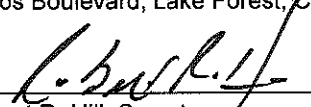


I hereby certify that the following agenda was posted at least 24 hours prior to the time of the meeting so noticed below at 24251 Los Alisos Boulevard, Lake Forest, California.


Robert R. Hill, Secretary
of the El Toro Water District and
of the Board of Directors thereof

A G E N D A

**EL TORO WATER DISTRICT
BOARD OF DIRECTORS
SPECIAL BOARD MEETING
(2014/15 BUDGET/COS/RATES/PROP 218 NOTICE WORKSHOP #2)
April 30, 2014
7:00 a.m.**

CALL MEETING TO ORDER – Chairman Martin

PLEDGE OF ALLEGIANCE – Chairman Martin

ORAL COMMUNICATIONS – Public Comment

Members of the public may address the Board at this time or they may reserve this opportunity with regard to an item on the agenda, until the Committee discusses said item later in the meeting.

1. **2014/15 ETWD Budget/COS Report/Rates/and Prop 218 Notice** (Reference Material Included)

Staff and Legal Counsel will lead a discussion regarding the 2014/15 Draft Budget, Draft Cost of Service Report, Rate Implications, Draft Prop 218 Notice (including plan of distribution) along with District Policy related to utilization of non-rate revenue.

Recommended Action: Staff recommends that the Board of Directors approve: 1) the Draft 2014/15 Budget, 2) the Draft Cost of Service Report, as amended, inclusive of the rate methodology and the policy that directs a portion of the District's Cell Site Lease and Property Tax Revenue to offset essential Tier I and Commercial indoor rates and 3) Draft Prop 218 Notice inclusive of the plan of distribution.

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2. South County MWDOC MET Director Selection (Reference Material Included)

Staff will review and comment on the South County MWDOC MET Director Selection process and timeline for same.

Recommended Action: The Board of Directors will 1) determine whether they want to formally solicit, review and nominate a candidate or candidates for consideration by the South County Nominating Committee to fill the vacant MWDOC MET Director seat, and 2) agree on a process by which to carry out the candidate solicitation, review and nomination task.

ATTORNEY REPORT

CLOSED SESSION

At this time the Board will go into Closed Session as follows:

1. In accordance with Government Code Section 54956.9 (d) (2) to consult with legal counsel on a matter of potential litigation - one matter.
2. In accordance with Government Code Section 54956.96 (a) and (b) to receive and discuss confidential information pertaining to a pending litigation matter of the South Orange County Wastewater Authority (a joint powers authority of which the District is a member) - South Orange County Wastewater Authority vs Michael Demaree, Does 1 through 25, related cross complaint, (Orange County Superior Court).

OPEN/REGULAR SESSION

REPORT ON CLOSED SESSION (General Counsel)

Mr. Granito will provide an oral report on today's Closed Session.

ADJOURNMENT

The agenda material for this meeting is available to the public at the District's Administrative Office, which is located at 24251 Los Alisos Blvd., Lake Forest, Ca. 92630. If any additional material related to an open session agenda item is distributed to all or a majority of the board of directors after this agenda is posted, such material will be made available for immediate public inspection at the same location.

Request for Disability-Related Modifications or Accommodations

If you require any disability-related accommodation, including auxiliary aids or services, in order to participate in this public meeting, please telephone the District's Recording Secretary, Polly Welsch at (949) 837-7050, extension 225 at least forty-eight (48) hours prior to said meeting. If you prefer, your request may be submitted in writing to El Toro Water District, P.O. Box 4000, Laguna Hills, California

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92654, Attention: Polly Welsch.

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