

**MINUTES OF A REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE
LAKESIDE WATER DISTRICT
HELD ON January 9, 2024**

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:	Present Remote	Frank Hilliker Pete Jenkins Steve Johnson Eileen Neumeister
	Present at 5:40	Steve Robak
Secretary:		Brett Sanders

- 1) Call to Order by Board President Hilliker. President Hilliker announced that Director Jenkins is ill and will attend the meeting remotely.
- 2) Prayer/Invocation – Director Johnson provided the prayer for today’s meeting.
- 3) Pledge of Allegiance – The pledge was led by Director Neumeister
- 4) Approval of Agenda. Motion by Director Johnson to accept the agenda as submitted.

Motion: Johnson	Second: Neumeister
Vote:	
Ayes	3 Hilliker, Johnson, Neumeister
Noes	0
Abstain	0
Absent	2 Jenkins, Robak

- 5) Opportunity for Public Comment Pertaining to Items Not on the Agenda (Items must meet the requirements of Government Code Section 54954.2).
- 6) Approve Minutes of a Regular Meeting held on December 5, 2023. Motion by Director Neumeister to approve the minutes as submitted.

Motion: Neumeister	Second: Johnson
Vote:	
Ayes	3 Hilliker, Johnson, Neumeister
Noes	0
Abstain	0
Absent	2 Jenkins, Robak

- 7) Review the October 2023 Treasurers Report for the Annual Audit. Request to Note and File in Preparation. Approved to Note and File
- 8) Annual Audit Presentation by Mike Zizzi with Leaf & Cole. LLP. Mr. Zizzi provided the Board with a presentation outlining the 2023 audit and his findings and that his audit has complied with all accounting principles generally accepted in the U.S. The Board

will review the report and consider acceptance at the February 6, 2024 meeting. Administrative Services Manager Jeanne Swaringen recapped the time spent working with Mike and his staff accumulating the reports and information needed to support the audit. Mike complemented the District on the excellent job that Jeanne and Greg Sheets do to organize and present all the financial data.

- 9) Consider Resolution 24-01 to Continue Automatic Adjustments to Water Rates that Pass Through Rate Increases of Wholesale Water Charges. General Manager Sanders provided a summary of what is accomplished with the Resolution and that our goal is to approve just wholesale rate increases for the allowable five-year term allowed by Gov. Code. Board. Motion by Director Robak to approve Resolution 24-02 as presented.

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

- 10) Public Hearing on the Issuance and Incurrence of Bonded Indebtedness and Other Debt for Lakeside Water District Community Facilities District No. 2022-1 (Yerba Valley Annexation Area) The Board President opened the public hearing. Jeanne Swaringen provided a recap of the Debt issuance to be considered. No public was present to comment or sent to the Board. The hearing was closed.

- 11) Consider Resolution 24-02 for Issuance and Incurrence of Bonded Indebtedness and Other Debt for Lakeside Water District Community Facilities District No. 2022-1 (Yerba Valley Annexation Area) General Manager Sanders summarized the Resolution for the Board. Motion by Director Robak to approve Resolution 24-02 as presented.

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

- 12) Public Hearing to File an Application with the U.S. Department of Agriculture, Rural Development, Water and Waste Loan and Grant Program for a Loan for Lakeside Water District Community Facilities District No. 2022-1 (Yerba Valley Annexation Area). The Board President opened the public hearing. Jeanne Swaringen provided a recap of the Debt issuance to be considered. No public was present to comment or sent to the Board. The hearing was closed.

- 13) Consider Filing an Application with the U.S. Department of Agriculture, Rural Development, Water and Waste Loan and Grant Program for a Loan for Lakeside Water District Community Facilities District No. 2022-1 (Yerba Valley Annexation). Motion by Director Robak to approve the filing of the Loan Application as presented.

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

Noes	0
Abstain	0
Absent	0

14) Consider Ordinance 2024-01 of the Board of Directors of Lakeside Water District Levying Special Taxes Within the “lakeside Community Facilities District No. 2022-1 (Yerba Valley Annexation Area)”. The General Manager provided a summary first reading of the ordinance and explained that the Board will consider approval at the February 6, 2024 meeting no other action required.

15) Consider Modification to the District’s Administrative Code 2.13-11(B) Fees. The General Manager provided information describing the waiver Required Agency Clearance Form fee when combined with a new meter purchase. Motion by Director Robak approved the modification as presented.

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

16) Operations Report – Operations Superintendent Johnze

- a. Vine Street Wells 7 and 8 Rehabilitation. Well 7 rehabilitation continues, awaiting pump to be designed and shipped.
- b. District crew is replacing approx. 700L.F. of 6” AC with 8” C-900 on Toyon Hills Rd. Progress is about 60% at this point. Pictures were shown to the Board.
- c.
- d. Lead Service Line Inspection Mandated by the USEPA. The District has performed approximately 40 service inspections to verify the pipe type looking for steel or iron pipelines. Required to verify private customer lines at a minimum of two locations. Deadline to submit the information is October 2024.
- e. Moreno Valley River Crossing; Both sides of the project are under const.
- f. AWP Pipeline Crossings and Inspections. District crews continue to work with the AWP contractor to expedite main replacements and crossing inspections. They have crossed us 4 times with a replacement of approx. 60 L.F of 10”.
- g. No County of SD Road Work Updates.
0 Mainbreak, 1 Service Leak, 0 Fire Hydrants

17) Approve Demands of the Treasurer for December 2023. Motion by Director Robak to approve the demands as presented.

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

18) CWA Report. Director Hilliker reported that the Board did not meet in December. Board Workshop on 1-11-23. Next meeting is on 1-25-24. Fallbrook has officially deannexed. Rainbow MWD will take 2 to 3 years because they have infrastructure that needs to be deactivated. The important Colorado River Conservation Agreement was signed.

19) Director’s Report and Ad Hoc Sub-Committees Reports. No reports.

20) Manager's Report. The General Manager reported.

- 1) Yerba Valley Annexation Update: Certification of Completion was filed by Lafco on 12-28 and is official for all agencies. The Board has approved 12 Resolutions and 1 Ordinance, and has held four public hearings over the last two years. We have also submitted a Preliminary Engineering Report and a NEPA environmental report in excess of 600 pages. A couple of more steps to be able to Levy Special Taxes with the LWD Yerba Valley CFD.
- 2) 100 Year Anniversary Update: Letters announcing our anniversary date and requesting Proclamations and/or attendance are being finalized and will be sent to our 4 local legislatures. Letters will also be sent to 11 water agencies Board Presidents and General Managers, requesting Resolutions or attendance.

Articles submitted:

Historic Agreement Signed to Protect the Colorado River

San Diego-Los Angeles-Imperial agreement saves money and may fit into framework for a long-term Colorado River conservation plan.

What fixed charges on utility bills based on income could look like. Controversial state law moves toward a July 1 vote by utility regulators.

The Man Caught at the Center of California Water Wars

- 21) Adjourn; There being no further business the meeting is adjourned to the next Regular Meeting to be held on February 6, 2024 at 5:30 p.m.

Attest:

Brett Sanders, Board Secretary
Lakeside Water District

Frank Hilliker
Board President