

**MINUTES OF A REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE
LAKESIDE WATER DISTRICT
HELD ON AUGUST 13, 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:	President	Frank Hilliker
	Vice-President	Pete Jenkins
		Brooks Boulter
		Steve Johnson
		Eileen Neumeister
Secretary:		Brett Sanders

- 1) The meeting was called to order by President Hilliker.
- 2) Pledge of Allegiance was led by Director Johnson
- 3) Approve Minutes of the Regular Meeting on July 15, 2015. Motion by Director Jenkins to approve the minutes as submitted.

Motion: Jenkins Second: Neumeister

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

- 4) The Treasurer's Report for the June 2015 was noted filed for audit.
- 5) Opportunity for Public Comment; Three speakers representing the north Muth Valley area spoke about their plans to annex into the District.
Mark Hanson 12453 Yerba Valle Road, Lakeside, CA 92040
Jackie Hanson 12453 Yerba Valle Road, Lakeside, CA 92040
Thom Fuller 12466 Yerba Valle Road, Lakeside, CA 92040
Mr. Mark Hanson stated that many of the properties in the Yerba Valle area are experiencing low or zero well production. Stated that they are looking into the possibility of forming a mutual water district to allow them to apply for a State Revolving Fund loan with a goal to annex into the District. Requested to be put on the agenda to further discuss their project.
- 6) Adopt Resolution 15-07 Pass-Through Water Rate Increase. The General Manager summarized that the San Diego County Water Authority approved a wholesale rate increase of 8.9% to Lakeside Water District for 2016, which calculates to a 7.6% increase to the District's retail rate. Motion by Director Johnson to approve the resolution as presented.

Motion: Hilliker Second: Johnson

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

- 7) Approve Notice of Completion for High Meadow Ranch Sub-division. Motion by Director Jenkins to approve Notice of Completion for High Meadow Ranch Sub-division as presented.

Motion: Jenkins Second: Boulter

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

- 8) Approve Purchase of Two Used Vehicles to Replace 1996 Ford F-150 and a 2002 Buick Regal in an amount not to exceed \$55,000. Motion by Director Johnson to approve the purchase of two used vehicles to replace existing fleet vehicles as presented.

Motion: Johnson Second: Jenkins

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

- 9) Adopt Resolution 15-08 Declaring 1996 Ford F-150 and a 2002 Buick Regal Surplus Property. Motion by Director Neumeister to approve the resolution as presented.

Motion: Neumeister Second: Johnson

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

- 10) Approve Harper & Associates Engineering Inc. to Provide Technical Specifications, Construction Drawings, Bidding Assistance and Structural and Coating Inspections for the Johnson Lake, El Monte and Single Oak Tank Corrosion Repair Project in an Amount Not to Exceed \$46,300. Motion by Director Jenkins to approve the proposal by Harper and Associates as presented.

Motion: Jenkins Second: Neumeister

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

11) Director's Report and Ad Hoc Sub-Committees Reports. Director Hilliker reported that the Water Authority passed their 2016 and 2017 two year budget including the water rates for 2016. Update on the Metropolitan lawsuit and successful rulings.

12) Operations Report. The Superintendent reported that:

- 1) Vista Camino 10" Cast Iron Main: Contractor has completed all pipeline work. The new main is in service. Awaiting final asphalt repair clearance by the County of San Diego.
- 2) Lakeside Ave. Rehabilitation project. Tank exterior is approximately 90% complete. Started filling tank today.
- 3) Installed two new services. Channel Road and Vigilante Road
- 4) District crews replaced 4 polyethylene services. Pro-active, no leaks prior.
- 5) Repaired and replaced asphalt at the Poteet Reservoir.
- 6) Continuing specialized training for field employees.
- 7) Woodside Ave. Drainage. Project moving along well. District has one valve installation remaining.
- 8) No water main breaks, one service leaks, and no fire hydrants hit.

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

- 1) Drought Conservation Update; The State Water Resources Control Board met their conservation goal of 25% for the state, coming in at 27.3%. Lakeside Water District customers conserved 32% exceeding our mandated level of 20%. July conservation levels came in at 37%. The SWRCB came out with their water waste reporting smart phone app. Calls about water waste sent to the app will be automatically sent to the District's e-mail account.
- 2) Investment Summary – Talk of interest rate hike in September. Investments still around the 2% range, one purchased at 2.3% (300k)
- 3) New billing System Update & Flyer; The District's new billing system has been live since early July and our new Invoice Cloud account payment system is live for more than half our customers all should be able to access their accounts and see past usage and billing history by the end of August. Flyer that is going out in bills included.

News Articles Enclosed:

State Water Board June 2015 Statewide Conservation Data Summary.

Is a Strong El Nino on the Horizon? Forecasters say count on it.

Op-ed: Australia can teach us about drought.

14) Demands of the Treasurer for July 2015. Motion by Director Johnson to approve demands as presented.

Motion: Johnson

Second: Neumeister

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

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

Next Regular Meeting scheduled for September 1, 2015 at 5:30 p.m.

PRESIDENT
Director Hilliker

SECRETARY
Brett Sanders