

**MINUTES OF A SPECIAL MEETING OF THE BOARD OF DIRECTORS OF THE  
LAKESIDE WATER DISTRICT  
HELD ON OCTOBER 11, 2016**

At the time and place provided by law for the holding of the Special 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 6:00 p.m. the Board duly convened, the following members being present.

Directors:	Frank Hilliker Steve Johnson Eileen Neumeister Brooks Boulter
Secretary:	Brett Sanders

Guests: Mr. Greg Moser, District legal counsel Procopio law firm, Dr. Mark Hanson, Mr. Thom Fuller of the Muth Valley Mutual Water Company/Yerba Valley Annexation

- 1) The meeting was called to order by Board President Hilliker.
- 1A) Pledge of Allegiance was led by Director Hilliker
- 2) Opportunity for Public Comment – No Comments
- 3) Discussion of the Potential Yerba Valley Annexation. The General Manager introduced Mr. Greg Moser with the Procopio law firm, the District's legal counsel, and provided an overview of the proposed Yerba Valley annexation including details of the process to gain annexation and the potential costs involved.

Mr. Moser described projects he has been involved with along with his experience with the LAFCO, the San Diego County Water Authority and the Metropolitan District. Mr. Moser provided specific agreements and policies that the District will need to execute to go forward with the annexation.

Mr. Moser also commented on SB 88 and the possibility of the SWRCB compelling the District to take over the operation of the MVMWC. Opinion is that the SWRCB would have to provide a funding path. The Board asked questions of Mr. Moser and discussion ensued with ended with a Motion being made by Director Hilliker to direct the District to write a formal letter to describe the parameters of an annexation agreement and the steps and fees required to proceed under the most current guidelines.

Motion: Hilliker

Second: Johnson

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

There being no further business, the Special Meeting of the Board of Directors of the Lakeside Water District was adjourned to the regular meeting of November 1, 2016 at 5:30p.m.

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PRESIDENT  
Director Hilliker

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SECRETARY  
Brett Sanders