

**MINUTES OF A REGULAR MEETING OF THE BOARD OF DIRECTORS OF
THE
LAKESIDE WATER DISTRICT
HELD ON SEPTEMBER 8, 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:	Arrived at 6:00p.m.	Frank Hilliker Pete Jenkins Steve Johnson Eileen Neumeister Steve Robak
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Secretary:	Brett Sanders
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- 1) Call to Order by Board President Johnson.
- 2) Pledge of Allegiance was led by Operations Superintendent Johnze.
- 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 August 4, 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 July 2020 Treasurer's Report for the District's annual audit. Approved to file for audit.
- 7) Consider Resolution 2020-07 for the Pass-Through Water Rate Adjustment to offset the wholesale rate increase from the San Diego County Water Authority.

The General Manager summarized the increases approved by the Water Authority and the Metropolitan Water District and how those increases affect our rates and the projected increase of \$0.17 per unit, Also, summarized the Water Authority approved increase of 9% for the Infrastructure Access Charge. Motion by Director Neumeister to approve the pass-through rate increase and Resolution 2020-07 as presented.

Motion: Neumeister Second: Robak

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

8) Presentation of the District’s CalPERS Pension Plan and Updated Funding Levels. Administrative Services Manager Jeanne Swaringen provided a power point presentation highlighting different payment strategies that would pay down the “unfunded” balance of the District’s CalPERS Pension Plan. The Board asked Jeanne questions about how much the District is required to pay and what an additional payment would do for the District funded percentage. Director Hilliker requested that Jeanne come back at the October meeting and provide a few different payment amounts in addition to what is budgeted for this fiscal year and how long would it would take to replenish the reserve funds.

9) Consider Resolution 2020-08 Approving the Application to San Diego LAFCO of the Annexation of Water Service of APN 382-260-1400, 9897 Riverford Road. Motion by Director Hilliker to approve the Resolution as presented.

Motion: Hilliker Second: Robak

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

10) Approve Notice of Exemption of the California Environmental Quality Act (CEQA) for the Annexation of APN 392-260-1400; 9897 Riverford Road. Motion by Director Jenkins to approve the Notice of Exemption as presented.

Motion: Jenkins Second: Robak

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

11) Consider Reimbursement Agreement with Erreca Inc. concerning the Vigilant Road and Slaughterhouse Canyon Road Water Line Improvement. Motion by Director Neumeister to approve entering into the Reimbursement Agreement

with the revised Exhibit B replacing the Exhibit B enclosed in the Board agenda package.

Motion: Neumeister Second: Jenkins

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

- 12) Approve Demands of the Treasurer for August (corrected from July) 2020. Motion by Director Jenkins to approve the demands as presented.

Motion: Jenkins Second: Robak

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

- 13) CWA Report. Director Hilliker reported that the Board deferred acting on the Phase B funding of the Regional Conveyance System Study. Phase A is complete. Phase B funding is for 1.3M. \$300,000 was approved to continue small scale coordination with consultants. Debt Management from Franks A & F Committee. Letters have been submitted to MWD to ask for further rate reductions. If reductions can be made the WA will lower there estimated increase to take effect on January 1, 2021.

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

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

- 1) COVID-19 Response: Required Precautions are still in place.
- 2) Single Oak Housing Project: District crew eliminated an existing service serving the project and showed a very corroded service saddle that was likely to fail in the next year or two.
- 3) Office generator: Waiting for SDGE to provide a correct regulator to serve the generator.
- 4) Electrical malfunction at the Wintergardens pump station caused some electrical equipment to fail inside the station. SDGE equipment also failed. Hard to determine which failure occurred first.
- 5) Provided a list of projects that the County DPW is working on. The biggest impact to the District will be the Woodside Ave. curb and sidewalk installation.
- 6) 1 water main break (River St. 6" ACP gasket), 2 service leak (Marilla Dr. and Oak Creek Dr.), and 1 fire hydrants hit (Channel Rd.).

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

- 1) Rainbow MWD & Fallbrook PUD Proposed SDCWA Detachment; LAFCO has had two Adhoc meetings and is preparing to hire consultants to start their review of the application. We submitted a letter requesting that 6 certain issues be reviewed as part of their review. The most critical is; Reviewing the Water Authority Act for exit fee provisions, analyzing rate impacts to member agencies and verifying what property taxes paid by Fallbrook and Rainbow customers would continue to be paid.
- 2) Water Supply Outlook: Current capacity of the Lake Mead and Lake Powell is 51% totaling 22.6 million acre feet. The District usage for FY 19/20 was 3,472 AF (2,879 AF purchased and 593 AF from groundwater. Current water level in the basin is at 38' below the surface.

Current Capital Outlays;

Valle Vista Rd. Serena Rd. and Vista Camino PL RPL – Retention remains
Sherman Reservoir – Specs and RFP's being prepared and sent out.
Johnson Lake Recoating – Planned for Spring 2021

News Articles Enclosed:

Colorado River Basin Drought: Avoids cuts, but faces reckoning over use.
LAFCO detachment committee discusses CEQA, conditions, consultants.
WA News Release Desal Plant Supports Statewide Energy Conservation
WA News Release Rate Case: Final Judgement in Favor of Water
Authority in 2010-2012 Rate Litigation.

- 17) Adjourn; There being no further business the Board adjourned to the next regular meeting on October 6, 2020 at 5:30.

Attest:

Brett Sanders, Board Secretary
Lakeside Water District

Steve Johnson
Board President