MINUTES OF A SPECIAL MEETING OF THE BOARD OF DIRECTORS OF THE LAKESIDE WATER DISTRICT HELD JANUARY 8, 2019

At the time and place provided by law for the holding of a 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 5:30 p.m. the Board duly convened, the following members present.

Directors:

President Vice-President Steve Johnson Steve Robak Frank Hilliker (6:08 Arrival) Pete Jenkins Eileen Neumeister

Secretary:

Brett Sanders

- 1) Call to Order
- 2) Pledge of Allegiance was led by Jeanne Swaringen (LWD).
- 3) Presentation of Certificates of Election to Director Frank Hilliker and Director Pete Jenkins. By General Manager/Board Secretary Sanders
- 4) Approval of Agenda.

Motion by Director Robak to approve the agenda as submitted, but with a short delay called by Board President Johnson to go back and start at item #3.

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

- 5) Opportunity for Public Comment Pertaining to Items Not on the Agenda (Items must meet the requirements of Government Code Section 54954.2)
- 6) The Board Elect Officers to Serve a Two-Year Terms per Administrative Code 15.1-3 and Adopt Resolution 19-01 Appointing the President, Vice President and Secretary. By General Manager/Board Secretary Sanders. The General Manager provided an overview of the selection process and then asked for nominations for Board President. Directed Hilliker nominated Director Johnson to serve as President for the two year term. A vote by hand was unanimous in favor of Director Johnson. President Johnson then asked for nominations for Vice President and Director Hilliker nominated Director Robak to serve the two year term as Vice President. A vote by

hand was unanimous in favor of Director Robak. The Board then unanimously confirmed the General Manager Sanders to continue a two term as Board Secretary. Motion by Director Hilliker to approve Resolution 19-01 naming Board President Johnson, Vice President Robak and Board Secretary Sanders as officers of the Board.

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

7) Approve Revised Minutes of a Regular Meeting held on November 6, 2018. The General Manager summarized the revision to add item #17. Director Jenkins requested a spelling correction to item #11. Motion by Director Robak to approve the revised minutes as submitted and as corrected.

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

8) Approve Minutes of a Regular Meeting held on December 4, 2018. Motion by Director Robak to approve the minutes as presented.

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

- 9) The Treasurer's Report for November 2018 was noted and filed for audit.
- Accept and file 2018 Financial Audit Report and Management letter submitted by Leaf & Cole LLP. Summary Presentation by Administrative Services Manager Swaringen. Motion by Director Neumeister to approve 2018 Financial Audit as presented.

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

Absent 0

 Approve Change to Administrative Code Section 2.13-12(J) – Lien Release Fee to comply with new state law. Presented by Swaringen Motion by Director Jenkins to approve the changes as submitted.

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

12) Consider CEQA Environmental Determination for the Yerba Valley Annexation. Presented by Sanders. Motion by Director Robak to approve the CEQA Determination of Categorically Exempt as presented.

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

13) Approve Notice of Completion for the Almond Road 6" & 8" Waterline Replacement. Presented by Operations Superintendent Johnze. Motion by Director Robak to approve the Notice of Completion as presented.

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

14) Approve Easements and Resolutions for the Erreca's Pipeline Installation in Slaughterhouse Canyon Road; Resolution 19-02, and through the Superior Concrete Property by Resolution 19-03. Presented by Sanders. Motion by Director Robak to approve Resolutions 19-02 and 19-03 as presented.

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

15) Approve Resolution 19-04 to Continue Automatic Adjustments that Pass Through Rates Increases of Wholesale Water charges. Presented by Sanders. Motion by Director Robak to approve Resolution 19-04 as presented.

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

16) Approve Resolution 19-05 to Amend Section 2.13 (B)(1)(a) of the Administrative Code, Water Rates and Charges, and finding such action Exempt from the California Environmental Quality Act. Presented by Sanders. Motion by Director Robak to approve the update to the Administrative Code as presented.

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

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

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

- 18) San Diego County Water Authority Report Director Hilliker. Announced that the District will tour a pipeline repair of a Water Authority pipeline in Eucalyptus Hills. The WA approved the District's Yerba Valley Annexation Terms and Conditions. The WA is starting a \$30mil pipeline relining project of Aqueduct 1 in North County. Frank announced that he now chairs the Administrative and Finance Committee and is also on the Legislation and Public Outreach Committee and also in on the San Vicente Project Negotiation Work Group. Major tasks coming up are the two year budget approval and labor contract negotiations.
- 19) Director's Report and Ad Hoc Sub-Committees Report. No Report

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

The Almond Road Pipeline Replace Project is complete and awaiting final billings.

The Valle Vista, Vista Camino and Serena pipeline replacement projects are completing the second plan review and are about 90% complete. Developer Projects:

Erreca's water main installation is wrapping up with bacteriological testing and punch list completions.

- 2) Annual safety training for operations personnel is 100% complete.
- 3) District crews are completing vehicle maintenance to the large equipment. Safety and operational improvements.
- 4) Installed connections for a fire hydrant and 2" meter for El Capitan H.S.
- 5) County of San Diego Projects: Lemoncrest Ave. Storm Drain Project. One home is still on a high line connection.
- 6) 2 watermain break, 2 service leak, and 1 fire hydrant hit
- 21) Manager's Report. The General Manager reported on:
 - Yerba Valley Annexation; Project was accepted by the Water Authority. Now will go to the Metropolitan Water District for approval. The next steps will be to start the 218 election process to approve the tax set up for the properties. Also, starting on the USDA Preliminary Engineering Report.

News Articles Enclosed:

- IID OK's Possible Drought Measures, but Reserves Right to Vote Last on 7-State Deal
- Trump Administration Unveils Major Clean Water Act Rollback
- Hawaii Receives Over \$15M in Water & Wastewater Infrastructure
- 22) Closed Session: Consider Real Property Negotiation; Pursuant to Government Code Section: 54956.8 Property: Real Estate Related to Water Production. In open session Board President Johnson stated that the General Manager had been designated to continue real property negotiations with the Broker of the subject property.
- 23) Adjourn; There being no further business the meeting adjourned to: February 5, 2019 at 5:30 p.m.

Attest:

Brett Sanders, Board Secretary Lakeside Water District Steve Johnson Board President