

**MINUTES OF THE REGULAR ADJOURNED MEETING
OF THE BOARD OF DIRECTORS OF
YUIMA MUNICIPAL WATER DISTRICT
June 30, 2017**

The Regular Adjourned 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 Friday, the 30th day of June, 2017.

**Regular
Adjourned
Meeting
6/30/17**

1. ROLL CALL – DETERMINATION OF QUORUM

President Knutson called the meeting to order at 2:05 p.m.

**Call to Order
2:05 pm**

Directors Present:

Present: 5

W.D. "Bill" Knutson, President
Ron Watkins, Vice-President
Terry Yasutake, Treasurer
Laney Villalobos, Director
Roland Simpson, Director

**Quorum
Present**

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

Absent: 0

Directors Absent:

None

Others Present:

**Others
Present**

Rich Williamson, General Manager
Amy Reeh, Finance Manager
Nick Bishop, Captain Cal Fire
Cal Hendrie, Battalion Chief Cal Fire
Doug Anderson
Anthony Cinquini
Nancy Correa, Bar 2
Jane Carter, Bar 2
Amber Watkins, RPMWC
Mindy Houser, RPMWC

2. PLEDGE OF ALLEGIANCE

President Knutson led those present in the Pledge of Allegiance.

**Pledge of
Allegiance**

3. APPROVAL OF AGENDA

President Knutson moved the Special Reports before Consent Calendar

Agenda
Approved

4. PUBLIC COMMENT

Public Comment

Two speaker requests were received. Tony Cinquini spoke about Well 18 and the feasibility of solar at that location. Nancy Correa indicated she would like to speak when the Board addressed the item on the agenda regarding Rancho Corrido annexation.

I. SPECIAL REPORTS

II-1. Joint Powers Fire Report

Special Report
(Cal Fire)

Captain Bishop reviewed the Cal Fire written report, noting that although there are several fires burning in the state the station is currently fully staffed and no one has been called to fight the fires in other parts of the state.

II. CONSENT CALENDAR

Consent Calendar

No items were pulled from the consent calendar. Director Villalobos indicated she would only like 3 items to ever appear under the consent items: the approval of minutes, Accounts Paid and Payable, and the Treasurer's Report. Upon motion being offered by Director Watkins, seconded by Director Simpson, Items II-1 through I-7 and Resolution Nos. 1740-17, 1741-17, 1742-17, 1743-17 on the Consent Calendar were approved by the following roll-call vote, to wit:

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

III. ACTION/DISCUSSION

NOTE: Action/Discussion item number 4 (Proposed Resolution to approve Pre-Annexation Agreement – Rancho Corrido) was moved up on the agenda to hold discussion prior to the Public Hearing.

PUBLIC HEARING

- 1. Public Hearing to Receive Comments and Consider Adoption of the Proposed Schedule of Water Rates and Charges.

Public Hearing
Considering
Adoption of
Proposed Rate
Schedule

Finance Manager Reeh reported the Notice was duly noticed by publication in the

Valley Roadrunner beginning May 10th through June 29th, a newspaper of general circulation as required by statute. Additionally, a Prop 218 notice was mailed to every property owner in the district on May 16th. General Manager Williamson and Manager Reeh reviewed the budget development process, and the operating cost factors associated with arriving at the proposed water rate increase of 5.5% and 7.1% to the General District effective July 1, 2017, as well as the 15% increase to the monthly meter charge. Additionally, Manager Reeh reviewed the increase to CWA fixed costs direct pass through effective January 1, 2018. President Knutson called the public hearing to order at 3:02 pm. Secretary Yasutake reported that there were 20 written comments submitted prior to the hearing. This reflects 2.8% of the total parcels in the General District. District Council reviewed the Prop 218 requirements and indicated, point by point, how the District met these requirements. One member of the public commented on his desire to have only a 15% increase in the monthly meter charge. There being no other comments from the public, President Knutson declared the hearing closed at 3:05 pm.

1-A. Resolution Adopting Increases in Water Rates and Charges and Amending Rules and Regulations Governing Water Service (Schedule of Rates, Rentals, Fees, Deposits and Charges Sections §11.5; 15.3.1; 16.1; 16.2; 16.3.1; 16.4; 16.5; & 18.36.6)

Res. No. 1744-17
Adopting
Increase in Water
Rates and
Charges and
Amending Rules
& Regulations
Governing Water
Service

Following discussion and upon motion being offered by Director Simpson, seconded by Director Villalobos and carried, Resolution No. 1744-17 *Adopting Increases in Water Rates and Charges and Amending Rules and Regulations Governing Water Service* was adopted by the following roll-call vote, to wit:

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

2. Resolution Adopting the Operating and Capital Budgets for Fiscal Year 2017-2018.

Res. No. 1745-17
Adopting 2017/18
Operating and
Capital Budget

Following discussion and upon motion being offered by Director Yasutake seconded by Director Knutson, Resolution No. 1745-17 *Adopting the Operating and Capital Budgets for Fiscal Year 2017-18* was adopted and carried unanimously, by the following roll call vote, to wit:

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

3. Resolution Regarding a District Engineer Designation

Following discussion and upon motion being offered by Director Watkins, seconded by Director Villalobos, Resolution No. 1746-17 *Regarding a District Engineer Designation* was adopted by the following roll-call vote, to wit:

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

4. Resolution to Approve Pre-Annexation Agreement for Water Service By and Between Yuima Municipal Water District and Rancho Corrido RV, LP.

After some discussion, this item was tabled by motion offered by Director Watkins, seconded by Director Simpson by the following roll-call vote, to wit:

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

IV. INFORMATION REPORTS

1. **Board Reports/Meetings**

Director Knutson had no report from JPIA

Director Watkins discussed the adoption of the CWA budget and water rates. He discussed how the rates from MWD trickle down to CWA and then on to Yuima and other districts. He also reviewed the Appellate Court's decisions on the three issue that were brought before the court. Two of the three issues were decided in CWA's favor; however, the

Res. No. 1746-17
District Engineer
Designation

Rancho Corrido
Pre-Annexation
Agreement –
Tabled.

third issue, and main dollar item, was decided in MET's favor. CWA believes this decision is inaccurate because MET includes the cost of an infrastructure system that they don't own and had no cost associated with developing that system. CWA will most likely appeal to the Supreme Court.

The deadline to form the GSA is today, June 30, 2017. Action was taken at the last board meeting to sign the Memorandum of Understanding (MOU) with the County of San Diego, Pauma Valley CSD and the San Luis Rey Resource Conservation District. The MOU has been approved by the Board of Supervisors.

2. Administrative

Manager Williamson is proposing a contract with a Hydrogeologist to help with the work that is relative to SGMA. He would like to address any issues within the County's scope of work process of the GSP Basin Plan rather than after the GSP has been drafted. The Board's consensus was that it would be a good idea for Yuima to have their own consultant during the development of the GSP. Manager Williamson briefly reviewed the plans for developing GIS maps for the district. Director Watkins suggested hiring an outside consultant to review the budget development and rate setting process.

Administration

3. Capital Improvement Program

Manager Williamson reported on the Capital improvement program.

Capital

4. Operations

Manager Williamson reported on the status of the Operations and Facilities.

Operations

5. Counsel

No open session report.

Counsel

5. Finance & Administrative Services

Manager Reeh discussed the beginning of the audit process currently being conducted and reviewed the audit process. Additionally, Manager Reeh updated the board on the software conversion.

Finance &
Admin. Services

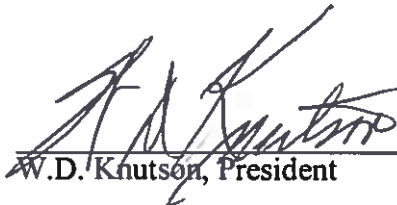
V. OTHER BUSINESS

A brief discussion was held on adjourning the August meeting. President Knutson indicated that it would be decided on the July 24, 2107 meeting whether or not to adjourn the August meeting.

VI. ADJOURNMENT

There being no further business to come before the board the meeting was adjourned at 4:32 o'clock p.m. to July 24th, at 2:00 p.m., upon motion being offered by Director Villalobos, seconded by Director Simpson and carried unanimously.

Adjourn to
July 24, 2017
@ 2:00 p.m.



W.D. Knutson, President



Terry Yasutake, Secretary