

The Metropolitan Water District of Southern California

Agenda

The mission of the Metropolitan Water District of Southern California is to provide its service area with adequate and reliable supplies of high-quality water to meet present and future needs in an environmentally and economically responsible way.

Special Board of Directors - Final

August 22, 2023

2:15 PM

Tuesday, August 22, 2023 Meeting Schedule
09:30 a.m. LTRPPBM 11:30 a.m. Break 12:00 p.m. Exec 02:15 p.m. Sp BOD

Agendas, live streaming, meeting schedules, and other board materials are available here: <https://mwdh2o.legistar.com/Calendar.aspx>. A listen-only phone line is available at 1-877-853-5257; enter meeting ID: 891 1613 4145. Members of the public may present their comments to the Board on matters within their jurisdiction as listed on the agenda via in-person or teleconference. To participate via teleconference 1-833-548-0276 and enter meeting ID: 815 2066 4276 or click <https://us06web.zoom.us/j/81520664276pwd=a1RTQWh6V3h3ckFhNmDsUWpKR1c2Zz09>

MWD Headquarters Building - 700 N. Alameda Street - Los Angeles, CA 90012

Teleconference Locations:

2936 Triunfo Canyon • Agoura Hills, CA 91301

Covina Irrigating Company • 146 E. College Street • Covina, CA 91723

525 Via La Selva • Redondo Beach, CA 90277

Fullerton City Hall Council Chambers • 303 W. Commonwealth Avenue • Fullerton, CA 92832

2680 W. Segerstrom Avenue Unit I, • Santa Ana CA 92704

1. Call to Order
2. Roll Call
3. Determination of a Quorum
4. Opportunity for members of the public to address the Board limited to the items listed on agenda. (As required by Gov. Code §54954.3(a))
5. OTHER MATTERS
 - 5-1 Department Head Performance Evaluations [Public Employees' performance evaluations; General Manager, General Counsel, and Ethics Officer; to be heard in closed session pursuant to Gov. Code 54957.] [21-2612](#)
 - 5-2 Report on Department Head 2023 Salary Survey [21-2613](#)

Attachments: [08222023 Special BOD 5-2 Presentation](#)

- 5-3 Discuss and Approve Compensation Recommendations for [21-2614](#)
General Manager, General Counsel, and Ethics Officer

6. FOLLOW-UP ITEMS

NONE

7. FUTURE AGENDA ITEMS

8. ADJOURNMENT

NOTE: Each agenda item with a committee designation will be considered and a recommendation may be made by one or more committees prior to consideration and final action by the full Board of Directors. The committee designation appears in parenthesis at the end of the description of the agenda item, e.g. (EOT). Board agendas may be obtained on Metropolitan's Web site <https://mwdh2o.legistar.com/Calendar.aspx>

Writings relating to open session agenda items distributed to Directors less than 72 hours prior to a regular meeting are available for public inspection at Metropolitan's Headquarters Building and on Metropolitan's Web site <https://mwdh2o.legistar.com/Calendar.aspx>.

Requests for a disability-related modification or accommodation, including auxiliary aids or services, in order to attend or participate in a meeting should be made to the Board Executive Secretary in advance of the meeting to ensure availability of the requested service or accommodation.



Special Board Meeting

Report on Department Head 2023 Salary Survey

Item 5-2

August 22, 2023

Overview

Department Head Salary Survey

- Review of process
- Market survey information
- Compensation options
- Board discussion and potential action

Background

Review of Process

- Determine job matches on the basis of:
 - Comparable work responsibilities and scope
 - Direct reporting relationship
 - Education and Experience requirements
 - Organization structure
- Valid comparison requires at least (3) matches

Background

Market Survey Information

- Annual Direct Report salary survey
 - General Manager
 - General Counsel
 - General Auditor
 - Ethics Officer
- Compares actual base salaries of incumbents
 - Bargaining unit comparisons measure salary range maximums
- Salaries measured against 75th percentile (+/-10%)

Background

MWD Uses Nine Comparator Agencies

Per Administrative Code, Section 6208(h)(2) and in use since 2004:

- County of Los Angeles
- East Bay Municipal Utility District
- Los Angeles Department of Water and Power
- Los Angeles Metropolitan Transportation Authority
- Orange County Water District
- San Diego County Water Authority
- San Francisco Public Utilities Commission
- Sanitation Districts of Los Angeles County
- State Department of Water Resources

General Manager

Market Data

Rank	Agency	Classification Title	Agency Actual Annual Salary	Percentage Differential
1	County of Los Angeles	Chief Executive Officer	\$559,115	-19.99%
2	Metropolitan Water District of Southern California	General Manager	\$465,962	
3	San Francisco Public Utilities Commission	General Manager	\$428,272	8.09%
4	Los Angeles Metropolitan Transportation Authority	Chief Executive Officer	\$424,362	8.93%
5	Los Angeles Department of Water and Power	General Manager	\$400,019	14.15%
6	Sanitation Districts of Los Angeles County	Chief Engineer & General Manager	\$412,260	11.52%
7	East Bay Municipal Utility District	General Manager	\$376,164	19.27%
8	San Diego County Water Authority	General Manager	\$336,810	27.72%
9	Orange County Water District	General Manager	\$320,320	31.26%
10	State Department of Water Resources	Director	\$224,473	51.83%

General Manager

Market Data

	Comparator Agency Actual Salary	MWD Actual Salary	Differential as Dollar Amount	Percentage Differential
25th Percentile	\$336,810	\$465,962	\$129,152	27.72%
50th Percentile/ Median	\$400,019	\$465,962	\$65,943	14.15%
75th Percentile	\$424,362	\$465,962	\$41,600	8.93%
99th Percentile	\$559,115	\$465,962	-\$93,153	-19.99%

General Counsel

Market Data

Rank	Agency	Classification Title	Agency Actual Annual Salary	Percentage Differential
1	County of Los Angeles	County Counsel	\$440,000	-19.20%
2	Metropolitan Water District of Southern California	General Counsel	\$369,117	
3	San Diego County Water Authority	General Counsel	\$295,000	20.08%
4	Los Angeles Department of Water and Power	General Counsel	\$285,554	22.64%
5	East Bay Municipal Utility District	General Counsel	\$281,784	23.66%
6	State Department of Water Resources	Chief Counsel	\$213,648	42.12%
	Los Angeles Metropolitan Transportation Authority	No Comparable Match		
	Orange County Water District	No Comparable Match		
	San Francisco Public Utilities Commission	No Comparable Match		
	Sanitation Districts of Los Angeles County	No Comparable Match		

General Counsel

Market Data

	Comparator Agency Actual Salary	MWD Actual Salary	Differential as Dollar Amount	Percentage Differential
25th Percentile	\$281,784	\$369,117	\$87,333	23.66%
50th Percentile/ Median	\$285,554	\$369,117	\$83,563	22.64%
75th Percentile	\$295,000	\$369,117	\$74,117	20.08%
99th Percentile	\$440,000	\$369,117	-\$70,883	-19.20%

General Auditor

Market Data

Rank	Agency	Classification Title	Agency Actual Annual Salary	Percentage Differential
1	County of Los Angeles	Auditor-Controller	\$329,390	-17.64%
2	Los Angeles Department of Water and Power	Principal Utility Accountant "A"	\$305,433	-9.08%
3	Metropolitan Water District of Southern California	General Auditor	\$280,010	
4	Los Angeles Metropolitan Transportation Authority	Executive Officer, Administration	\$222,872	20.41%
5	East Bay Municipal Utility District	Internal Auditor Supervisor	\$205,620	26.57%
6	Sanitation Districts of Los Angeles County	Supervising Internal Auditor	\$155,136	44.60%
7	State Department of Water Resources	Supervising Management Auditor	\$110,352	53.02%
8	Orange County Water District	No Comparable Match		
9	San Diego County Water Authority	No Comparable Match		
10	San Francisco Public Utilities Commission	No Comparable Match		

General Auditor

Market Data

	Comparator Agency Actual Salary	MWD Actual Salary	Differential as Dollar Amount	Percentage Differential
25th Percentile	\$167,757	\$280,010	\$112,253	40.09%
50th Percentile/ Median	\$214,246	\$280,010	\$65,764	23.49%
75th Percentile	\$284,792	\$280,010	-\$4,782	-1.71%
99th Percentile	\$329,390	\$280,010	-\$49,380	-17.64%

Ethics Officer

Market Data

Rank	Agency	Classification Title	Agency Actual Annual Salary	Percentage Differential
1	Metropolitan Water District of Southern California	Ethics Officer	\$290,014	
2	Los Angeles Metropolitan Transportation Authority	Chief Ethics Officer	\$262,891	9.35%
3	County of Los Angeles	Executive Director, Countywide Equity Oversight Panel	\$229,572	20.84%
	East Bay Municipal Utility District	No Comparable Match		
	Los Angeles Department of Water and Power	No Comparable Match		
	Orange County Water District	No Comparable Match		
	San Diego County Water Authority	No Comparable Match		
	San Francisco Public Utilities Commission	No Comparable Match		
	Sanitation Districts of Los Angeles County	No Comparable Match		
	State Department of Water Resources	No Comparable Match		

Salary History

Department Head Salary History

- Department Heads historically receive same COLA as bargaining unit employees

Classification Title	2019 Increase	2020 Increase	2021 Increase	2022 Increase
General Manager			Hired in 2021	3% + 8.75% adjustment
General Counsel	3%	0%	3%	3%
General Auditor				Hired 2023
Ethics Officer	Hired in 2019	0%	3%	3% + 14% adjustment
Bargaining Unit Employees	3%	3%	3%	3%

- At times, Department Heads have received merit increases and/or lump sum payments in addition to cost-of-living adjustment

Department Head Merit Increase History

Salary History

Classification Title	2019 Increase	2020 Increase	2021 Increase	2022 Increase
General Manager			Hired 2021	4%
General Counsel	3.5%	0%	7%	0%
General Auditor				Hired 2023
Ethics Officer	Hired 2019	0%	10%	0%

Options

Compensation Options

- Board has the authority to provide:
 - Cost of living adjustment
 - % Merit increase based on performance
 - Lump sum based on performance
- Bargaining unit employees compensated per negotiated MOUs:
 - Cost of living adjustment
 - Merit step increase based on performance, up to salary range maximum (2.75% to 11%)

Discussion

Board Discussion and Potential Action

