

**MINUTES OF A REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE
LAKESIDE WATER DISTRICT
HELD ON APRIL 7, 2015**

At the time and place provided by law for the holding of a 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
Pete Jenkins
Steve Johnson
Eileen Neumeister
Brooks Boulter

Secretary: Brett Sanders

- 1) The meeting was called to order by President Hilliker.
- 2) Pledge of Allegiance was led by Director Neumeister.
- 3) Approve Minutes of the Regular Meeting on March 10, 2015. Motion by Director Johnson to approve the minutes as submitted.

Motion: Johnson Second: Boulter

Vote:	Ayes	5	Hilliker, Neumeister, Johnson, Jenkins, Boulter
	Noes	0	
	Abstain	0	
	Absent	0	

- 4) The Treasurer's Report for the February 2015 was noted filed for audit.
- 5) Opportunity for Public Comment; No Comments
- 6) Presentation by Helix Water District Board member and ACWA/JPIA Executive Director Charles Muse regarding the JPIA retrospective insurance premium refund program. Director Muse presented the District with an insurance refund check in the amount of \$13,283. Director Hilliker requested that an agenda item be put on the May meeting agenda to determine if the refund is eligible for the District's reward program.
- 7) Approve Construction Agreement for the Hamilton/Muth Valley Water Main Extension. General Manager Sanders provided an overview that the project has passed plan check and that all the required documents and fees have been provided. Motion by Director Jenkins to approve the Construction Agreement as submitted.

Motion: Jenkins Second: Johnson

Vote:	Ayes:	5	Hilliker, Neumeister, Johnson, Jenkins, Boulter
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Noes	0
Abstain	0
Absent	0

- 8) Modify Drought Response Level 2 – Drought Alert Condition 10.1-5 (b) adding (6) to include provisions of new State Water Resources Control Board Regulations passed on March 17, 2015. Motion by Director Hilliker to accept the changes as submitted..

Motion: Hilliker Second: Johnson

Vote:	Ayes	5	Hilliker, Neumeister, Johnson, Jenkins, Boulter
	Noes	0	
	Abstain	0	
	Absent	0	

- 12) CWA Report. Director Hilliker reported on a presentation about the current drought situation. Notice of Completion for Pipeline 3 which will take Carlsbad Desal water to Twin Oaks Water Treatment Plant. There will be a special Administrative and Finance Committee meeting on March 12th to get an update of the proposed rates and charges for 2016. Noted that special water purchase contracts are in place for Carlsbad MWD and Valecitos WD to purchase water from the Carlsbad Desalination Plant. More closed session legal discussion than normal.

- 13) Director's Report and Ad Hoc Sub-Committees Reports. None

- 14) Operations Report. The Superintendent reported that:

- 1) Vista Camino 10" Cast Iron Main: Contractor has completed the pipe installation in phase two. Contractor is doing a good job and on schedule.
- 2) Lakeside Ave. Rehabilitation project. Contractor has completed the structural modifications. Next is to start sand blasting and the paint application.
- 3) The delivery system is coping adequately with the tank out of service.
- 4) Individual crew member are being trained and given the opportunity to manage programs or maintenance requirements according to each employee's skills, to encourage accountability and responsibility.
- 5) Woodside Ave. drainage project to set to start. Contractor has mobilized and has started potholing and layout.
- 6) No water main breaks, one service leak, and no fire hydrants hit.

- 15) Manager's Quarterly Report. The General Manager reported on:

- 1) Drought Update; Governor Brown issued an Executive Order on April 1, 2015 that calls for mandatory 25% cutbacks. Regulatory framework is out now to determine how much each agency will have to cut back. Final levels should be determined in the next month.
- 2) A current market yields for US Treasuries is 1.38 for a 5 year maturity, 0.71% for a 2 year maturity and down to 0.25% for a 1 year term. Down 30 basis points over last

month. Allocation levels are fluctuating because of investments being called. 2016 is currently at 23%

- 3) Lakeside Ave. Tank Rehabilitation Update. The General Manager provided a slide presentation of the structural upgrades that have been completed to date.

News Articles Enclosed:

Legislators Not Wasting a Serious Drought
CWA News Release – Damages Phase of Trial challenging MWD Rates Starts March 30
Op-ed: Finding the Right Price for Water
As Water Dwindles, Lawmakers Seek Access to Confidential Well Logs

- 16) Demands of the Treasurer for February 2015. Motion by Director Jenkins to approve demands as presented.

Motion: Johnson

Second: Neumeister

Vote:	Ayes:	5	Hilliker, Neumeister, Johnson, Jenkins, Boulter
	Noes	0	
	Abstain	0	
	Absent	0	

- 17) Adjourn; There being no further business the meeting adjourned to:

A Special Meeting on April 21, 2015 at 5:30 p.m.

Next Regular Meeting scheduled for May 5, 2015 at 5:30

PRESIDENT
Director Hilliker

SECRETARY
Brett Sanders