

**MINUTES OF THE REGULAR MEETING
OF THE BOARD OF DIRECTORS OF
YUIMA MUNICIPAL WATER DISTRICT
April 22, 2019**

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 22nd day of April 2019.

Regular Meeting
04/22/2019

1. ROLL CALL – DETERMINATION OF QUORUM

President Watkins called the meeting to order at 2:03 p.m.

Call to Order
2:03 p.m.

Directors Present:

Present: 5

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

Quorum
Present

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

Directors Absent:

Absent: 0

Others Present:

Rich Williamson, General Manager
Amy Reeh, Assistant General Manager/Finance Manager
Allen Simon, YMWD
Carmen Rodriguez, YMWD
Chase Anderson, CAL FIRE
Robert Reynolds, CAL FIRE
Lori Johnson, PVWC
Rich Stehly, PVWC
Ricardo Cortez, PVWC
Allison Burns, Stradling Yocca Carlson & Rauth, P.C.
Darren House
Mike Perricone

Others
Present

2. PLEDGE OF ALLEGIANCE

President Watkins 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

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

Public Comment

I. SPECIAL REPORTS

1. Joint Powers Fire Report

Chase Anderson from CAL Fire Station #70 advised Engine 70 and the on-duty crew visited Pauma Valley School and spoke with the students about a career with the fire service and the steps they could take to help them in the future. There was a semitruck troll over near Rincon Ranch Road. Highway 76 was closed for several hours. CAL Fire, La Jolla Res FD, Rincon RES FD, CPH, SDSO, and CAL Trans worked in a coordinated effort to stabilize the incident. There was one patient and one victim.

Special Report (Cal Fire)

II. CONSENT CALENDAR

Upon motion being offered by Director Knutson, seconded by Director Broomell, the Minutes of the Regular Adjourned Meeting of March 26, 2019, Accounts Paid and Payable for Mach 2019 and the Monthly Financial Reports for January, February and March 2019 were approved by the following roll-call vote, to wit:

Consent Calendar

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

III. ACTION/DISCUSSION

President Watkins rearranged the agenda. Items Number # 5 and 6 to come before the Public Hearing.

1. Resolution 1811-19 Requesting Approval by the San Diego Water Authority, The Metropolitan Water District of Southern California and the Local Agency Formation Commission of a Concurrent Annexation to said Agencies (Pauma Valley Water Company) consisting of approximately 358 acres.

A speaker request from Lori Johnson was received on this item. Lori Johnson informed the board that this project was started about 12-14 years ago. Pauma Valley Water Company had Prop 84 and Prop 1 Funding to cover their annexation fees and system improvements to annex the domestic parcels. Since then the funding agreements have expired. Pauma Valley Water Company's outstanding issues are two open reservoirs and spiking nitrates in their groundwater. The Pauma Valley Water Company has no other choice; they need to have annexation to Yuima MWD. Pauma Valley Water Company hopes that the board will approve this resolution.

Following discussion and upon motion being offered by Director Knutson seconded by Director Simpson *Resolution 1811-19 Requesting Approval by the San Diego Water Authority, The Metropolitan Water District of Southern California and the Local Agency Formation Commission of a Concurrent Annexation to said Agencies (Pauma Valley Water Company) consisting of approximately 358 acres* was approved and carried unanimously by the following roll-call vote, to wit:

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

2. Resolution 1812-19 Approving a Water Transfer Agreement Between the Scherrill Ann Schoepe Revocable Trust and Pauma Valley Water Company.

A speaker request from Lori Johnson was received on this item. Lori Johnson informed the board that on April 1, 2019 the health department closed Jilberto's Taco Shop

Resolution 1811-19 Requesting Approval by the SDWA, MWD & LAFCO of a Concurrent Annexation to said Agencies (PVWC) consisting of approximately 358 acres.

Resolution 1812-19 Approving a Water Transfer Agreement Between the Scherrill Ann Schoepe Revocable Trust & PVWC.

on Highway 76 in Pauma Valley. The health department wants full treatment of the water because it comes from open reservoirs. Yuima MWD has Schoepe Water, a Schoepe

parcel and a wheeling agreement This is the perfect situation that will work for both parties involved. If this is approved the board approves the General Manger to work with the Schoepe's to come up with an agreement that's a win-win for everyone. Pauma Valley Water Company will disconnect their meter so that there is no cross connection. Yuima MWD would install their meter on Highway 76 right in front of Jilberto's off the Schoepe line. There is no cost to Yuima MWD, there is a \$5,000 application fee. The Schoepe's would pay Yuima MWD the wheeling rate and the meter charge. The Schoepe's would continue to pay Pauma Valley Water Company the assessment fee.

Following discussion and upon motion being offered by Director Knutson seconded by Director Broomell *Resolution 1812-19 Approving a Water Transfer Agreement Between Scherrill Ann Schoepe Revocable Trust and the Pauma Valley Water Company* was approved and carried unanimously by the following roll-call vote, to wit:

AYES: Simpson, Knutson, Broomell, Watkins

NOES: None

ABSTAIN: Villalobos

ABSENT: None

3. Ordinance 129-19 Fixing a Water Availability Charge for the District (2019/20).

**Ordinance 129-19
Fixing a Water
Availability
Charge for the
District (2019/20).**

Following discussion and upon motion offered by Director Knutson seconded by Director Broomell the *Ordinance Fixing a Water Availability Charge for the District (2019/20)* was approved and carried unanimously by the following roll-call vote to wit:

AYES: Simpson, Villalobos, Knutson, Broomell, Watkins

NOES: None

ABSTAIN: None

ABSENT: None

4. Resolution 1813-19 Levying a Special Fire Tax (Fire Protection) for the Fiscal Year 2019/20 (Amador).

Resolution 1813-19 Levying a Special Fire Tax (Fire Protection) for the Fiscal Year 2019/20 (Amador).

Following discussion and upon motion being offered by Director Knutson seconded by Director Broomell the Resolution *Levying a Special Fire Tax (Fire Protection) for the Fiscal Year 2019/20 (Amador)* was approved and carried unanimously by the following roll-call vote, to wit:

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

5. Resolution 1814-19 Adopting an Annual Statement of Investment Policy and Rescinding Resolution No. 1777-18.

Resolution 1814-19 Adopting an Annual Statement of Investment Policy and Rescinding Resolution No. 1777-18.

Following discussion and upon motion being offered by Director Knutson seconded by Director Broomell the Resolution *Adopting an Annual Statement of Investment Policy and Rescinding Resolution No. 1777-18* was approved and carried unanimously by the following roll-call vote, to wit:

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

6. Resolution 1815-19 Amending the Rules and Regulations Governing Water Service; Schedule of Rates, Rentals, Fees, Deposits & Charges Section 4.2.

Resolution 1815-19 Amending the Rules and Regulations Governing Water Service; Schedule of Rates, Rentals, Fees, Deposits & Charges Section 4.2.

Following discussion and upon motion being offered by Director Knutson seconded by Director Simpson the Resolution *Amending the Rules and Regulations Governing Water Service; Schedule of Rates, Rentals, Fees, Deposits & Charges Section 4.2* was approved and carried unanimously by the following roll-call vote, to wit:

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

IV. INFORMATION/REPORTS

1. Board Reports/Meeting

Director Knutson reported that JPIA's semiannual meeting will take place in 2 weeks in Monterrey, California. The items that will be voted at the meeting will be the new board members entering the board.

JPIA

Director Watkins reported that there was a special board meeting at the San Diego County Water Authority to go over the budget. One of the items that was discussed at the special meeting was putting in the budget a \$4 million study. The study would be conducted on the feasibility of building a pipeline from the Imperial Valley to tie into the American canal and bring into San Diego. This project has been studied several times in the past including one 3 or 4 years ago. This project has always been kicked to the side primarily because the current estimate is \$2.8 billion to build the pipeline. There were a number of agencies that wrote letters from the General Managers to the General Manager of SDCWA suggesting that there were a lot of problems with that project. Rich Williamson was one of those manager's that signed the letter. The other big issue at SDCWA is the legislator is back in session. The water tax is back and is being pursued by the new governor. The other issue is the economically disadvantage communities. According to the members of California Legislature, the people in those communities are drinking toxic water. The members of the legislature have determined that the majority of the problems are in the very small systems. The thing to do is make the small systems merge into bigger systems.

SDCWA/MWD

Director Simpson reported that at the last meeting for SGMA they talked about the status of the RFQ. There was a total of 7 firms that showed up for the Request for Qualifications meeting. The RFQ are due on May 15th. The goal is to have a firm under contract by the end of June of 2019. Jim Bennett from San Diego county spoke about the other GSA's in the county, mainly Borrego. At the meeting they also discussed the Governance. Per the discussions it sounds like a JPA will be formed. The Indian Water Authority will not be a direct member of the JPA but will have a contract with the JPA.

SGMA

2. Administrative

General Manager Williamson went over the manager's task list. Yuima has filed a new blending plan for the Schoepe Wells. The attorneys for the cell companies have agreed to most of the black lined items of the agreement and will be narrowing it down to one or two issues that will need to be negotiated. The cell phone companies will more than likely will want to negotiate the amount of rent being charged since it has doubled from the current agreement. General Manager Williamson has been talking to the Pauma Band of Indians regarding water for 7 homes on Quail Road. There is an old agreement that goes back to pre-1914. The pre-1914 rights that Yuima had was transferred to Yuima in exchange to providing water to that property. Then the BIA (Bureau of Indian Affairs) came out with an operating agreement. The operating agreement stated that is long as Yuima takes water out the creek then the tribe can be delivered water, not to exceed 35 gallons per minute. The Pauma Band of Indians feel that under the original agreement they shouldn't have to pay any capacity fees. General Manager Williamson meet with the engineers today regarding the Forebay Tank Project. The engineers are still looking to go with a subterranean tank and demolishing the old tank and placing the new tank over it. General Manager Williamson and Gary Arant the General Manager at VCMWD who is part of the SGMA technical team were in talks about Yuima MWD possibly applying for a bridge loan to pay the consulting firm that is awarded the job. Following discussion of the different options on where the money would come from, director Watkins advised that this needs to be discussed at the next SGMA executive meeting.

Director Simpson requested to amend the minutes that states "Consider and Accept Proposal from Dexter Wilson Engineering item #2 replacing 16" valves to 20" valves and a guarantee of 22.5 cfs without replacing the pipeline in writing." Per Counsel Allison Burns if the board wants to amend the minutes from a prior meeting it needs to be added to the next board meeting agenda.

3. Capital Improvement Program

There was not information to report at this time.

4. Operations

Allen Simon briefly reported well production was up. The static water level in the wells is up 40 feet higher than this time last year. The Horizontal Wells can't be run in the system yet until a blending plan has been created. The State Water Board is requiring Yuima to come up the blending plan because the wells are high in iron and manganese. Allen is still working on the operations and maintenance manual for The State Water Board. Scada is going to go online on May 6.

Operations

5. Counsel

Counsel had nothing to report.

Counsel

6. Finance & Administrative Services

Assistant General Manager Reeh advised that a special meeting needs to be held for a Notice of Public Hearing for Prop 218 for next year's rates. The Special Meeting was scheduled for May 6 at 2:00 p.m. The first budget presentation will be at 12:00 p.m. before the May board meeting. The regular May board meeting will be held on Wednesday, May 29 at 2:00 p.m. The second budget presentation will be held at 12:00 p.m. before the June board meeting. At the June 24th board meeting the board will be adopting the new budget and any rate changes. This is a busy time of year for the office staff, there is a lot of reporting to do. The current reports being worked on are, Small Systems Report for Yuima and Lazy H, the Consumer Confidence Report for Yuima and Lazy H, the quarterly reporting for the two different grants. The auditors will be in the office May 28 through May 31 for their first field visit and will be back in September. The power outages that have been caused by the work that SDG&E has been conducting the last few weeks have affected the office. The current generator that Yuima has to run the office is not big enough. Assistant General Manager Reeh had to bring down the network twice because of the outages. Assistant Manager Reeh will be looking into upgrading the generator to a larger one that's more suitable for the Yuima office in case of an emergency. The last time Yuima MWD received a proposal from a solar company was back in 2011 from Baker Electric. In their proposal they included a private public partnership agreement. Abby Champaco reached out to Baker Electric requesting

Finance &
Admin. Services

an updated proposal, which they are currently working on. There is only \$178 in delinquent accounts as of today.

VI. OTHER BUSINESS

Other Business

VI. CLOSED SESSION

Closed Session

Personnel Matter Pursuant to Government Code Section 54957(b) Public Employee Performance Evaluation: General Manager. **REPORT FROM CLOSED SESSION:** There was no Board action taken during closed session to report.

Following discussion by the board General Manager Williamson's was approved and carried by the following roll-call vote, to wit:

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

VIII. ADJOURNMENT

There being no further business to come before the board the meeting was adjourned at 5:15 p.m. to May 6, 2019.

Adjournment
5:15 pm to May 6,
2019.


Don Broomell, Secretary/Treasurer


Ron W. Watkins, President