

**MINUTES OF A REGULAR MEETING OF THE BOARD OF DIRECTORS OF  
THE  
LAKESIDE WATER DISTRICT  
HELD ON OCTOBER 6, 2020**

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:		Frank Hilliker
	Arrived at 5:35p.m.	Pete Jenkins
		Steve Johnson
		Eileen Neumeister
		Steve Robak

Secretary:	Brett Sanders
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- 1) Call to Order by Board President Johnson.
- 2) Pledge of Allegiance was led by Director Hilliker.
- 3) Approval of Agenda. Motion by Director Robak to accept the agenda as presented.

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

- 4) Opportunity for Public Comment; None
- 5) Approve Minutes of the Regular Meeting on September 8, 2020. Motion by Director Robak to approve the minutes as submitted.

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

- 6) Review to Note and File the August 2020 Treasurer's Report for the District's annual audit. Approved to file for audit.

7) Presentation of the District's CalPERS Pension Plan, Current Funding Levels and Pay Down Plans for Board Consideration. Administrative Services Manager Jeanne Swaringen provided unfunded pension liability pay down levels that would save the district money by avoiding the 7% interest rate charge by CalPERS on UAL liability. Jeanne described that current and foreseeable investment yields are under 0.5% and that paying down pension liabilities will save a significant amount of money over various pay back scenarios. The General Manager provided an overview of the District's Reserve Policy and highlighted that is within the Boards prerogative to have less than the stated funding levels, and that any funding level is a decision of the Board to act in the best interests of the District. Motion by Director Hilliker to approve the transfer of funds from the district financial reserves to pay \$2,404,894 to CalPERS to avoid paying up to 1.0 million interest over a 10-year period.

Motion: Hilliker

Second: Robak

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

8) Approve Specifications for the Sherman Reservoir Wood Roof Removal. General Manager Sanders outlined the project timeline and the scope of work. This project will replace the District's last wood roof. Motion by Director Jenkins to approve the specifications and advertise for bidding as presented.

Motion: Jenkins

Second: Robak

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

9) Approve Notice of Exemption of the California Environmental Quality Act (CEQA) for the Sherman Reservoir Wood Roof Removal. Motion by Director Jenkins to approve the Notice of Exemption as presented.

Motion: Robak

Second: Jenkins

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

10) Consider Resolution 2020-09 Amending the Districts' Conflict of Interest Code. General Manager Sanders discussed the new Form 700 filing proposal that will remove the County Clerk from having to collect the forms for the District. The amendment will allow the District to collect and store the annual

submittal. Motion by Director Robak to accept Resolution 2020-09 as submitted.

Motion: Robak                      Second: Jenkins

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

- 11) Approve Demands of the Treasurer for September 2020. Motion by Director Robak to approve the demands as presented.

Motion: Robak                      Second: Jenkins

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

- 12) CWA Report. Director Hilliker reported that the Board elected new Chair Gary Croucher, Christy Guerin, Vice Chair and Secretary, Jerry Butkiewicz. Adopted a Permanent Special Agricultural Water Rate Program ordinance. Voted not to support proposition 216. Approved a planning study for new Poway connection to include original stakeholders.

- 13) Director's Report and Ad Hoc Sub-Committees Reports. None

- 14) Operations Report. The General Manager reported that:

- 1) COVID-19 Response: Required Precautions are still in place.
- 2) Office generator: SDGE has set the correct meter, next step is for a start up with the sales rep.
- 3) Sherman Tank 24" concrete main repair. District crews have started the repair project. Reservoir is out of service. No high lines required.
- 4) The Division of Drinking Water conducted a district inspection during the month called a "Sanitary Survey". The inspector will generate a report for the District and the Board will get a copy to review. Very thorough, with a few minor issues.
- 5) Two utility workers moved on to the city of Poway. We are currently selecting finalists out of 250 applications, and plan to fill the positions by the end of the month.
- 6) 0 water main break, 1 service leak (Jovic Rd.), and 0 fire hydrants hit.

- 15) Manager's Quarterly Report. The General Manager reported on:

- 1) Appreciation letter from the CWA outgoing Chairman Jim Madaffer for supporting MWD rate relief effort by member agencies writing letters recommending revisions by MWD rate setting methodology and by any other means.

- 2) COVID Financial Issues – District Actions – Currently providing long term repayment plans for 14 customers. 16 accounts are in excess of 120 days and are being contacted in person in an attempt to start some payment plan term.
- 3) California Legislation Signed in Law affecting water agencies. Governor Newsome signed into law SB 1386 allowing fire hydrant maintenance be included in the operation of a water system as defined in Proposition 218. Unknown if it will help the District with our current lawsuit involving fire hydrant maintenance costs.
- 4) American Water Infrastructure Act – District Timeline Update. Currently working on the required descriptions of District facilities and security measures in place. Many levels of potential vulnerability must be addressed. Due by June 2021

News Articles Enclosed:

CWA News Release: New Agricultural Water Rate Program Benefits SD County Growers

CWA News Release: Gary Croucher Elected Board Chair of the SD water Authority

CWA News Release: San Diego Water Works Website Offers One-Stop shop for Water Industry Jobs.

CWA defers regional conveyance system study vote until November.

- 16) Adjourn; There being no further business the Board adjourned to the next regular meeting on November 3, 2020 at 5:30.

Attest:

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Brett Sanders, Board Secretary  
Lakeside Water District

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Steve Johnson  
Board President