

**MINUTES OF THE REGULAR ADJOURNED MEETING
OF THE BOARD OF DIRECTORS OF
YUIMA MUNICIPAL WATER DISTRICT
September 30, 2014**

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 Tuesday, the 30th day of September, 2014.

**Regular Adj.
Meeting
9/30/14**

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
Ronald Watkins, Vice-President
George Stockton, Secretary/Treasurer
Mike Fitzsimmons
Doug Anderson

Directors Absent:

Absent: 0

None

Others Present:

Others Present

Linden A. Burzell, General Manager
Lori A. Johnson, Director of Finance
Todd Engstrand, Director of Operations & Engineering
Jeff Scott, General Counsel
Chief Kevin Lawson, CalFire
Capt. Rick Johnson, CalFire
Sue Stockton
Roland Simpson
Daren House
Julie Kimball
Laney Villalobos

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

**Quorum
Present**

2. PLEDGE OF ALLEGIANCE

President Knutson led those present in the Pledge of Allegiance.

**Pledge of
Allegiance**

3. APPROVAL OF AGENDA

No amendments to the Agenda were proposed.

Approval of
Agenda

No
amendments

4. PUBLIC COMMENTS

Roland Simpson re-visited the matter of the spill at the new Zone 4 Tank, re-iterating his concerns regarding the costs associated with the incident. Daren House inquired as to the current ownership of the V/O wells.

Public
Comments:

I. CONSENT CALENDAR

Director Watkins moved approval of the Consent Calendar, consisting of the *Approval of the Minutes of the Regular Meeting of August 25, 2014; Approval of Accounts Paid and Payable for August 2014; Acceptance of the Monthly Financial Reports for August 2014 Treasurer's Report and June, July and August Cash Statements; and Proposed Resolution No. 1575-14 Setting Forth Water Connection Fees (Capacity Charges) for 2015 and Fixing Time and Place of Hearing and Giving Notice of Hearing.* The motion was seconded by Director Stockton and approved by the following roll-call vote, to wit:

Consent Calendar
Approved

Regular Meeting
Minutes – 8/25/14

August
Paid/Payables

August Financial
Reports

Res #1575-14
Hearing Notice –
Capacity
Charges

AYES: Fitzsimmons, Watkins, Stockton, Anderson, Knutson
NOES: None
ABSTAIN: None
ABSENT: None

II. SPECIAL REPORTS

CalFire was represented by Capt. Johnson who reported that the previous month was very busy because of the fires in northern California. He presented the monthly call statistics and emphasized the importance of maintaining proper weed abatement clearances in times of high fire danger. The board then adjourned to the parking lot to view the recently acquired new Amkus "Jaws of Life" purchased with funds from the Neighborhood Reinvestment Program grant. Supervisor Horn and The County Board of Supervisors were appreciated for approval of the grant for this much needed equipment.

CAL FIRE
report Capt.
Johnson

II. ACTION/DISCUSSION

No Action/Discussion items were brought before the board.

IV. INFORMATION/REPORTS

IV-1. Board Reports/Meetings

- President Knutson reported that the open enrollment period for the Health Benefit Association has begun. He was at JPIA meetings last week and noted that numerous additional agencies were enrolling in the program.
- Vice President Watkins reported that the Water Authority was very successful in getting language favorable to the San Diego region inserted into the \$7.5 billion water bond (Proposition 1). The recent passage of the three historic groundwater bills sets the stage for six or more months of drafting and adoption of implementing regulations. Mark Weston is the new chairman of the SDCWA board, with Mark Muir as Vice-Chair. Met's storage levels have been drawn down by nearly half in the past year. MWD is currently forecasting a 20% supply curtailment in 2015; SDCWA is forecasting a 3 – 9% curtailment, which translates to a 1.5 – 4.5% curtailment for the District, assuming local supplies hold up.

Board Reports

Pres. Knutson

VP Watkins

IV-2. Administrative Report

Manager Burzell called the board's attention to his written Administrative report. There were no questions.

Administrative Report

IV-3. Capital Improvement Program

Manager Burzell called the board's attention to the Capital Improvement Program reports. There were no questions.

Capital Improvements

IV-4. Operations Report

President Knutson inquired about the current status of the Strub limit. Staff reported that due to the low production of the five river Strub Wells as a result of drought conditions, it was unlikely the Stub limit would be reached this year.

Operations & Engineering Report

President Knutson also asked about the current progress of Horizontal Well No. 50. Staff reported that the well depth was at 810 feet with no water to this point.

Director of Operations Engstrand reported that the Capacity Study is in progress and Staff expects to have a report to the board at the December meeting. He also summarized the Forebay overflow event that occurred on September 17th that led to the replacement of the overflow/drain pipeline on site.

IV-5. Counsel's Report.

Counsel Scott outlined the principal features and timetable of implementation of the provisions of the recently passed groundwater legislation. High priority basins are to be identified by 2017; sustainability plans for those basins must be in place by 2020. AB 194 relating to the Brown Act and public comment on agenda items was passed by the legislature and vetoed by Governor Brown.

Counsel's Report

IV-6. Finance Report

Director of Finance Johnson reported no concerns on the delinquent accounts as of this date. She stated that the O'Connor claim was scheduled for a restitution hearing on September 16th, however, the case was continued to October 21, 2014 at 1:30 pm.

Finance Reports

Director of Finance Johnson reported that the Plascencia encroachment at Station 6 is still unresolved. The last update from property owner Plascencia is that he is checking to see if he can get a boundary adjustment done at a lower cost than the three proposals the District received from outside engineering firms. She also reported that the House boundary adjustment/tree compensation and plantings requiring IDA special connections is still pending.

Station 6 encroachment

House boundary adj/tree compensation/ IDA special connections

Director of Finance Johnson reported that Datastream Business Solutions is now part of the Springbrook Software. She stated that the District as well as a majority of the North County agencies use the Datastream software package which includes water utility billing, service orders, inventory, fixed assets, purchase orders, general ledger, fire tax, cash receipts and bank accounts. All the software programs

interface with the general ledger using a Unix-based system which will transition to an upgraded state-of-the-art, windows-based application provided by Springbrook. She stated that the current software has worked wonderfully over the last 30 years; however, it may not be supported in the future. It was estimated that a transition may cost well over \$200,000. Staff has listed this on our projected 5-year capital improvement plan and proposes to begin funding in 2015-16 over two to three years and will continue to explore other options.

V. OTHER BUSINESS

CLOSED SESSION: Conference with Legal Counsel – Existing litigation. Pursuant to Government Code Section 54956.9 (a) Name of Case: Strub v. Palomar Mutual Water Company – San Diego County Superior Court Case No. 162650. In the Court of Appeal of the State of California Fourth District, Division One: Rancho Pauma Mutual Water Company v. Yuima Municipal Water District.

Closed Session
Existing
Litigation

The Board entered closed session at 3:28 p.m. and resumed deliberation in open session at 4:01 p.m.

REPORT AFTER CLOSED SESSION

The Board in closed session directed staff and counsel to take appropriate action concerning the pending litigation matter.

VI. ADJOURNMENT

There being no further business to come before the board and upon a motion by President Knutson, seconded by Director Anderson and carried unanimously, the meeting was adjourned at 4:06 p.m. to Friday, October 24, 2014 at 2:00 pm., with the next subsequent regular meeting be adjourned to December 16, 2014 at 2:00 pm.

Adjourn @ 4:06
p.m.
Next meetings:
October 24, 2014
and December
16, 2014 (no
November mtg)

ATTEST:

Signature on file at District Office. _____
George Stockton, Secretary

Signature on file at District Office. _____
W.D. "Bill" Knutson, President