The February 5, 2019 meeting of the California Municipal Utilities Association Board of Governors’ was called to order by President Arlen Orchard at 8:40 am.

*Officers of the Board of Governors present were:*  
Arlen Orchard, President, SMUD  
Chris Garner, Vice President, Long Beach Water Department  
Bryan Griess, Secretary, TANC  
Tim Haines, Treasurer, State Water Contractors  
Michelle Bertolino, Immediate Past President, Roseville Electric  
Laura Lewis, General Counsel, SMUD

*Members of the Board of Governors and Designated Alternates present were:*  
Dukku Lee, Anaheim Public Utilities  
Janis Lehman, Anaheim Public Utilities  
Jorge Somoano, Burbank Water & Power  
Steve Zurn, Glendale Water & Power  
Emmanuel Martinez, Imperial Irrigation District  
Winfred Yancy, Los Angeles Department of Water & Power  
Greg Salyer, Modesto Irrigation District  
Randy Howard, NCPA  
Jane Cirrincione, NCPA  
Dan Beans, Redding Electric Utility  
Daniel Garcia, Riverside Public Utilities  
John Roukema, City of Santa Clara/Silicon Valley Power  
Michael Webster, SCPPA  
Paul Hauser, Trinity Public Utilities District  
Casey Hashimoto, Turlock Irrigation District  
Michael Hadley, Western Municipal Water District

*Members of the Board of Governors and Designated Alternates absent were:*  
Tom Moody, Corona Department of Water & Power  
Henry Martinez, Imperial Irrigation District  
City of Lodi  
June Skillman, Metropolitan Water District of Southern California  
Gurcharan Bawa, Pasadena Water & Power
1. **Call to Order**
   
   President Orchard called the meeting to order at 8:40 am.

2. **Roll Call and Establishment of a Quorum**
   
   Roll call was taken and a quorum was established.

3. **Review of CMUA Anti-Trust Policy**
   
   Laura Lewis, CMUA General Counsel, reminded Board members of CMUA's Anti-Trust Policy and to be diligent about not discussing prohibited items. A copy of the policy was distributed with the meeting materials.

4. **Approval of December 11, 2018 Minutes**
   
   *It was moved and seconded to approve the minutes from the December 11, 2018 board meeting. Motion carried.*

5. **Report of Officers, Committees and Staff**
   
   a. **Executive Director’s Report**
      
      Barry Moline briefed the Board on administrative issues of interest including:
      
      - Frank Harris has been hired to fill the Energy Regulatory Manager position.
      - RKS Survey RFP – work group members have been identified and will begin work in the next few weeks.

*Denotes action item*
• Audit Services RFP – after completion of the 2017-18 audit, the RFP for audit services will be sent out.

• Task Force of the Legislative & Regulatory Committees on the Development of Processes and Procedures – staff had decided to let the new leadership of the legislative and regulatory committees work on this in early 2019. Staff met and will draft a process and procedures document for the leadership to review and then share with the legislative and regulatory committees.

• Status on New Office Lease – Work continues on the move. We have met with the contractor and our move-in time frame is April/May.

• Retiree Medical Costs - Staff continues to examine alternatives for change. A potential option is being considered.

• Municipalization – CMUA has received numerous phone calls regarding this issue and will discuss more on this at a later meeting.

• Annual Conference – the draft conference agenda was provided to the board and registration and promotions will begin soon.

b. Treasurer’s Report
Tim Haines and Barry Moline provided a summary for the period July 2018 through December 2018. Income was $2,411,880 (84.3% of budget) and does not include budgeted reserves of $234,294, which brings the total to $2,648,174 (92.6% of budget). Expenses were $1,273,922 (44.6% of budget). Due to the delay in hiring the energy regulatory manager, we continue to work with Braun Blaising law firm to fill this FTE. As a result, line item 5098 is $36,000 over budget.

Special pass-through projects that are multi-year and do not match up with the fiscal year calendar include the Grid Regionalization and ESP Energy Platforms.

c. Communications Update
Matt Williams provided a brief update on current activities including the magazine, member email forums, and member communications.

d. Legislative & Regulatory Update on Water
Danielle Blacet and Jonathan Young provided updates on key issues. Ms. Blacet provided a summary of the Safe Drinking Water Comprehensive Package including the collaboration between CMUA and ACWA.

Jonathan Young reported on Low-Income Water Rate Assistance Plan and working groups for SB 555 and the Environmental Justice

e. Legislative Update on Energy
Patrick Welch reported out on key energy legislative issues including CMUA’s improved energy advocacy coordination among member POU members. Democrats continue to push green climate renewables. Wildfire legislation is emerging including a wildfire insurance fund for utilities. Tensions continue to rise related to the PG&E bankruptcy and reform legislation. Credit ratings have been downgraded for IOUs with pressure on the legislation to take more action.
f. Regulatory Update on Energy
Justin Wynne reported on several key issues including physical security requirements for distribution facilities as it relates to the CPUC’s work to implement SB 699 (2014) in addition to the Wildfire Mitigation Plan template which POUs have been working on revising. Should be adopted by the end of the year.

6. Old Business
a. Status Report on Grid Regionalization
Tony Braun updated the board on current activities related to federal issues, wholesale committee markets, Pacific Core and CAISO new board members including Dave Olson, Steven Bernstein and Mary Leslie. The EIM Governing Body nominations including Val Fond and John Prescott.

7. New Business
a. Strategic Plan
Barry Moline presented a draft of the new strategic plan which resulted from the December 10, 2019 planning meeting in San Diego. No new staff is projected, and it was recommended that the plan be reviewed every year at the fall board meeting with a focus on strategic areas. Mr. Moline invited the board to send him any comments or changes on the draft.

b. Membership Applications*
- Las Virgenes Water District – Utility
- Electrical Consultants - Associate
- Joe Nipper Consulting – Associate
- Law Office of Susie Berlin – Associate
- 8minuteenergy Renewables – Associate

*It was moved and seconded to approve the member applications. Motion carried.

8. Adjourn to Executive Session

Reconvene to General Session

9. Other Business
None

10. Adjournment
President Arlen Orchard adjourned the meeting at 12:06 pm

Respectively Submitted,

Bryan Griess
Secretary

BG:cc

*Denotes action item