

**MINUTES OF A REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE
LAKESIDE WATER DISTRICT
HELD ON NOVEMBER 1, 2016**

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:	Roll Call	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 Operations Superintendent Johnze
- 3) Approve Minutes of the Regular Meeting on October 4, 2016. Motion by Director Johnson to approve the minutes as submitted.

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

- 4) Approve Minutes of the Special Meeting on October 11, 2016. Motion by Director Neumeister to approve the minutes as submitted.

Motion:	Neumeister	Second:	Johnson
Vote:	Ayes:	4	Hilliker, Neumeister, Johnson, Boulter
	Noes	0	
	Abstain	1	Jenkins
	Absent	0	

- 5) A Treasurer’s Report for the September 2016 was noted and filed for audit.
- 6) Opportunity for Public Comment; Comment concerning deposit by Yerba Valley group for annexation to District. Senator Joel Anderson representative invited the Board to attend his annual holiday reception to be held on December 7, 2016.
- 7) Approve Lease Extension for Heavy Equipment Rentals, LLC and Commission Payment to Weiss and Associates. Motion by Director Johnson to approve lease extension as presented.

Motion: Johnson

Second: Boulter

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

- 8) Customer Service and Billing Presentation by Administrative Services Manager Jeanne Swaringen. Presentation provided an overview of the quantity and types of transactions that our customer service process on a daily, monthly and yearly basis. Request by Director Hilliker to look at cost recovery for Red Tag distribution to customers.
- 9) 15-Year Service Award to Administrative Services Manager Jeanne Swaringen. The General Manager provided an overview of Mrs. Swaringen attributes and valued contributions to the District with the Board joining in with a round of applause.
- 10) Approve Reserve Policy Update. The General Manager provided a summary of the process to update the draft version of a reserve policy submitted in April 2016. In May 2016 an adhoc committee was formed that included Director Boulter to implement additions to the Policy that he recommended be included. Motion by Director Jenkins to accept Districts new Reserve Policy as presented.

Motion: Jenkins

Second: Hilliker

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

- 11) Approve Asset Management Plan Update for 2016. The General Manager provided an overview of the 2016 updated Asset Management Plan. Motion by Director Hilliker to accept the 2016 Updated Asset Management Plan as submitted.

Motion: Hilliker

Second: Neumeister

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

- 12) Request to Attend Training Seminar Located out of San Diego. The General Manager provided a summary of Secretary/Clerk training offered by the California Special District Association to be held in Monterey California from November 14-17, 2016. Motion by Director Johnson to approve attendance by the General Manager including registration, lodging, travel and meals not to exceed \$1,800.

Motion: Johnson

Second: Jenkins

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

- 13) San Diego County Water Authority Report by Director Hilliker stated that MWD representatives gave a report about MWD programs. Review of committee assignments. New judge has been appointed replacing long acting judge Karnow in the MWD rate litigation.
- 14) Director's Report and Ad Hoc Sub-Committees Report. None
- 15) Operations Report. The Superintendent reported that:
 - 1) SCADS: Continue to work on networking improvements. Using network specialist to finalize site communication paths.
 - 2) No developer work at this time.
 - 3) Two polyethylene services replaced.
 - 4) Upgrading Siamese connections targeted.
 - 5) Relocated services on Cerro de Paz .
 - 6) Service truck #12 listed for sale and sold.
 - 7) Woodside Ave., south side road complete. District to adjust meter boxes on north side.
 - 8) County of San Diego storm drain project on Creekford Rd. required a 12" water main relocation was avoided by asking Co. to check if redesign possible and they were able modify grades to avoid our main.
 - 9) One water main failure (Woodside Ave., 2 polyethylene service leaks, 0 fire hydrants hit.
- 16) Manager's Quarterly Report. The General Manager reported on:
 - 1) Drought Conservation; September conservation total was 27%. No update from the Water Authority yet for October. Cumulative total is 25% since March 2016.
 - 2) Sustainable Groundwater Management Act. Our "Notice of Intent" has been accepted by the Department of Water Resources and is posted on their SGMA website. Next meeting is November 10, 2016. Working on an MOU to establish the pathway to the Groundwater Management Plan.
 - 3) Investment Update: Rates continue to be near the lowest we have seen in the last six years. Our projected interest income is tracking above our budgeted amount.

News Articles Enclosed:

Op-ed by Mark Muir the new Chair of the SD Water Authority about the many questions to be answered before the Bay Delta Water Fix should move forward.
MWD Water Supply Update. Graphs showing water supply levels in California and Nevada.

- 17) Demands of the Treasurer for 2016. Motion by Director Jenkins to approve demands as presented.

Motion: Jenkins

Second: Boulter

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

- 18) Adjourn; There being no further business the meeting adjourned to:
December 6, 2016 at 5:30 p.m.

PRESIDENT
Director Hilliker

SECRETARY
Brett Sanders