

MINUTES OF A REGULAR BOARD MEETING

May 18, 2011

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
Chelsie Fogus, Engineering Tech I

Directors Absent:

None

Consulting Staff Present:

David Wysocki, Aklufi & Wysocki

Others Present:

Bill Brown, News Mirror

The regular meeting of the Board of Directors of the Yucaipa Valley Water District was called to order by Director Jay Bogh at 6:00 p.m. on Wednesday, May 18, 2010, at the General Office Building, 12770 Second Street, Yucaipa, California.

CALL TO ORDER

Director Jay Bogh led the pledge of allegiance.

FLAG SALUTE

The roll was called. All Directors were present.

ROLL CALL

There were no requests to speak from the audience.

PUBLIC COMMENTS

Director Lonni Granlund moved to approve the consent calendar and Director Hank Wochholz seconded a motion that carried unanimously to approve the consent calendar.

CONSENT CALENDAR
MOTION NO. 1

Consent Calendar:

- A. Minutes of Meetings
 - 1. Regular Board Meeting - May 4, 2011
 - 2. Board Workshop - May 10, 2011
- B. Payment of Bills
 - 1. Approve/Ratify Invoices of Board Awarded Contracts
 - 2. Approve General Expenses for April 2011

BOARD REPORTS:

Director Hank Wochholz reported on items discussed at the workshop on May 10, 2011.

WORKSHOP

Assistant General Manager Nelson reported on the City of Calimesa

STATE OF THE CITY OF

State of the City Luncheon on May 12, 2011.

CALIMESA MEETING

Director Lonni Granlund reported on the City of Yucaipa Economic Development Advisory Committee Meeting on May 12, 2011.

CITY OF YUCAIPA
ECONOMIC
DEVELOPMENT
COMMITTEE

Director Ian Cuthbertson reported on the Association of the San Bernardino County Special Districts meeting hosted by the Inland Empire Resource Conservation District on May 16, 2011. Kyle Snow, Attorney for Best, Best & Krieger addressed the membership.

ASSOCIATION OF SAN
BERNARDINO COUNTY
SPECIAL DISTRICTS

General Manager Zoba reported on the following items:

STAFF REPORT

- On Monday, May 16, 2011 SGPWA adopted a report regarding Developer Fees. This will be discussed further at the May 24, 2011 Board Workshop.
- A copy of the Draft Budget was passed out to the members of the Board for review and will be discussed at the May 24th and May 25th board workshops.
- The annual YVWD Finance Corporation Meeting is scheduled for June 1, 2011 at 5:45 p.m.
- Received Tax Certificate pursuant to the State Water Resource Control Board SRF Loan for the Expansion and Salinity Management Project. Requested that this item be added to the board meeting agenda.

There were no questions from the members of the Board.

Director Ian Cuthbertson moved and Director Lonni Granlund seconded a motion that carried unanimously to add Director Memorandum 11-047 Authorization to Execute Tax Certificate Pursuant to the state Water Resources Control Board SRF Loan for the Expansion and Salinity Management Project to the board meeting agenda as item VII H.

AUTHORIZATION TO ADD
DIRECTOR MEMORANDUM
11-047 TO THE BOARD
MEETING AGENDA AS
ITEM VII H
MOTION NO. 2

DISCUSSION ITEMS:

General Manager Zoba provided an overview of Director Memorandum 11-040 - Unaudited Financial Report for April 2011. There being no questions, Director Lonni Granlund moved and Director Bruce Granlund seconded a motion that carried unanimously to receive and file the Unaudited Financial Report for April 2011 as presented.

DM 11-040
UNAUDITED FINANCIAL
REPORT FOR APRIL 2011
MOTION NO. 3

General Manager Zoba provided an overview of Director Memorandum 11-041 - Declaration and Identification of Bad Debt for 2009. There being no questions, Director Hank Wochholz moved and Director Ian Cuthbertson seconded a motion that carried unanimously to authorize District staff to recognize bad debts in the amount of \$39,604.20 for

DM 11-041
DECLARATION AND
IDENTIFICATION OF BAD
DEBTS FOR 2009

calendar year 2009 as presented.

MOTION NO. 4

General Manager Zoba provided an overview of Director Memorandum 11-042 - Notice of Completion for the Installation of a 12-Inch Recycled Water Pipeline in 7th Street from Yucaipa Boulevard to Chapman Heights Road. There being no questions, Director Ian Cuthbertson moved and Director Hank Wochholz seconded a motion that carried unanimously to authorize District staff to record a Notice of Completion and release the retention amount of \$3,465.00 thirty-five days after the recorded date as presented.

DM 11-042
NOTICE OF COMPLETION
FOR THE INSTALLATION
OF A 12-INCH RECYCLED
WATER PIPELINE IN 7TH
STREET FROM YUCAIPA
BOULEVARD TO CHAPMAN
HEIGHTS ROAD

MOTION NO. 5

General Manager Zoba provided an overview of Director Memorandum 11-043 - Ratification of Agreement Modification No. 004 to the Cooperative Funding Agreement with the United States Department of the Interior, Bureau of Reclamation Related to the Yucaipa Valley Regional Brineline Project. There being no questions, Director Hank Wochholz moved and Director Ian Cuthbertson seconded a motion that carried unanimously to ratify the execution of Modification No. 004 to the Cooperative Agreement No. R10AC35R03 with the Bureau of Reclamation as presented.

DM 11-043
RATIFICATION OF
AGREEMENT
MODIFICATION NO. 004 TO
THE COOPERATIVE
FUNDING AGREEMENT
WITH THE UNITED STATES
DEPARTMENT OF THE
INTERIOR, BUREAU OF
RECLAMATION RELATED
TO THE YUCAIPA VALLEY
REGIONAL BRINELINE
PROJECT

MOTION NO. 6

General Manager Zoba provided an overview of Director Memorandum 11-044 - Authorization to Distribute a Notification of Rate Adjustment Pursuant to Proposition 218. There being no questions, Director Lonni Granlund moved and Director Hank Wochholz seconded a motion that carried unanimously to authorize the distribution of a rate adjustment notice and directs District staff to set a time and date for the public hearing pursuant to proposition 218 as presented.

DM 11-044
AUTHORIZATION TO
DISTRIBUTE A
NOTIFICATION OF RATE
ADJUSTMENT PURSUANT
TO PROPOSITION 218

MOTION NO. 7

General Manager Zoba provided an overview of Director Memorandum 11-045 - Contract for Professional Services Related to Antidegradation Analysis and Assessment for the Beaumont Management Zone. There being no questions, Director Ian Cuthbertson moved and Director Hank Wochholz seconded a motion that carried unanimously to ratify the increased water quality modeling effort of \$5,000 for a total contract contribution of \$17,500 to Wildermuth Environmental as presented.

DM 11-045
CONTRACT FOR
PROFESSIONAL SERVICES
RELATED TO AN
ANTIDEGRADATION
ANALYSIS AND
ASSESSMENT FOR THE
BEAUMONT MANAGEMENT
ZONE

MOTION NO. 8

General Manager Zoba provided an overview of Director Memorandum 11-046 - Preliminary Engineering Analysis of the Wochholz Improved Salinity Effluent (WISE) Program. There being no questions, Director Ian Cuthbertson moved and Director Bruce Granlund seconded a motion that carried unanimously to authorize the approval of Amendment No. 2 to Task Order No. 13 with Separation Processes in the amount of \$50,000 for CAD design of the Wise Project at the Wochholz Regional Water Recycling Facility.

DM 11-046
PRELIMINARY
ENGINEERING ANALYSIS
OF THE WOCHHOLZ
IMPROVED SALINITY
EFFLUENT (WISE)
PROJECT
MOTION NO. 9

General Manager Zoba provided an overview of Director Memorandum 11-047 - Authorization to Execute Tax Certificate Pursuant to the State Water Resources Control Board SRF Loan for the Expansion and Salinity Management Project. After further discussion, Director Lonni Granlund moved and Director Hank Wochholz seconded a motion that carried unanimously to authorize the execution of the Tax Certificate as presented.

DM 11-047
AUTHORIZATION TO
EXECUTE TAX
CERTIFICATE PURSUANT
TO THE STATE WATER
RESOURCES CONTROL
BOARD SRF LOAN FOR
THE EXPANSION AND
SALINITY MANAGEMENT
PROJECT
MOTION NO. 10

There were no comments by directors.

DIRECTOR COMMENTS

President Jay Bogh adjourned to closed session at 6:31 p.m.

CLOSED SESSION

- A. Conference with Labor Negotiator (Government Code 54957.6)
District Negotiator: Joseph Zoba, General Manager
Employee Organization: IBEW Local Union 14356 - YVWD Employee Association
- B. Conference with Labor Negotiator (Government Code 54957.6)
District Negotiator: Joseph Zoba, General Manager
Employee Organization: Supervisor Bargaining Unit
- C. Conference with Labor Negotiator (Government Code 54957.6)
District Negotiator: Joseph Zoba, General Manager
Employee Organization: Confidential Employee Bargaining Unit
- D. Conference with Labor Negotiator (Government Code 54957.6)
District Negotiator: Joseph Zoba, General Manager
Employee Organization: Exempt Employee Bargaining Unit
- E. Conference with Labor Negotiator (Government Code 54957.6)
Unrepresented Employee: Joseph Zoba, General Manager

Director Jay Bogh, Director Bruce Granlund, Director Ian Cuthbertson, Director Lonni Granlund and Director Hank Wochholz were present in closed session.

The meeting was reconvened to open session at 7:23 p.m. Legal Counsel Wysocki stated that direction was given to the General Manager for negotiations and no other reportable action was taken.

There being no further business, the meeting was adjourned at 7:24 p.m.

ADJOURNMENT

Respectfully submitted,

Joseph B. Zoba, Secretary

(Seal)