

Agenda

Regular Meeting of the Board of Directors of Yuima Municipal Water District

Monday, June 27, 2022 2:00 P.M.
34928 Valley Center Road, Pauma Valley, California

Roland Simpson, President
Don Broomell, Secretary / Treasurer
Bruce Knox, Director

Steve Wehr, Vice President
Laney Villalobos, Director

- 2:00 p.m.
1. **Roll Call** - Determination of Quorum Broomell
 2. **Pledge of Allegiance**
 3. **Approval of Agenda** – At its option, the Board may approve the agenda, delete an item, reorder items and add an item to the agenda per the provisions of Government Code §54954.2. Simpson
 4. **Public Comment** – This is an opportunity for members of the public to address the Board on matters of interest within the Board’s jurisdiction that are not listed on the agenda. The Brown Act does not allow any discussion by the Board or staff on matters raised during public comment except; 1) to briefly respond to statements made or questions posed; 2) ask questions for clarification; 3) receive and file the matter; 4) if it is within staff’s authority, refer it to them for a reply; or 5) direct that it be placed on a future board agenda for a report or action. Inquiries pertaining to an item on the agenda will be received during deliberation on that agenda item. No action can be taken unless specifically listed on the agenda (Government Code §54954.3) Simpson
- I. **CONSENT CALENDAR**
Consent Calendar items will be voted on together by a single motion unless separate action is requested by a Board Member, staff or audience member.
1. Approve minutes of the Regular Meeting of May 23, 2022.
 2. Approve of Accounts Paid and Payables for & Reporting under Government Code §53065.5 for May 2022.
 3. Acceptance of Monthly Financial Reports - May 2022, Treasurer's Report and Cash Statements.
- 2:10-3:00 P.M. II. **ACTION DISCUSSION**
1. **BUDGET WORKSHOP: The Board will Review the Proposed 2022/2023 Preliminary Budget.** Reeh

Background: The proposed 2022/2023 Operation and Capital Budget, and Fund Projections will be presented.

Recommendation: That the Board review and modify as appropriate for final adoption.
 2. **Public Hearing** Simpson
Conduct Public Hearing to Receive Comments and Consider Adoption of the Proposed Schedule of Water Rates and Charges.

A public hearing will be held to receive public comments pursuant to Proposition 218 requirements. Public comment can be made in person at the District office. Consider and tabulate all written protests received at the District before the close of the public hearing. To be considered a valid protest, protests must be in writing and received at the District, via U.S. Mail or in person delivery, prior to the close of the public hearing.

2-A. Proposed Resolution Adopting Increases in Water Rates and Charges and Amending Rules and Regulations Governing Water Service (Section § 1 Definitions; 3.1, Classes of Service; 8.5.2, Temporary Discontinuance; 9.2.3, Non-Registering Meters) and (Schedule of Rates, Rentals, Fees, Deposits and Charges Section § 2.27; 4.2(b); 10.6.1; 11.5; 16.1; 16.4; 16.5 & 18.3.6).

Background: The rates and charges were reviewed at board workshops held on May 23rd and June 27th, 2022. There is a between a 0.33% and 12.38% increase to Water Commodity Rate. Proposed Resolution will (1) adopt the proposed schedule of Water Rates and Charges and amend the District's Rules and Regulations Governing Water Service (2) allow annual adjustments of Yuima's rates between fiscal years 2022/23 and 2026/27 to pass through wholesale water cost increases (imported water) imposed on the District by the District's wholesale water suppliers (SDCWA and Metropolitan WD) between fiscal years 2022/23 and 2026/27; (3) allow annual adjustments of Yuima's rates for inflation between 2022/23 and 2026/27 up to the San Diego County Consumer Price Index for All Urban Consumers("CPI-U") (4) authorize staff to make mandatory demand reduction rate adjustments in an amount equivalent to the loss of revenue caused by mandatory state or regional water consumption and use restrictions

Recommendation: That, should the Board agree and if less than two-thirds (2/3) written protests are filed, staff recommends adopting the proposed Resolution.

3. Proposed Resolution Adopting the Operating and Capital Budgets for Fiscal Year 2022/2023. Simpson

Background: The Operating and Capital Budgets were reviewed at the Board Meeting on May 23, 2022.

Recommendation: That, should the Board agree, they approved the resolution as proposed.

4. Proposed Resolution Establishing The Appropriation Limit for Fiscal Year 2022/2023 Pursuant to Article XIII B of California Constitution. Simpson

Background: Annually the District is required to calculate the annual appropriation limit pursuant to Article XIII B of the State Constitution. The Appropriation Limit is the legal amount of taxes the District *could* collect. This amount we are actually able to collect is a much smaller sum due to the property demographic in the District's service area. The public notice requirement under Government Code Section §7919 has been met.

Recommendation: That, should the Board agree, they adopt the Resolution as proposed.

5. Proposed Resolution Approving Agreement or Water Service and Management Contract for the Lazy H Mutual Water Company and Rescinding Resolution No. 1889-21. Simpson

Background: The contract renewal provides for management, recordkeeping and maintenance services.

Recommendation: That, should the Board agree, they approve the resolution as proposed.

6. Proposed Resolution Approving Agreement for Emergency and Support Services for the Rancho Estates Mutual Water Company and Rescinding Resolution No. 1890-21. Simpson

Background: The Rancho Estates Mutual Water Company has requested the renewal of their emergency services contract for the 2022/2023 fiscal year.

Recommendation: That, should the Board agree, they approve the resolution as proposed.

7. Proposed Resolution Approving Agreement for Record Keeping and Secretarial Services for the Upper San Luis Rey Resource Conservation District and Rescinding Resolution No. 1891-21. Simpson

Background: The Upper San Luis Rey Resource Conservation District has requested renewal of their secretarial and bookkeeping services contract for the 2022/2023 fiscal year.

Recommendation: That, should the Board agree, they approve the resolution as proposed.

8. Determination of Use for One Time Funds Received from SDCWA for Lawsuit Proceeds. Reeh

Background: The San Diego County Water Authority prevailed in one of their lawsuits against Metropolitan Water District of Southern California for the overcharging fees in 2010-2014. This win resulted in a one time payment to the District for \$23,112.13.

Recommendation: Staff recommends that the District place these funds into the Rate Stabilization Fund to help offset future rater increases.

9. Proposed Resolution Amending the Employee Handbook Section 4, H. Vacation. Reeh

Background: In an effort to reduce the District's short and long term liabilities, staff is recommending capping the vacation earnings rate to 7.7 hours per pay period after 25 years of employment.

Recommendation: That, should the Board agree, approve the Resolution as presented.

- 10 Review of Current and Revised Reserve Policy. Reeh

Background: At the May 2022 Board meeting Staff was directed to review the current reserve policy and make a recommendation to the Board on possible revisions in order to make better use of current reserves in offsetting future rate increases. Staff conducted an informal survey of neighboring Districts' policies to determine the presented recommendations.

Recommendation: That, should the Board agree, approve the Resolution as presented.

3:10-3:30 P.M. III. **INFORMATION / REPORTS**

1. **Board Reports / Meetings**
ACWA / JPIA Villalobos
San Diego County Water Authority/MWD Reeh
Other Meetings (SGMA/GSA) Simpson
2. **Administrative** Reeh
General Information
3. **Capital Improvements** Reeh
4. **Operations** Quinn
General Information
Rainfall
Production / Consumption Report
Well Levels
District Water Purchased
5. **Counsel** Jungreis
6. **Finance & Administrative Services** Brewer
General Information
Delinquent Accounts

3:30 - 3:35 P.M. IV. **OTHER BUSINESS**

3:35 P.M. V. **ADJOURNMENT**

NOTE: In compliance with the Americans with Disabilities Act, if special assistance is needed to participate in the Board meeting, please contact the General Manager at (760) 742-3704 at least 48 hours before the meeting to enable the District to make reasonable accommodations. The meeting begins at 2:00 p.m. The time listed for individual agenda items is an estimate only. Any writings or documents provided to a majority of the members of the Yuima Municipal Water District Board of Directors regarding any item on this agenda will be made available for public inspection during normal business hours in the office of the General Manager located at 34928 Valley Center Road, Pauma Valley.