of the Board of Directors are available for public inspection at the District Office, 27500 La Paz Road, Laguna Niguel, CA (“District Office”). If such writings are distributed to members of the Board less than seventy-two (72) hours prior to the meeting, they will be available in the reception area of the District Office at the same time as they are distributed except that, if such writings are distributed immediately prior to, or during the meeting, they will be available in the Board meeting room and on the District website at www.mnwd.com.



moulton niguel water district

DRAFT
MINUTES OF THE SPECIAL MEETING OF THE
BOARD OF DIRECTORS OF THE
MOULTON NIGUEL WATER DISTRICT

May 3, 2017

A Special Meeting of the Board of Directors of the Moulton Niguel Water District was held at the District offices, 27500 La Paz Road, Laguna Niguel, California, at 9:00 AM on May 3, 2017. There were present and participating:

DIRECTORS

Duane Cave	Director
Scott Colton	Vice President
Richard Fiore	Director
Donald Froelich	President
Gary Kurtz	Director
Larry Lizotte	Director
Brian Probolsky	Vice President

Also present and participating were:

STAFF MEMBERS, LEGAL COUNSEL, AND MEMBERS OF THE PUBLIC

Joone Lopez	General Manager
Matt Collings	Assistant General Manager
Gina Hillary	Director of Human Resources
Drew Atwater	Director of Planning
Jake Vollebregt	Director of Regional & Legal Affairs
Jeff Ferre	Best, Best, & Krieger (General Counsel)
Paige Gulck	Board Secretary
Tim Bonita	Recording Secretary
Trevor Agrelius	MNWD
Johnathan Cruz	MNWD
Todd Novacek	MNWD
Lindsey Stuvick	MNWD
Rod Woods	MNWD
Doug Chotkevys	Chotkevys Consulting

#5.

1. CALL MEETING TO ORDER

The meeting was called to order by Donald Froelich at 9:00 a.m.

2. PUBLIC COMMENTS

None.

DISCUSSION ITEMS

3. Fiscal Year 2017/18 Proposed Budget

Drew Atwater and Johnathan Cruz provided a presentation on the Proposed Annual 2017-18 Budget. Key topics included financial tracking and reporting, success to date, the proposed 2017-18 budget, the impact to the Long Range Financial Plan and next steps in the budget process. Discussion ensued regarding the proposed budget.

CLOSED SESSION

4. **CONFERENCE WITH LEGAL COUNSEL - ANTICIPATED LITIGATION**

Significant exposure to litigation and initiation of litigation pursuant to paragraphs (2) and (4) of subdivision (d) of Government Code Section 54956.9

One potential case

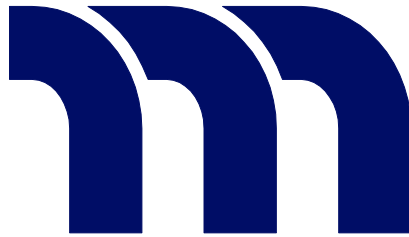
The Board entered closed session at 11:04 a.m and exited at 12:12 p.m. Jeff Ferre stated that there was no reportable action.

ADJOURNMENT

The meeting was adjourned at 12:13 p.m.

Respectfully submitted,

Tim Bonita
Recording Secretary



moulton niguel water district

DRAFT

MINUTES OF THE REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE MOULTON NIGUEL WATER DISTRICT

May 18, 2017

A Regular Meeting of the Board of Directors of the Moulton Niguel Water District was held at the District offices, 27500 La Paz Road, Laguna Niguel, California, at 6:00 PM on May 18, 2017. There were present and participating:

DIRECTORS

Duane Cave	Director
Scott Colton	Vice President/Chair
Richard Fiore	Director
Donald Froelich	President
Gary Kurtz	Director
Larry Lizotte	Director
Brian Probolsky	Vice President (arrived at 6:07 p.m.)

Also present and participating were:

STAFF MEMBERS, LEGAL COUNSEL, AND MEMBERS OF THE PUBLIC

Joone Lopez	General Manager
Matt Collings	Assistant General Manager
Gina Hillary	Director of Human Resources
Drew Atwater	Director of Planning
Jake Vollebregt	Director of Regional & Legal Affairs
Jeff Ferre	Best, Best, & Krieger (General Counsel)
Paige Gulck	Board Secretary
Tim Bonita	Recording Secretary
Trevor Agrelius	MNWD
Johnathan Cruz	MNWD
Rod Woods	MNWD

#6.

1. CALL MEETING TO ORDER:

The meeting was called to order by Donald Froelich at 6:00 p.m.

2. PLEDGE OF ALLEGIANCE:

3. PUBLIC COMMENTS:

None.

CONSENT CALENDAR ITEMS:(Items on the Consent Calendar have been discussed at the regularly scheduled Engineering/Operations and Finance/IT Board meetings)

4. MINUTES OF THE APRIL 20, 2017 REGULAR BOARD OF DIRECTORS' MEETING

5. CALIFORNIA DATA COLLABORATIVE FISCAL YEAR 2017-18 PARTICIPATION

It is recommended that the Board of Directors authorize the General Manager or Assistant General Manager to execute an agreement for an additional \$35,000 with the National Center for Civic Innovation to support the analytics work with the California Data Collaborative.

6. PROFESSIONAL SERVICES AGREEMENT FOR 54-INCH CENTRAL INTERTIE PIPELINE IMPROVEMENTS

It is recommended that the Board of Directors approve the Professional Services Agreement for engineering services with Dudek in the amount of \$380,296; authorize the General Manager or Assistant General Manager to execute the agreement; and to approve amendments up to 10% of the contract value.

7. PROFESSIONAL SERVICES AGREEMENT FOR HYDROGEOLOGICAL SERVICES

It is recommended that the Board of Directors approve the Professional Services Agreement for Hydrogeological Services with Thomas Harder & Co. in the amount of \$122,061; authorize the General Manager or Assistant General Manager to execute the agreement; and to approve amendments up to 10% of the contract value.

8. AMENDMENT NO. 2 TO THE PROFESSIONAL SERVICES AGREEMENT – LSA ASSOCIATES, INC.

It is recommended that the Board of Directors approve Amendment No. 2 to the Professional Services Agreement with LSA Associates, Inc. for an amount not-to-exceed \$30,150 for a total contract amount of \$183,226; authorize the General Manager or Assistant General Manager to execute Amendment No. 2; and to approve change orders

up to 15% of the total contract value

MOTION DULY MADE BY DUANE CAVE AND SECONDED BY SCOTT COLTON, CONSENT ITEMS 4 THROUGH 8 WERE APPROVED AS PRESENTED. THE VOTE WAS UNANIMOUS WITH DIRECTORS DUANE CAVE, SCOTT COLTON, RICHARD FIORE, DONALD FROELICH, GARY KURTZ, AND LARRY LIZOTTE ALL VOTING 'AYE'. DIRECTOR BRIAN PROBOLSKY WAS ABSENT.

FINANCE & INFORMATION TECHNOLOGY MATTERS:

9. BILL PRINT, MAIL AND PAYMENT PROCESSING SERVICES

It is recommended that the Board of Directors authorize the General Manager or Assistant General Manager to execute the following agreements:

1. Five-year Professional Services Agreement with Infosend, Inc. for the design, preparation, distribution, and archiving of its monthly customer bills and marketing material, subject to the attached rate schedule; with an option to extend the agreement for an additional five-year term; and
2. Five-year Professional Services Agreement with Paymentus for services related to the processing of electronic customer bills and payments; with an option to extend the agreement for an additional five-year term

MOTION DULY MADE BY GARY KURTZ AND SECONDED BY SCOTT COLTON, ITEM 9 WAS APPROVED AS PRESENTED. THE VOTE WAS UNANIMOUS WITH DIRECTORS DUANE CAVE, SCOTT COLTON, RICHARD FIORE, DONALD FROELICH, GARY KURTZ, AND LARRY LIZOTTE ALL VOTING 'AYE'. DIRECTOR BRIAN PROBOLSKY WAS ABSENT.

GENERAL MANAGER MATTERS:(Brief general updates on District matters and/or brief general updates from staff - Informational purposes only.)

Brian Probolsky arrived at 6:07 p.m.

Joone Lopez stated that she attended a meeting at the Governor's office and participated in a group discussion regarding Water Conservation and Urban Water Targets and Management. Joone also provided details on the Live Smart Event that was held Saturday, May 13, 2017. It was a very successful event and staff looks forward to continuing the event next year.

PRESIDENT'S REPORT:

Don Froelich stated that he attended the Metropolitan Water District tour of Diamond Valley Lake. It was a very impressive trip. Don also stated that the General Manager

evaluation will be taking place in June.

BOARD REPORTS:

Richard Fiore stated that he also attended the Diamond Valley Lake tour and Larry McKenney did a superb job presenting.

Brian Probolsky provided comment on the AB 968/1654 and AB 1668/1669 bills currently being proposed at the state level.

CLOSED SESSION:

10. CONFERENCE WITH LEGAL COUNSEL - ANTICIPATED LITIGATION

Significant exposure to litigation and initiation of litigation pursuant to paragraphs (2) and (4) of subdivision (d) of Government Code Section 54956.9

One potential case

The Board entered closed session at 6:26 p.m. and exited at 8:24 p.m. Jeff Ferre stated that there was no reportable action.

FUTURE AGENDA ITEMS (Any items added under this section are for discussion at future meetings only.):

None

LATE ITEMS: (Appropriate Findings to be Made)

None

ADJOURNMENT:

The meeting was adjourned at 8:25 p.m.

Respectfully submitted,

Tim Bonita
Board Secretary

RESOLUTION NO. 17-_____

**RESOLUTION OF THE BOARD OF DIRECTORS OF
MOULTON NIGUEL WATER DISTRICT SETTING TAX RATES FOR
OUTSTANDING GENERAL OBLIGATION BONDS OF IMPROVEMENT DISTRICT
NO. 7 FOR FISCAL YEAR 2017-18**

WHEREAS, the Board of Directors of MOULTON NIGUEL WATER DISTRICT (sometimes the “District” herein) has considered the financial needs of the MOULTON NIGUEL WATER DISTRICT and its’ IMPROVEMENT DISTRICT NO 7 for the 2017-18 Fiscal Year for payment of outstanding bonded indebtedness of such improvement districts, and the funds available and estimated to become available for meeting said financial needs; and

WHEREAS, pursuant to Section 37206 of the Water Code of the State of California, the Board of Directors of the District shall furnish to the Board of Supervisors of the County of Orange and the Auditor of the County of Orange an estimate in writing of the amount of money needed to be raised by the District during the 2017-18 Fiscal Year for the payment of outstanding voter approved general obligation bonded indebtedness of the District’s improvement district for the 2017-18 Fiscal Year.

NOW, THEREFORE, the Board of Directors of MOULTON NIGUEL WATER DISTRICT does hereby resolve, determine and order as follows:

Section 1. That the amount of money necessary to be raised by ad valorem assessments upon the taxable property (land only) within the IMPROVEMENT DISTRICT NO. 7 of MOULTON NIGUEL WATER DISTRICT as revenue to pay the voter approved indebtedness for said district for the 2017-18 Fiscal Year is the sum of \$871,538. The estimated tax rate to be levied shall be .0005374 percent (.05374%) per \$100 of taxable land value. The tax rate herein is levied pursuant to Section 93 and 93.61 (a) (1) of the Revenue and Taxation Code for the purpose of paying voter approved indebtedness of the MOULTON NIGUEL WATER DISTRICT for IMPROVEMENT DISTRICT NO. 7.

Section 2. That the Secretary and Acting Treasurer of the District are hereby requested to furnish a certified copy of this Resolution to the Auditor of the County of Orange.

#17.

APPROVED, ADOPTED and SIGNED this 15th day of June, 2017.

MOULTON NIGUEL WATER DISTRICT

By: _____
President
MOULTON NIGUEL WATER DISTRICT
and of the Board of Directors thereof

By: _____
Secretary
MOULTON NIGUEL WATER DISTRICT
and of the Board of Directors thereof

RESOLUTION NO. 17-____

**RESOLUTION OF THE BOARD OF DIRECTORS OF THE
MOULTON NIGUEL WATER DISTRICT
APPROVING ITS APPROPRIATIONS LIMIT FOR FISCAL YEAR 2017-18 AND
FINDING COMPLIANCE WITH ARTICLE XIII B OF THE CONSTITUTION
OF THE STATE OF CALIFORNIA**

WHEREAS, the Board of Directors of the Moulton Niguel Water District (MNWD) has reviewed the financial affairs of MNWD and has reviewed the proposed Budget for the Fiscal Year 2017-18; and

WHEREAS, the Board of Directors desires to establish an Appropriations Limit for Fiscal Year 2017-18 for the purpose of complying with Article XIII B of the Constitution of the State of California. Said calculations have been posted at MNWD's offices and made available to the public at least 15 days prior to the adoption of this Resolution; and

WHEREAS, the Board of Directors desires at this time to approve its Budget for the Fiscal Year 2017-18, as well as its Appropriations Limit for said Fiscal Year 2017-18;

NOW, THEREFORE, the Board of Directors of MNWD does RESOLVE, DETERMINE, and ORDER as follows:

Section 1. That an Appropriations Limit of **\$7,885,291** be and the same hereby is established as the limit to which funds derived from proceeds of taxes may be appropriated during the Fiscal Year 2017-18.

Section 2. That the Budget for the Fiscal Year 2017-18 be and the same hereby is approved by this Board of Directors which Budget is on file with the Treasurer of MNWD and is by this reference incorporated herein.

Section 3. That the Treasurer of MNWD be and the same is hereby authorized to file copies of said Budget with such other public agencies as may be necessary. Pursuant to Government Code Section 7910, any judicial action or proceeding to attach, review, set aside, void, or annul the establishment of the appropriations limit as set forth herein must be commenced within 45 days of the adoption of this Resolution.

#18.

ADOPTED, SIGNED and APPROVED this 15th day of June, 2017.

MOULTON NIGUEL WATER DISTRICT

President/Vice President
MOULTON NIGUEL WATER DISTRICT
and of the Board of Directors thereof

Secretary/Assistant Secretary
MOULTON NIGUEL WATER DISTRICT
and of the Board of Directors thereof

RESOLUTION NO. 17-__

**RESOLUTION OF THE BOARD OF DIRECTORS OF THE
MOULTON NIGUEL WATER DISTRICT
APPROVING A BUDGET APPROPRIATION AND ADOPTING THE OPERATING
BUDGET AND CAPITAL IMPROVEMENT PROGRAM BUDGET
FOR FISCAL YEAR 2017-18**

WHEREAS, the Financial Policies of the District provide that the Board shall hold public meetings and adopt the District’s budget and may modify appropriations with a majority approval throughout the Fiscal Year. Said budget consists of the estimated and anticipated expenditures and revenues for the Fiscal Year for all funds; and

WHEREAS, the Capital Improvement Program (“CIP”) outlines the expenditure plan for future capital projects for the next decade and provides a CIP Budget for the upcoming Fiscal Year. CIP projects are funded from four sources: Water Efficiency (“WE”) Fund 6, Replenishment and Refurbishment (“R&R”) Fund 7, Water Supply Reliability (“WSR”) Fund 12, and Planning and Construction (“P&C”) Fund 14. All of the funds described herein and as further set forth in the budget adopted by this Resolution shall be referred to herein as “Funds;” and

WHEREAS, the Board held multiple public meetings to review and discuss the proposed Fiscal Year 2017-18 Operating Budget and Capital Improvement Budget. In addition, a public meeting of the Board was duly noticed and conducted under the Brown Act on June 15, 2017 during which this Resolution and the budget were considered; and

NOW, THEREFORE the Board of Directors of the Moulton Niguel Water District, does hereby **RESOLVE, DETERMINE** and **ORDER** as follows:

SECTION 1. A certain document now on file in the Finance Division of the Moulton Niguel Water District entitled, “Moulton Niguel Water District FY 2017-18 Budget,” is hereby made part of this Resolution.

SECTION 2. Said Operating and Maintenance Budget and Capital Improvement Budget is hereby adopted for the Fiscal Year beginning July 1, 2017, and ending June 30, 2018, and consists of the estimated and anticipated expenditures and revenues for the Fiscal Year for all Funds.

SECTION 3. The expenditure amounts designated to each Fund for which they are designated and such appropriations shall not be increased except as provided herein.

#24.

SECTION 4. Except as provided for in SECTION 5, the appropriations for each Fund may only be increased or decreased by the Board during the Fiscal Year by passage of a resolution amending the Budget.

SECTION 5. The following controls are hereby placed on the use and transfers of budgeted Funds:

- A. No expenditure of Funds shall be authorized unless sufficient amounts have been appropriated by the Board or General Manager as described herein. The General Manager may authorize all transfers of amounts from category to category within the same Fund. The General Manager may delegate authority to Director level staff, the Assistant General Manager and/or Controller to transfer amounts between categories as necessary.
- B. The General Manager may authorize the transfer and expenditure of amounts between the Funds only to the extent of the specific Funds and maximum amounts set forth below. Said transfers may be made at one or more times during the Fiscal Year so long as the total amounts do not exceed the maximum amounts for the specific Funds set forth below. The General Manager may delegate authority to transfer amounts as necessary.
 - 1. The maximum amount which may be transferred by the General Manager from Fund 1 to Funds 7, 12, and/or 14 shall be \$44,497,108.
 - 2. The maximum amount which may be transferred by the General Manager between and among Funds 7, 12, and 14 shall be \$44,497,108.
 - 3. The maximum amount which may be transferred by the General Manager from the Capacity Fee Fund 15 to Fund 7 shall be \$267,368 to be spent on the identified projects in Table 1.

Table 1.

Project No.	Description	FY 2017-18 Budget
2016002	2016-17 VALVE REPLACEMENT	\$1,250,000
JRWSS	SCWD/JRWSS CAPITAL PROJECT	\$1,665,029
2015013	2016-17 RESERVOIR MANAGEMENT SYSTEM REPLACEMENT	\$1,700,000
SOCWA124	2016/2017 SOCWA CAPITAL PC 2(R)	\$1,029,280
2009115	SAN JUAN CREEK 30 EFFLUENT TM	\$2,211,063
SOCWA128	2016/2017 SOCWA CAPITAL PC 17(R)	\$3,376,803
Total		\$11,232,175

4. The maximum amount which may be transferred by the General Manager from Fund 1 to Funds 12, 68, 69, 70, 71 and 72 shall be \$10,293,690 to be spent on debt service payments.

C. The General Manager is authorized to employ during the fiscal year(s) covered by this Budget, the number and classifications of such full time employees as are shown in the Budget, all subject to the total number of authorized positions. The General Manager may also authorize the hiring of temporary or part time staff.

SECTION 6. All appropriations for the Capital Improvement Projects remaining unexpended on June 30, 2017, are hereby appropriated for such Capital Projects for the 2017-18 Fiscal Year.

SECTION 7. All appropriations and outstanding encumbrances for non-Capital Projects as of June 30, 2017, expire as of said date.

SECTION 8. The Board of Directors does hereby approve and adopt the General Manager, General Unit, Supervisory Unit and Exempt Employees' Job Classification Salary Schedules effective June 24, 2016, for Fiscal Year 2017-2018.

SECTION 9. If any section, subsection, clause or phrase in this Resolution is for any reason held invalid, the validity of the remainder of this Resolution shall not be affected thereby. The Board hereby declares that it would have passed this Resolution and each section, subsection, sentence, clause, or phrase thereof, irrespective of the fact that one or more sections, subsections, sentences, clauses or phrases or the application thereof be held invalid.

SECTION 10. The Recitals set forth above are incorporated herein and made an operative part of this Resolution.

ADOPTED, SIGNED and APPROVED this 15th day of June, 2017.

MOULTON NIGUEL WATER DISTRICT

President/Vice President
MOULTON NIGUEL WATER DISTRICT
and of the Board of Directors thereof

Secretary/Assistant Secretary
MOULTON NIGUEL WATER DISTRICT and of the
Board of Directors thereof

