

**MINUTES OF THE REGULAR MEETING
OF THE BOARD OF DIRECTORS OF
YUIMA MUNICIPAL WATER DISTRICT
July 23, 2018**

The Regular Meeting of the Board of Directors of the Yuima Municipal Water District was held at the office of the District, 34928 Valley Center Road, Pauma Valley, California on Monday, the 23rd day of July 2018.

Regular Meeting
07/23/2018

1. ROLL CALL – DETERMINATION OF QUORUM

President Knutson called the meeting to order at 2:00 p.m.

Call to Order
2:00 pm

Directors Present:

Present: 5

W.D. "Bill" Knutson, President
Ron Watkins, Vice-President
Roland Simpson, Director
Laney Villalobos, Director
Don Broomell, Secretary/Treasurer

Quorum
Present

President Knutson declared that a quorum of the Board was present.

Directors Absent:

NONE

Absent: 0

Others Present:

Rich Williamson, General Manager
Amy Reeh, Finance Manager
Adam Gettman, CDF Captain
Allen Simon, YMWD
Carmen Rodriguez, YMWD
Doug Anderson, Village Nurseries
Julie Kimball
Lori Johnson- Mootamai
Daren House
Tony Bolado
Bobby Graziano- Rancho Pauma & Rancho Estates
Matt Borden

Others
Present

2. PLEDGE OF ALLEGIANCE

President Knutson led those present in the Pledge of Allegiance.

Pledge of Allegiance

3. APPROVAL OF AGENDA

No changes to the Agenda were proposed.

Approval of the Agenda

4. PUBLIC COMMENT

President Knutson opened the public comment period, noting that comments regarding specific agenda items would be taken up when those items are being considered. There were 2 public requests regarding Action Item 2 and Action Item 3.

Public Comment

I. SPECIAL REPORTS

Joint Powers Fire Re

Special Report (Cal Fire)

Adam Gettman, CDF Captain, advised that Station 70 opened their 2nd Engine Company with 3 new staff members. Station 70 received 3 new firefighters from the San Diego Unit application process. E3357 was sent out of County on a Strike Team for 20 days. E3387 was also sent out of county for 12 days. Both engines traveled up and down the state performing the state mission. E3357 ended up being assigned to the Klamathon fire and fought fire in the state of Oregon which has not happened in the past 20 years. Additionally, Station 70 attended multiple training events with all cooperators in the Valley.

II. CONSENT CALENDAR

President Knutson presented the Certificate of Achievement for Excellence in Financial Reporting by the Governmental Finance Officers Association for Yuima's 2017 Comprehensive Annual Financial Report (CAFR). This is the 10th consecutive year that Yuima has received this award.

Consent Calendar

Director Villalobos requested that the June Minutes be tabled until the next meeting for further discussion. Director Villalobos did not agree they were accurate as to what was discussed and agreed up on under the closed session. Upon approval of the board the minutes will be tabled till next month's meeting.

Upon motion being offered by Director Simpson, seconded by Director Watkins, Accounts Paid and Payable for June 2018 and the Monthly Financial Reports for June 2018 and the acceptance of the CAFR Award were approved by the following roll-call vote, to wit:

- AYES: Watkins, Villalobos, Simpson, Broomell, Knutson
- NOES: None
- ABSTAIN: None
- ABSENT: None

III. ACTION/DISCUSSION

1. Public Hearing to Receive Comments and Consider Adoption of the Proposed IDA Special Connection Fee.

President Knutson called the hearing to order at 2:11 p.m. Assistant Manager/Finance Manager Reeh reported Notice of this Public Hearing was published in a newspaper of general circulation published and circulated within the said District, once a week for 3 consecutive weeks prior to this hearing, and a copy is on file with the district. Secretary Broomell reported that no written or oral comments have been submitted prior to the hearing. A member of the public wanted to clarify that the only change was the connection fee from \$8,000 to \$8,438. President Knutson declared the hearing closed at 2:18 p.m.

1-A. Ordinance 128-18 Adopting Increases in IDA Special Connection Fee and for new service connection and expanding water use and repealing Ordinance 118-15.

Ordinance 128-18
IDA Special
Connection Fee

Following discussion and upon motion offered by Director Simpson seconded by Director Broomell motioned to approve Ordinance 128-18 *Adopting Increases in IDA Special Connection fee for new service connection and expanding water use and repealing Ordinance 118-15* was adopted by the following roll-call vote, to wit:

AYES: Watkins, Villalobos, Simpson, Broomell, Knutson
NOES: None
ABSTAIN: None
ABSENT: None

Note: Per the request of Director Simpson and the approval of the board the Closed Session was moved to after the public hearing.

Closed Session

Pursuant to Government Code Section 54956.9(d)(4) conference with legal counsel regarding consideration of initiation of litigation (two) potential cases.

Closed Session

Pursuant to Government Code Section 54956.8 conference with real property negotiators. District Negotiator: Rich Williamson, Negotiating Parties: Rosemary Hummison and Starbeam Ranch, LLC and Under Negotiation: price and terms of payment.

Pursuant to Government Code Section 54956.9 conference with legal counsel regarding pending litigation: Strub v. Palomar Mutual Water Company, SDSC Case No. 162650.

No decisions to report about the closed session was made.

2. Board Consideration Possible Well Agreement for Local Water and Granting Authority to Board President to Sign Agreements after Review and Approval of the General Counsel.

No Action Taken

The District has been approached by one of its customers interested in the possibility of entering into one or more well agreements with the District. This may result in the availability of more local water for the district.

A member of the public showed concerned that the Improvement District has given up all their water rights and now are allowing well agreements on their top end of the district that will take from the aquifer coming down. Mainly the District is not being fair to the rest of the rate payers in IDA in that 50% of the base rate. When it was last talked about over a year ago it should be 80% to 90%. There is now an inequity of the base to all the rate payers. General Manager Williams advised the public that this program would be available to anyone overlying the IDA area where the District has water rights.

3. Board Shall Consider granting authority to the Board President to sign the stipulated judgment making minor changes to the Strub Agreement.

No Action Taken

The Board has directed General Manager Williamson to meet with Rancho Pauma and any other parties that may be represented in the Strub Agreement. To discuss the concerns that were brought up at the last Rancho Pauma Board Meeting.

The District is requesting to remove one of the river wells from production and replace it with a higher production customer well in an attempt to obtain the full 1350 acre feet, per calendar year, of water that the District is entitled to. In the last 53 years the District has only reach this allotted amount 10 times. This has resulted in a loss of 3666.74 acre feet of water to the District.

4. Approval of Purchase Order to CalPERS for a Payment of the Annual Unfunded Accrued Liability Payment for 2018/19 (\$311,607).

Approval of
Purchase Order
CalPers

Following discussion and upon motion being offered by Director Villalobos seconded by Director Brommel, the Purchase Order in the amount of \$311,607 was approved and carried unanimously by the following roll-call vote, to wit:

AYES: Watkins, Villalobos, Simpson, Broomell, Knutson
NOES: None
ABSTAIN: None
ABSENT: None

5. Approval of Purchase Order for Fain Drilling and Pump.

Approval of
Purchase Order
Fain Drilling &
Pump

Following discussion and upon motion being offered by Director Broomell second by Director Simpson, the Purchase Order in the amount of \$35,725.57 was approved and carried unanimously by the following roll-call vote, to wit:

AYES: Watkins, Villalobos, Simpson, Broomell, Knutson
NOES: None
ABSTAIN: None
ABSENT: None

IV. INFORMATION/REPORTS

1. Board Reports/Meetings

Director Knutson reported that there was a meeting with JPIA regarding employee benefits program. This covers medical, dental and eye care coverage. Anthem the preferred provider has made no increase to their current plan. The Kaiser HMO plan had a 2.64 % increase.

JPIA

Director Watkins reported at the last SDCWA board meeting they adopted rates for the next year. The rate increase for the next year were a very small increase even though the costs from MWD have increased. The reason that there was not a corresponding rate increase at the Water Authority is because they have a large rate stabilization fund.

SDCWA/MWD

Director Watkins reported on the GSA, the primary function is trying to finalize a request for qualifications to put out the consultants for development of GSP. The other issue that they are working on is a replacement memorandum of understanding to replace the MOU that was signed with the county.

SGMA/GSA

2. Administrative

General Manager Williamson advised on Annexation results, Rancho Corrido application for the annexation has been sent to SDCWA. They are requesting a 2" meter. They will be using the water mostly for domestic purposes. Lazy H, the RFQ has been sent out to pre-qualified firms and we will be meeting with successful candidates for interviews in the next month. Shadowridge, is working with MWD because of the configuration of the project it may be necessary for the applicant to include the common areas in the annexation due to MWD rules.

Admin.

General Manager Williamson reported that SGMA, the State and the County are working with us to transfer the grants for the preparation of the GSP to YMWD. has met with Rancho Pauma MWC and McMillan Farms regarding connection to the district to supplement their supply with district water.

General Manager Williamson is currently finalizing a grant through the Federal EPA called the WIFIA Grant (water infrastructure). They pay 49% of the project costs you can pair it with other federal and state grants as well as bond monies. We are going to ask for fairly large project, the project that best fits the bill is the Northern Pipeline project.

General Manager commended Assistant General Manager Amy Reeh with all her hard work on the software conversion. We go live the first week in August with the new system with everything except for utility billing. Utility billing will go live the first week of September.

General Manager Williamson is holding discussions with Chairman Bo Mazzetti from the Rincon Indian Tribe to discuss an intertie with Yuima MWD. They can supply us with about 1,000 gallons per minute of water

3. Capital Improvement Program

There was no information to report at this time

Capital

4. Operations

Allen Simon briefly covered that there were 9 pumps that failed last three weeks. As of last week, 5 of the pumps were back on line. Well 51 was tested and it's pumping 20 gallons a minute. They are currently working on the Zone 4 tank project which consists of erosion washout, repairing the drain and rebuilding the retaining wall and ditches. The State Health visited last week to conduct a sanitary survey. They visited every well and pump station. No major issue sanitary issues to report back. There are few things that we need to work on for example; sealant on some wells and place screen around some of the overflow pipes.

Operations

5. Counsel

No counsel was present.

Counsel

6. Finance & Administrative Services

Manager Reported on the delinquent list as of today Yuima has a little over \$800 and IDA has \$3,800 past due.

Finance & Admin. Services

VI. OTHER BUSINESS

No other business was presented

Other Business

VII. ADJOURNMENT

There being no further business to come before the board the meeting was adjourned at 5:05 p.m. to August 20, 2018.

Adjournment
5:05 pm to
August 20, 2018


W.D. Knutson, President
Don Broomell, Secretary/Treasurer