

**MINUTES OF A REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE
LAKESIDE WATER DISTRICT
HELD ON SEPTEMBER 2, 2014**

At the time and place provided by law for the holding of the Regular Meeting of the Board of Directors of the Lakeside Water District; to-wit at the meeting place of said Board at 10375 Vine Street, Lakeside, California, at 5:30 p.m. the Board duly convened, the following members present.

Directors:		Frank Hilliker
	(Arrived at 6:00)	Pete Jenkins
		Steve Johnson
		Eileen Neumeister
		Bruce Robertson
Secretary:		Brett Sanders

- 1) The meeting was called to order by Board President Robertson.
- 2) Pledge of Allegiance was led by Director Johnson
- 3) Minutes of the Regular Meeting on August 5, 2014. Motion by Director Robertson to approve the minutes as presented.

Motion: Robertson Second: Hilliker

Vote:	Ayes	3	Robertson, Hilliker, Neumeister
	Noes	0	
	Abstain	1	Johnson
	Absent	1	Jenkins

- 4) The Treasurer's Report for the June 2014 were not available and will be submitted at the October meeting.
- 5) Opportunity for Public Comment; No Comments
- 6) Modify Administrative code Section 2.9-3(B) and Supporting Sections to change District Performed Work from a Firm Price to a Deposit Basis. Motion by Director Hilliker to approve changes as presented.

Motion: Hilliker Second: Johnson

Vote:	Ayes:	4	Robertson, Hilliker, Neumeister, Johnson
	Noes	0	
	Abstain	0	
	Absent	1	Jenkins

- 7) Approve Change Order for Contract Quantity Adjustments for the Eucalyptus Hills Pipeline Replacement Project. Motion by Director Robertson to approve Change Order Contract Quantity Adjustments as submitted

Motion: Robertson Second: Johnson

Vote:	Ayes:	4	Robertson, Hilliker, Neumeister, Johnson
	Noes	0	
	Abstain	0	
	Absent	1	Jenkins

- 8) Approve Not to Exceed Purchase Total of \$42,000 for used 2014 F-350 Super Duty Utility Service Truck. Motion by Director Hilliker to approve the not to exceed purchase as presented.

Motion: Hilliker Second: Johnson

Vote:	Ayes:	4	Robertson, Hilliker, Neumeister, Johnson
	Noes	0	
	Absent	1	Jenkins

- 9) Summary of the Injury and Illness Prevention Manual and OSHA Program Updates. The General Manager provided a presentation about the OSHA programs and training the District is required to have and provide. Also, what the District has done to comply, and what additional steps will be taken to bring all programs and the IIP Manual up to date.
- 10) CWA Report. Director Hilliker reported that the Water Authority as usual continued its closed session litigation discussions primarily concerning MWD and this month the San Vicente Dam raise project. Also reported that the WA passed a resolution of support of Proposition 1 – the Water Quality, Supply, and Infrastructure Improvement Act for 2014 for the November 2014 ballot. The Carlsbad Desalination Plant construction is ahead of schedule.
- 11) Director Robertson requested information about the District’s CERBT post-retirement program and if there was any opportunity to change investment strategies. A new actuarial study would have to be completed prior to any switch of strategies. The manager reported that benefit is funded at 159% of value. Additional information will be brought back to the Board for review.
- 11) Operations Report. The Superintendent reported that:
- 1) The Eucalyptus Hills project is essentially complete with the contractor completing final punch list items for the County.
 - 2) Vista Camino 10” Steel Main: Field crews have completed field measurements for the engineering.
 - 3) Lakeside Ave. Tank Prep. Site has prepared for the planned tank recoating. Work included removing two large eucalyptus trees.
 - 4) Two new meter installations on Los Coches Road
 - 5) High Meadow Ranch is operating in automatic mode, with District providing maintenance and water quality operations as per the agreement.
 - 6) District crews are rehabilitating wood pump cover structures that are deteriorating.

- 7) The District participated in three load shed events in August, following three in July.
 - 8) Woodside Ave. Storm Drain Project has started with Utilities starting to move or prepare to move facilities.
 - 9) The District had four polyethylene service leaks.
- 12) Manager's Quarterly Report. The General Manager reported on:
- 1) Water Storage conditions are historically low in the north part of the state. Better in Southern California.
 - 2) MWD will use 50% of their water storage reserves this year. Totals 1.1 MAF.
 - 3) 82 percent of the State in extreme or exceptional drought classification.
 - 4) California Water Agencies now report water demand to the State Water Board every month.
 - 5) District water demand is down an average 7% over June and July 2013 demand totals.
 - 6) Investment yields are still stagnant. Quantitative Easing 3 is scheduled to end in October. Some push for the Federal Reserve to start to increase the Fed Fund lending rate to banks. Maybe as early as the first quarter of 2015.
 - 7) Working with Dexter Wilson Engineering to complete the plans for the Vista Camino Pipeline Replacement and the Lakeside Ave. Reservoir recoating.
 - 8) Goal is have the Vista Camino Pipeline Replacement project plans and specifications ready for Board approval at the October meeting and Contract approval at the December meeting.
 - 9) Lakeside Ave Tank recoating plans and specifications ready for the November meeting with contract approval at the January meeting.
 - 10) Capital Outlays for year end 2013/14 were summarized.
- 11) News articles of four current issues were summarized:
- Water Bond Deal is Done, But will it Actually Improve CA's Water System
 - Senator Wolk; Response That New Water Bond for November Ballot is not BDCP Neutral
 - California Bond Funds Conservancies with Unclear Water Role
 - Lawmakers Approve Groundwater Management Bill
- 13) Demands of the Treasurer for July 2014 were not available and will be submitted at the October meeting.
- 14) Adjourn; There being no further business the meeting adjourned to October 7, 2014 at 5:30 p.m.

PRESIDENT
Director Robertson

SECRETARY
Brett Sanders