

**MINUTES OF THE SPECIAL MEETING  
OF THE BOARD OF DIRECTORS OF  
YUIMA MUNICIPAL WATER DISTRICT  
December 3, 2018**

The Special 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 3<sup>rd</sup> day of December 2018.

Special Meeting  
Meeting  
12/03/2018

**1. ROLL CALL – DETERMINATION OF QUORUM**

President Knutson called the meeting to order at 2:02 p.m.

Call to Order  
2:02 pm

Directors Present:

Present: 5

- W.D. "Bill" Knutson, President
- Ron Watkins, Vice-President
- Roland Simpson, Director – arrived at 2:07 p.m.
- Don Broomell, Director
- Laney Villalobos, Director- arrived at 2:03 p.m.

Quorum  
Present

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

Directors Absent:

Absent: 0

Others Present:

- Rich Williamson, General Manager
- Adam Gettman, CDF Captain
- Allen Simon, YMWD
- Carmen Rodriguez, YMWD
- Daren House
- Bobby Graziano – Rancho Pauma and Rancho Estates

Others  
Present

**2. PLEDGE OF ALLEGIANCE**

President Knutson led those present in the Pledge of Allegiance.

Pledge of Allegiance

**3. APPROVAL OF AGENDA**

Director Knutson requested that the Closed Session be moved after Special Reports.

Approval of the Agenda

**4. PUBLIC COMMENT**

No speaker request were received and no other indication to speak was offered by members of the public present.

Public Comment

**I. SPECIAL REPORTS**

Special Report (Cal Fire)

**1. Joint Powers Fire Report**

CAL FIRE Captain Adam Gettman reviewed the Cal Fire written October report, Rincon Station 70 continues to perform copious amounts of training geared toward each individual, Rank and Engine Company. In addition, both engines responded to a large mulch pile fire in Pauma Valley. Fire was confined and extinguished by all resources assigned. Agencies involved were CAL FIRE, SDF, Pala Fire and Pauma Reservation Fire. CAL Fire is still in no burn proclamation period, they are not issuing burning permits at this moment. December 10 is the target date for San Diego Unit two engine fire stations will be down staffing to one engine. The station does have sand and sandbags, you are more than welcome to stop by and pick up a few of them.

**Administrative Report**

Administrative Report

General Manager Rich briefly went over the MOU for the Phase 1 of the development of a Groundwater Sustainability Plan for the Upper San Luis Rey Groundwater Subbasin. San Diego County has given notice that they are leaving the existing MOU. The existing MOU was Yuima MWD, Pauma Valley CSD, Rincon, Upper San Luis Rey CSD and the County of San Diego. That was the agreement were the county was going to pay for everything. The two primary entities will be Yuima MWD and Pauma Valley CSD. There will be a secondary group called secondary agencies which are the

smaller agencies that include Mootamai MWD, Pauma MWD, Valley Center MWD and Rainbow MWD. They will contribute \$10,000 a piece, onetime only. Which totals to \$50,000. The Indian Water Authority has agreed to match with what the local agencies come up with. The two primary agencies will contribute \$100,000 each. This brings the total of \$400,00 from the water agencies and the Indian Water Authority \$400,000 which brings the grand total of \$800,000. When you take the grants that have been achieved thus far, we are close to \$1.3 million dollars. About \$2.1 million dollars will be committed to the process. We will be monitoring and managing the contracting with the approval of the executive committee. The executive committee is made up of members of our group. We want to go out with request of qualifications to start the selection process in early January.

### **CLOSED SESSION**

Closed Session

Personnel Matter Pursuant to Government Code Section 54957(b) Public Employee Performance Evaluation: General Manager. The Board entered into a closed session at 2:32 p.m. and returned at 4:05 p.m. **REPORT FROM CLOSED SESSION:** There was no Board action taken during closed session to report.

## **II. CONSENT CALENDAR**

Consent Calendar

Upon motion being offered by Director Watkins, seconded by Director Broomell, the Minutes of the Regular Adjourned Meeting of October 24, 2018. Accounts Paid and Payable for October 2018 and the Monthly Financial Reports for October 2018 were approved by the following roll-call vote, to wit:

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

## **III. ACTION/DISCUSSION**

### **1. Resolution 1801-18 Amending the Rules and Regulations Governing Water Service (Schedule of Rates, Rentals, Fees, Deposits, and Charges) (Section § 19.4 Wheeling Rate).**

Resolution 1801-18 Amending Rules and Regulations (Section 19.4 Wheeling Rate).

Following discussion and upon motion offered by Director Broomell seconded by Director Simpson *Resolution 1801-18 Amending the Rules and Regulations*

*Governing Water Service (Schedule of Rates, Rentals, Fees, Deposits, and Charges)*  
(Section § 19.4 Wheeling Rate) was adopted 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/Meeting**

JPIA

Director Knutson reported on the semiannual JPIA Meeting the main item for discussion was the captive program for JPIA. JPIA collects money each year but the payment for claims usually takes anywhere from 2-10 years depending on what the claims are. We have this money sitting there and we have built a pretty good reserve. We have this money sitting and of course in California we are getting 2% in LAIF. The Insurance industry has a captive program which puts the money in a different state that has different regulations JPIA has elected to go to Utah to place our captive there. We are going to be able to get 4% to 6% interest instead to the 2% interest that we are currently getting here in California. By doing this we will be able to reduce insurance rate to all our customers by about 10% across the board.

Director Watkins reported that SDCWA is having the same issue all other public agencies are having with CALPERS and that's the unfunded liability. The SDCWA unfunded liability is \$50,000 million which is significantly more than ours. The Water Authority staff has been making a series of presentations to the board of how they want to deal with this unfunded liability. There are number of options, like paying it off because they are only earning about 1% interest on the \$360,000 million. Another option is refinancing and paying it in 15 years instead of 30 years. You significantly reduce the amount of money you have to pay. There's a number of things that they looked at and the other is we really don't want to pay it all off because we are shooting a moving target because we don't know the future is going to be.

SDCWA/MWD

##### **2. Administrative**

Admin.

General Manager Williamson reviewed the signing of the ESP Agreement with Valley Center MWD. We should be getting a signed copy from the Water Authority and at that time a \$60,000 check.

General Manager Williamson went over the preliminary design report for the Forebay Pump Station. The nice thing about the design of the system is that we can keep existing Forebay station working the whole time that we are under construction. Once this plant is built its going to have a subterranean vault made of concrete, about 100,000 gallon in size. You are going to have vertical turbine pumps which are the most efficient. They will sit on top of a slab. They are calculating will get 22 cfs. from that pipeline. Director Broomell asked why we wouldn't demolish the Forebay tank and then build the new tank. There would be a lot more room to work with and it might even be cheaper since there is more space.

On the Strub Wells it looks like we are going to be hitting really close to our 1350 if we have the same kind of production like we did in October. We are going to be coming in at about 1340.

General Manager Williamson is seriously thinking of changing companies that does our laboratory testing for our water to Babcock Laboratories. Babcock in General Manager Williamsons opinion is a more reliable higher quality firm. We are currently are using Test America for all our laboratory work.

## **2. Capital Improvement Program**

There was no information to report at this time.

## **3. Operations**

Allen Simon briefly covered that Fain Drilling set pump 4 at Forebay Station, set it and installed and when it was turned on it didn't pump much water. They are going to now take it out and rebuild it again. Well 29 is back in service. Well 24 and 23 were painted, cleaned up the sights. We had 1 leak, a Humason meter service 2-inch

Capital

Operations

service line. We are done with the state sanitary survey repairs. On all the overflows they installed caps, so when the water goes through them they will close automatically to keep all the animals out. Two bids have come in on the pigtailed. Allen will review them next week and submit a Purchase Order.

**5. Counsel**

No counsel was present.

**6. Finance & Administrative Services**

Financial & Administrative Service Report was attached to the board packet since Assistant General Manager Reeh was on vacation.

**VI. OTHER BUSINESS**

No other business was presented

**VII. ADJOURNMENT**

There being no further business to come before the board the meeting was adjourned at 5:29 p.m. to January 28, 2019.

  
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W.D. Knutson, President

  
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Don Broomell, Secretary/Treasurer

Counsel

Finance &  
Admin. Services

Other Business

Adjournment  
5:29 pm to  
January 28, 2019