

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:

- San Diego Selects B&V as Owner's Representative for 500MW Pumped Hydro Storage Project
- Environment Report: Why a Dry Year is Not Such a Bad Thing.

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

PRESIDENT
Steve Johnson

SECRETARY
Brett Sanders