MINUTES OF A REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE LAKESIDE WATER DISTRICT HELD ON FEBRUARY 6, 2018

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 Steve Johnson

Vice-President Eileen Neumeister

Frank Hilliker Pete Jenkins Steve Robak

Secretary: Brett Sanders

1) Call to Order

2) Pledge of Allegiance was led Director Robak.

3) Approve Minutes of a Special Meeting held on January 9, 2018. Motion by Director Robak to approve the minutes as submitted.

Motion: Robak Second: Jenkins

Vote: Ayes: 5 Hilliker, Jenkins, Johnson, Neumeister, Robak

Noes 0 Abstain 0 Absent 0

- 4) A Treasurer's Report for December 2017 was noted and filed for audit.
- 5) Opportunity for Public Comment; None
- 6) 10 Year Service Award to Customer Service Representative Debbie Fetty. The General Manager provided a summary of Ms. Fetty's duties and outstanding strengths and traits for the Board. Board President Johnson thanked Ms. Fetty for her service to the District, and the Board followed with words of appreciation and a round of applause. Ms. Fetty thanked the Board.
- 7) Consider Changes to Administrative Code Section 2.13-12(J) Lien Release and Collection Agency Fee. Add 2.13-12(M) for Separate Collection Agency Fee. By Administrative Services Manager Swaringen. Motion by Director Hilliker to approve the changes as presented.

Motion: Hilliker Second: Jenkins

Vote: Ayes: 5 Hilliker, Jenkins, Johnson, Neumeister, Robak

Noes 0

Abstain 0 Absent 0

- 8) Presentation of Current Customer Payment Trends. By Administrative Services Manager Swaringen
- 9) Approve Plans and Specifications for the Almond Road 6" & 8" Pipeline Replacement Project and Advertise for Bids. Motion by Director Jenkins to approve the project and advertise for bids as presented.

Motion: Jenkins Second: Robak

Vote: Ayes: 5 Hilliker, Jenkins, Johnson, Neumeister, Robak

Noes 0 Abstain 0 Absent 0

10) Approve the California Environmental Quality Act (CEQA), Notice of Exemption Determination for the Almond Road Pipeline Replacement Project. Motion by Director Hilliker to approve the demands as presented.

Motion: Hilliker Second: Jenkins

Vote: Ayes: 5 Hilliker, Jenkins, Johnson, Neumeister, Robak

Noes 0 Abstain 0 Absent 0

11) Approve Demands of the Treasurer for January 2018. Motion by Director Robak to approve the demands as presented.

Motion: Robak Second: Hilliker

Vote: Ayes: 5 Hilliker, Jenkins, Johnson, Neumeister, Robak

Noes 0 Abstain 0 Absent 0

- 12) San Diego County Water Authority Report. Director Hilliker reported that the WA Board voted to approve an amendment to the consulting agreement with Black & Veatch Corp for the San Vicente Energy Storage Facility Project. Also reported extensive closed session.
- 13) Director's Report and Ad Hoc Sub-Committees Report. The General Manager summarized the Ad hoc committee progress regarding the Agreement with the City of San Diego to operate the Riverview Well Field is ready for a full Board presentation at the March meeting.

- 14) Operations Report. Operations Superintendent Johnze reported:
 - 1) Capital Projects:

Gay Rio Reservoir Roof Replacement: Concrete work progressing-included picture presentation.

Walnut and Almond Road Pipeline Replacement: Ready to go out to bid.

- 2) Developer Projects: No updates
- 3) General Operation:

Valve Work: Approximately 80% complete for the year.

Poly service change outs: Three completed

Part time meter reader position open

- 4) County of San Diego Projects: Lemoncrest Ave. storm drain project. Contractor has mobilized. The District has installed two valves needed to isolate the new culvert installation.
- 5) 0 watermain breaks, 2 service leaks, and 0 fire hydrants hit, 2 contractor dig-ins.
- 15) Manager's Quarterly Report. The General Manager reported on:
 - 1) Riverview Well Field Agreement with the City of San Diego: Agreement is ready for full Board consideration.
 - 2) Investment Outlook. Current market volatility is because of strong economic conditions and inflation concerns, causing improvements in Treasury yields. Current 5 year yields are around 2.6%.
 - 3) Sustainable Groundwater Management Act: Notified that our DWR grant application was approved for \$600,000. The GSA group has started meeting with the first priorities being preparation of the "Request for Proposal" to select a consultant to develop the Groundwater Sustainability Plan (GSP), followed by the "Stakeholder Outreach".
 - 4) Usage Summary for 2017: Total demand for 2017 was 3,515 AF. Groundwater production was 793 AF or 22.5% of the total demand.

News Articles Enclosed:

Steve Johnson

 San Diego Selects B&V as Owner's Representative for 500MW Pumped Hydro Storage Project

Brett Sanders

Environment Report: Why a Dry Year is Not Such a Bad Thing.

16)	,	irn; There being no further business the meeting adjourned to: March 13, 2018 at 5:30 p.m.	
	PRESIDENT	SECRETARY	