

**MINUTES OF A REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE
LAKESIDE WATER DISTRICT
HELD ON February 7, 2023**

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 Pete Jenkins Steve Johnson Eileen Neumeister Steve Robak
Secretary:	Brett Sanders

- 1) Call to Order by Board President Hilliker
- 2) Pledge of Allegiance – The pledge was led by Director Johnson
- 3) Approval of Agenda. Motion by Director Johnson to accept the agenda as presented.

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

- 4) Opportunity for Public Comment Pertaining to Items Not on the Agenda (Items must meet the requirements of Government Code Section 54954.2). LAFCO Director Barry Willis addressed the Board and requested their support for his reelection to the LAFCO Board. Mr. Willis asked the Board to call him with any questions or concerns regarding LAFCO issues or policies.
- 5) Approve Minutes of a Regular Meeting held on January 3, 2023. Motion by Director Robak to approve the minutes as submitted.

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

- 6) Review the December 2022 Treasurers Report for the annual audit. Request to note and file in preparation Approved to note and file.
- 7) Annual Audit Presentation by Mike Zizzi with Leaf and Cole, LLP. Administrative Services Manager Swaringen introduced Mr. Zizzi and provided an overview of the type audit material provided the audit team. Mr. Zizzi provided a presentation of the

District financial condition and specific reporting issues new to the audit this year per GASB requirements. New analysis pertained to leases, and pension projections. Mike noticed the Board that because of the pension unfunded liability payoff in 2021 that the District balance sheet appeared upside down because of the large financial switching of pension expense obligations to a negative obligation position. A very rare occurrence that he made note of, and the positive direction of the District balance sheet. The Board will consider acceptance at the March 2023 meeting.

- 8) 15-year Service Acknowledgement for Customer Service Representative Debbie Fetty. General Manager Sanders highlighted Debbie’s career at the District and the outstanding work ethic and efficiency of the many tasks Debbie is responsible for. The Board thanked Debbie for her service and wished her many more successful years.
- 9) Consider Resolution 23-04 Requesting the Local Agency Formation Commission to Take Proceedings for the Proposed Yerba Valley Annexation Change of Organization. Admin Manager Swaringen provided a summary of the process to date and the timeline of a final approval by CWA, MWD and back to LAFCO. Motion by Director Johnson to approve the Resolution as presented.

Motion: Johnson Second: Jenkins

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

- 10) Request Authorization to Utilize a Private Contractor to Perform Emergency Pipeline Repair and Developer Requested Pipeline installation in an Amount not to Exceed \$55,000. General Manager Sanders provided a summary of two projects the District would benefit by using a private contractor. The first is to replace the failed pipe section and emergency repair to a 10” main that failed in an easement next to East County Sand, just west of Moreno Ave. The second project in the request is for a water main extension requested by Enniss Const. Inc. in Vigilante Rd. Motion by Director Jenkins to approve the request as presented.

Motion: Jenkins Second: Robak

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

- 11) Consider Proposal from Turn-Key Energy to Provide Solar Installation Application and Demand Analysis for Future Solar Energy System. The General Manager provided a summary of information discussed at the Solar Adhoc Committee meeting on 2-6-23 and that at this time the urgency is to approve the site analysis and CPUC application to be approved for the NEM 2 generation payback. Requested an amount not to exceed \$10,000 to start the process. Also, requested that a special board meeting be scheduled to consider the entire proposal to install a 166kW solar panel system as a design build approval. Motion by Director Robak to approve the “Not to Exceed” amount of \$10,000 for the site analysis and application and to set a Special Meeting for February 21, 2023 to allow Turnkey to provide a proposal presentation.

Motion: Robak Second: Johnson

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

- 12) Operations Report. Superintendent Johnze provided a summary of the following.
- Emerald Grove PL RPL Project. Cass is 100% complete. All the new mains are in service. Final paving and street striping remains by the County of San Diego.
 - 10" main failure on a main between Moreno Ave. and Hwy 67 along an easement with East County Sand, due to extensive rain and filling the sand mine pit causing subsidence of the slope. Overnight emergency response.
 - District crews graded and large area at the Johnson Tank for material storage and future rehabilitation of the reservoir and pump station.
 - County of San Diego: Woodside Ave. Approximately 80% complete today. Goal is to complete the remaining 80 lf within a couple of weeks.
 - County of San Diego: Maplevue project working with contractor to install one meter at the Rodeo Grounds. District provided hot tap and inspection.

Main break – 2, Service leak – 3 copper service leaks, Fire hydrant damage - 0

- 13) Approve Demands of the Treasurer for January 2023. Motion by Director Robak to approve the Demands of the Treasurer as submitted.

Motion: Robak

Second: Jenkins

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

- 14) CWA Report. Director Hilliker reported on issues of the Lake Hodges pump storage electric generating system and the significant problems associated with the repair of the dam and the lowering of the water level to allow construction stopping the ability to generate power. Met new Board Chairman of MWD Adan Ortega and shared the optimism of the WA to solve litigation issues.

- 15) Director's Report and Ad Hoc Sub-Committees Reports. The solar adhoc committee met and presented information discussed in agenda item #11.

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

- 1) Update of District Projects and Crew Response.

- a. As has been reported over the past few months District crews have been very busy. Since November operations staff have worked 295 hours of overtime and 139 hours of double time. This does include 8 hours of weekend duty pay for operating the reservoir system and the groundwater treatment plant during this period. This emergency response and added work load is added to the routine maintenance, other planned work and after hours duty coverage.

An outstanding effort and success by the operations crew and many times with the help of our front office to answer questions from our customers and explain water quality and pressure issues.

- 2) Colorado River Drought Agreement Update. Date missed by the 7 states that have water rights on the Colorado River.

- a. Bureau of Reclamation wants 15% to 30% cutbacks to stop decline of the river.
- b. Six states not including Calif. called on Calif. to cut as much as 32% of full water allocation if Lake Mead falls below a certain elevation. Emergency Communication Methods – Described an overview of how the on call duty operator receives after hour’s emergency calls, and that it does not involve social media.
- c. Calif. Proposal applies a series of cutbacks as the reservoir level continues to drop.
- d. The states will continue to meet, to try to keep the Bureau from stepping in.

Articles Included:

California fires back at other western states with its own Colorado River plan.
Environmentalists say Newsome Budget will cut Electrification Goals
In praise of the monthly water bill

17) Adjourn; There being no further business the next Regular Meeting was scheduled for March 7, 2023, at 5:30 p.m.,

Attest:

Brett Sanders, Board Secretary
Lakeside Water District

Frank Hilliker
Board President