

- 7) Approve Agreement to Improve Development – Water Facilities for TPM No. 20864 Cypress Vale 4-Lot Subdivision, Thiessen. Motion by Director Johnson to approve the Agreement as submitted.

Motion: Johnson

Second: Neumeister

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

- 8) Consider Distribution of the Retrospective Premium Adjustment as per Administrative Code 8.1-7 (G), Premium Refund Reward Program. Motion by Director Hilliker to approve distribution in the amount of \$10,000 as per District Policy.

Motion: Hilliker

Second: Jenkins

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

- 9) Cost of Service Report Presentation by General Manager Sanders. The General Manager submitted a report outlining the cost of service rules and regulations involved in the rate setting process with recommendations of future rate considerations.
- 10) District Draft Reserve Policy Review. The Board discussed the draft Reserve Policy submitted by the General Manager at the April 2016 Board Meeting and requested revisions to a few sections and reserve levels for clarity. President Hilliker directed Director Boulter to review revisions and work with the General Manager to complete the policy. Board will review when complete.
- 11) San Diego County Water Authority Report by Director Hilliker. The Board discussed continued MWD litigation. WA Accepted the San Vicente By-Pass Pipeline as complete. MWD rate hearing worked in WA favor by voting to hold off on a new treatment fee. Reminder that the WA meets the fourth Thursday of each month. They also have live streaming on their website.
- 12) Director's Report and Ad Hoc sub-Committees Report. None
- 13) Operations Report. The General Manager reported that:
- 1) Valle Vista water main replacement project. Contractor to start. S.C. Valley has received road detour traffic control permit.
 - 2) Three Reservoirs Rehabilitation: El Monte and Single Oak Reservoirs now complete. Johnson Lake Tank now out of service ready to start.
 - 3) District SCADA Upgrade; Trial phase successful. One more site has radios installed and will be functional this month.
 - 4) Two polyethylene services replaced.

- 5) Operations crew started annual safety training through our online JPIA training courses.
- 6) New part time meter readers being interviewed.
- 7) Part-time employee Tyler Marsh to be promoted to full-time position, Utility Worker Trainee.
- 8) Woodside Ave. Drainage. Project moving along well. Temporary above ground pipeline in service. New culvert to be installed and then main replacement.
- 9) One water main failure. Three service leaks, zero fire hydrants hit.

14) Manager’s Quarterly Report. The General Manager reported on:

- 1) Drought Conservation Update; 20% Conservation mandate ended February 29, 2016. March conservation was 9% three lower than goal. The nine month conservation total was a 25% reduction over the same period in 2013. Total water saved was 792 AF, 156 AF more than required. Total gallons saved was 258Mil, 51Mil more than required. New conservation requirement effective March 1, 2016 is 12% below 2013 total, effective until November 8, 2016. The State Board will meet in May to determine if any adjustments are required in the new conservation requirement based on end of season rainfall and snowpack totals.
- 2) CWA Hydrology Report; Northern California doing well with rainfall at 121% of normal. Some reservoirs releasing water to prepare for snow melt. Snow melting earlier this year due to warmer spring weather.
- 3) Investments opportunities have dropped to the 1.6% range for a 5 yr. term. Heavy activity in February with 6 investments called.

News Articles Enclosed:

California Reservoir Conditions

Higher water rates likely due to mandate.

MWD rate hike harms water authority, San Diegans.

15) Demands of the Treasurer for February 2016. Motion by Director Johnson to approve demands as presented.

Motion: Jenkins

Second: Boulter

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

16) Closed Session: Personnel Exception Per Government Code Section 54957; Public Employee Performance Evaluation – General Manager. Out of Closed Session Board President Hilliker announced that the Board agreed that the General Manger has met performance goals as set in May 2015 review, and as per the Manager’s employment agreement. Motion by Director Johnson to approve Incentive Compensation payment set forth in May 2015.

Motion: Johnson

Second: Jenkins

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:

Next Regular Meeting scheduled for June 7, 2016 at 5:30 p.m.

PRESIDENT
Director Hilliker

SECRETARY
Brett Sanders