

Agenda

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

Tuesday, December 16, 2014 2:00 P.M.
34928 Valley Center Road, Pauma Valley, California

Bill Knutson, President
Ron W. Watkins, Vice President
George Stockton, Secretary/Treasurer

Mike Fitzsimmons, Director
Lynne Villalobos, Director

AGENDA TOPICS

- 2:00-2:05 P.M.
1. **Roll Call** – Determination of Quorum.
 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.
 4. **Public Comment** – Opportunity for members of the public to address the Board on matters within the Board’s jurisdiction, 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)
 5. **Oath of Office:** Manager Burzell will administer the Oath of Office to recently elected Board members: Division 3, W.D. “Bill” Knutson and Division 1, Lynne Villalobos. Congratulations to our new and continuing Board Members.

2:05-2:08 P.M. **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 member of the audience.

1. Approve minutes of the Regular Adjourned Meeting October 24, 2014.
2. Approval of Accounts Paid and Payable & Reporting under Government Code §53065.5 for October and November, 2014.
3. Acceptance of Monthly Financial Reports – October and November, 2014 Treasurers Reports and October Cash Statement.
4. Proposed Resolution Expressing Appreciation to Douglas K. Anderson

Background: The proposed resolution expresses appreciation to Doug Anderson for his 14 years of service on the Board.

Recommendation: That the Board approve the proposed resolution.

2:08-2:20 P.M. **II. SPECIAL REPORTS**

1. Joint Powers Fire Report Williamson
Chief Williamson and Captain Johnson will be present

2:10-3:00 P.M. **III. ACTION/DISCUSSION**

1. Consider Approval of the Yuima Municipal Water District's Fiscal Year 2013-2014 Audited Financial Statements and 2013-2014 Comprehensive Annual Financial Report (CAFR) Knutson

Background: Staff will present the 2013-2014 financial highlights. Richard A. Teaman, CPA and Rick Gallo, CPA with the audit Firm of Teaman, Ramirez & Smith, Inc. will be here to present the audit and answer any questions the Board may have.

Recommendation: That the Board approve the 2013-2014 audited Financial Statements, footnote disclosures and the Comprehensive Annual Financial Report (CAFR)

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

A public hearing will be held at 2:15 p.m. to hear comments on the proposed Water Rate Schedule.

- 2-A Proposed 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 §16.1;16.5 &18.3.6 & 19.4) Knutson

Background: The rates and charges that were reviewed at the Board workshop held in June included a proposed 15% increase in the base water rate to be effective January 1, 2015 in order to cover increases in the higher-priced imported water and increased purchases of the imported water due to drought related loss of ground water supplies. In addition, the wheeling rate as established by the supply conveyance and exchange policy requires the wheeling rate be adjusted annually each January based on a 10-year rolling average of the year-end audited District Costs. Based on this formula a 4.7% increase to the wheeling rate is proposed, from \$357 to \$374 per acre foot effective January 1, 2015.

Recommendation: That the Board approve the proposed resolution as presented or modified.

3. Proposed Resolution Awarding Contract for Well No. 12 Emergency Rehabilitation Knutson

Background: Bid opening was held on Tuesday, December 9th at 2:00 p.m. The District received one qualified bid from Fain Drilling & Pump Company in the amount of \$103,570 - Schedule 1 and \$133,190 - Schedule 2 for the Emergency Rehabilitation of IDA River Well No. 12.

Recommendation: That the Board approve the proposed resolution and authorize the General Manager to determine the work process.

4. Capacity Study Presentation and Possible Action Burzell

Background: Due to the extreme demand on the District's limited imported water connection this summer, along with the loss of local ground water due to the drought, the Board commissioned a system capacity study to determine if the General District and/or IDA systems can meet the current peak and total demands of current customers under extreme conditions similar to those experienced this summer, and if there is any uncommitted capacity available for new meters.

Capacity issues in IDA are critical to an accurate analysis of capacity system-wide for three reasons. First, IDA represents about 60% of total system demand. Second, its demand is highly variable, high monthly demand peaking at about 40 times low monthly demand. Third, since IDA controls the majority of the District's groundwater reserves, loss of those reserves from drought (or other causes) could result in significant increased demands for imported water in IDA.

IDA water usage is supposedly confined to irrigation of those 2,049 acres for which Special Connections have been purchased. However, preliminary analysis indicated that between 50 and 150 acres not covered by special connections are presently in cultivation and consuming somewhere between 150 and 750 acre-feet per year – an amount potentially sufficient to unbalance the conclusions of the capacity study. How the District elects to respond to these undocumented connections will have a material effect on the conclusions of the capacity. Staff seeks direction from the Board with respect to the implementation of the Special Connection Fee Ordinance going forward.

Recommendation: That the Board give direction to staff with respect to addressing fee computation; enforcement of the Ordinance; the definition and determination of “planted acres”; whether a moratorium on additional special connections/new meters should be put in place in IDA pending the outcome of the capacity study and re-setting the special connection fee; and other relevant issues.

5. Proposed Resolution Approving Boundary Adjustment and Compensation to Daren and Patricia House, Trustees, 77.5% Interest and Jenafer Simpson, 22.5% Interest (Grantors) (.75 acre APN's 132-270-41 & 42) Burzell

Background: (1) In 2000, the District discovered that Mr. House had planted 3.5 acres of avocado trees on the District's watershed property located on the hillside above Rincon Ranch Road. The District approved a boundary adjustment of approximately 4.5 acres of which only 3.5 acres were planted and 1 acre was unusable steep slope. The District's Zone 4 tank project is located on the District's parcel above the parcel referenced herein. In order to accommodate the area required for the Zone 4 Tank Project fill slope, the District requested a boundary adjustment with the owners for .75 acre of the steep unplanted slope that was transferred in 2000. In addition, the District's grading contractor had to remove some of Mr. House's tree plantings on this parcel to facilitate the access road and fill slope construction for the new tank. Additional information will be presented at the meeting as it relates to compensation for the trees removed and IDA Special Connections due.

Recommendation: That the Board approve the proposed resolution for the the Boundary Adjustment, approve a tree compensation and a deduction for IDA Special Connections due.

6. Consider request for new meters Takashi Yasutake, dba, TY Nursery, Inc. Requesting a 4" meter for APN 130-060-13 for 100.47 acres; Requesting an additional 3" meter for APN 130-060-16 for 126.65 acres; requesting an additional 2" meter for APN 10-080-30 for 88.52 acres due to loss of local groundwater supplies. Burzell

Background: Customer is experiencing a loss of their local ground water and is requesting the board consider additional water meters to serve the container nursery located on Highway 76.

Recommendation: That should the Board find there is sufficient capacity in the system approve the service request.

7. Local Agency Formation Commission (LAFCO) Election Knutson

Background: There is one regular district member on LAFCO up for election with a term expiring in 2016 and one alternate district member with a term expiring in 2019. The ballot should be considered by the Board.

Recommendation: That the Board considers the nominating committee recommendations, and President Knutson cast the vote on behalf of the District.

3:00-3:30 P.M. **IV. INFORMATION/REPORTS**

1. **Board Reports/Meetings**

President/JPIA
San Diego County Water Authority/MWD
Other Meetings

Knutson
Watkins

2. **Administrative**

General Information
Slippage
Well Levels
District Water Purchased

Burzell

3. **Capital Improvement Program**

Burzell

4. **Operations, Maintenance & Engineering**

Engstrand

General Information
Rainfall Record

5. **Counsel**

Scott

6. **Finance**

Johnson

General Information
Delinquent Accounts
Update on O'Connor claim (Restitution hearing 12-2-14)
Update on Station 6 Encroachment – Plascencia
Update on Encroachment Dunlap Tank – House
AT&T request for Lease Site Revision (lease area & term)
State Mandated Cost Reimbursement
Update on Datastream/Springbrook Proposal

4:00-4:25 P.M. **V.** **OTHER BUSINESS**

4:25-4:30 P.M. **VI.** **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.

Happy Holidays