

MINUTES OF A BOARD WORKSHOP

January 25, 2011 at 4:00 P.M.

Directors Present:

Jay Bogh, President
Bruce Granlund, Vice President
Ian Cuthbertson, Director
Lonni Granlund, Director
Hank Wochholz, Director

Staff Present:

Joseph Zoba, General Manager
Jack Nelson, Assistant General Manager
Brent Anton, Engineering Project Integrator
Jennifer Ares, Resource Sustainability Mgr
Vicky Elisalda, Controller
John Hull, Public Works Manager
Chelsie Fogus, Engineering Tech I

Directors Absent:

None

Consulting Staff Present:

David Wysocki, Aklufi & Wysocki

Others Present:

Bill Brown, News Mirror
Richard Siegmund, Sigland & Associates

The items listed below were presented for discussion. No decisions were reached.

- I. Call to Order - 4:00 p.m.
- II. Public Comments - None
- III. Staff Comments - General Manager Zoba reported on the following items:
 - On January 20, 2011 the Department of Water Resources increased the allocations of imported water from the State Water Project from 50% to 60%
 - A reminder of the Ethics Training will be held on Thursday, January 27, 2011 at 6:00 p.m.
- IV. Workshop Presentations
 - A. Overview of Statistics and Benchmarks for 2010 [Workshop Memorandum No. 11-011] - General Manager Zoba provided an overview of the District's financial strength and activities in 2010 in preparation of the budget for fiscal year 2012.
- V. Capital Improvement Projects
 - A. Status Report on the Construction of the Yucaipa Valley Regional Brineline [Workshop Memorandum No. 11-012] - Engineering Project Integrator Anton provided an update of the status on the construction of the Yucaipa Valley Regional Brineline Project.
 - B. Status Report on the Construction of 30" and 8" Pipelines in Second Street, Yucaipa [Workshop Memorandum No. 11-013] - Engineering Project Integrator Anton provided an update of the status on the 30" and 8" pipelines in Second Street, Yucaipa.

- VI. Development Related Issues
 - A. Overview of a Development Agreement for the Cherry Valley Plaza Development [Workshop Memorandum No. 11-014] - General Manager Zoba updated the Board of Directors on the status of the development agreement related to this project.
- VII. Administrative Issues
 - A. Discussion Regarding an Agreement to Facilitate Compensatory Mitigation Efforts with the Inland Empire Resource Conservation District for Impacts Associated with San Timoteo Creek [Workshop Memorandum No. 11-015] - Resource Sustainability Manager Ares provided an overview of an agreement with the Inland Empire Resource Conservation District related to this project.
 - B. Discussion Regarding the Authorization to Complete Environmental Studies Related to the Expansion of the Recycled Water Conveyance System [Workshop Memorandum No. 11-016] - Resource Sustainability Manager Ares provided an overview of the proposal from Dudek of the work necessary to prepare the CEQA and NEPA documents associated with the proposed southerly pipeline extension of the Recycled Water System.
- VIII. Directors Comments - There were no comments by directors.
- IX. Adjournment - The meeting was adjourned at 5:31 p.m.

Respectfully submitted,

Joseph B. Zoba, Secretary

(SEAL)