

MINUTES OF A REGULAR BOARD MEETING

June 15, 2011

Directors Present:

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

Staff Present:

Joseph Zoba, General Manager
Jack Nelson, Assistant General Manager
Jennifer Ares, Resource Sustainability Mgr.
Vicky Elisalda, Controller
John Hull, Public Works Manager
John Wrobel, Utility Services Superintendent

Directors Absent:

None

Consulting Staff Present:

David Wysocki, Aklufi & Wysocki

Others Present:

Jeff Davis, San Gorgonio Pass Water Agency
Bill Brown, News Mirror
Ms. Leann Hamilton

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, June 15, 2011 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 except for Director Lonni Granlund who arrived during board reports.

ROLL CALL

There were no requests to speak from the audience.

PUBLIC COMMENTS

Director Hank Wochholz moved to approve the consent calendar and Director Ian Cuthbertson 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 - June 1, 2011
 - 2. Board Workshop - June 7, 2011
- B. Payment of Bills
 - 1. Invoices of Board Awarded Contracts
 - 2. General Expenses for May 2011

BOARD REPORTS:

Director Hank Wochholz reported on the Yucaipa Valley Water District Board Workshop conducted on June 7, 2011.

BOARD WORKSHOP

Director Bruce Granlund reported on how the water in storage at Lake Oroville has increased from two years ago.

OTHER BOARD REPORTS

General Manager Zoba did not report on any new issues during this agenda item.

STAFF REPORT

DISCUSSION ITEMS:

Resource Sustainability Manager Ares provided a staff report regarding the Yucaipa Valley Water District Urban Water Management Plan [Director Memorandum 11-051]. During the public hearing, San Gorgonio Pass Water Agency Manager Jeff Davis submitted written correspondence dated June 15, 2011 and expressed concerns that the District's Urban Water Management Plan's discussion about an imported water allocation for the San Gorgonio Pass Water Agency on page 66 does not reflect the position of the San Gorgonio Pass Water Agency. Mr. Davis suggested language be added to clarify that the Agency's Board of Directors have not endorsed an allocation plan of any kind. There being no additional public testimony, Director Ian Cuthbertson moved and Director Bruce Granlund seconded a motion to adopt Resolution No. 11-2011 related to the 2010 Urban Water Management Plan for the Yucaipa Valley Water District and that suggested language by Mr. Davis be added into the document. The motion carried by a 5-0 vote.

DM 11-051
PUBLIC HEARING -
ADOPTION OF THE 2010
URBAN WATER
MANAGEMENT PLAN

Resource Sustainability Manager Ares provided a staff report regarding the Yucaipa Valley Water District's Regional Urban Water Management Plan prepared in conjunction with the San Bernardino Valley Municipal Water District and other water retailers [Director Memorandum 11-052]. With no public testimony during the public hearing, Director Ian Cuthbertson moved and Director Hank Wochholz seconded a motion to adopt Resolution No. 12-2011 related to the 2010 Regional Urban Water Management Plan for retailers in the service area of the San Bernardino Valley Municipal Water District. The motion carried by a 5-0 vote.

DM 11-052
PUBLIC HEARING -
ADOPTION OF THE 2010
REGIONAL URBAN WATER
MANAGEMENT PLAN

Controller Elisalda provided a staff report regarding the unaudited financial report for May 2011 [Director Memorandum 11-053]. Director Lonni Granlund moved and Director Hank Wochholz seconded a motion to receive and file the unaudited financial. The motion carried by a 5-0 vote.

DM 11-053
PRESENTATION OF THE
UNAUDITED FINANCIAL
REPORT FOR MAY 2011

General Manager Zoba provided a staff report regarding the operating budget and capital improvement plan for Fiscal Year 2012 [Director Memorandum 11-054]. Following the staff presentation, Director Ian Cuthbertson moved and Director Hank Wochholz seconded a motion to adopt the Fiscal Year 2012 Operating Budget and Capital Improvement Plan. The motion carried by a 5-0 vote.

DM 11-054
OPERATING BUDGET AND
CAPITAL IMPROVEMENT
PLAN FOR FISCAL YEAR
2012

Assistant General Manager Nelson provided a staff report regarding a residential water leak at 36967 Lanfranc Road, Yucaipa [Director Memorandum 11-055]. Following comments from resident Marianne Hamilton, questions from board members, and comments from District staff, Director Jay Bogh moved and Director Lonni Granlund seconded a motion to provide an adjustment to the customer account for one additional month of high water consumption to be charged at the lowest water rate tier. The motion carried by a 5-0 vote.

DM 11-055
CLAIM FOR DAMAGES
RELATED TO A
RESIDENTIAL WATER
LEAK

Assistant General Manager Nelson provided a staff report regarding a renewal of insurance provided by the Rural Special District Insurance Services [Director Memorandum 11-056]. Following the staff presentation, Director Lonni Granlund moved and Director Jay Bogh seconded a motion to authorize the General Manager to secure property liability, and automobile insurance coverage and equipment breakdown coverage from the Rural Special District Insurance Services for a sum not to exceed \$223,770. The motion carried by a 5-0 vote.

DM 11-056
PURCHASE OF
INSURANCE FROM RURAL
SPECIAL DISTRICT
INSURANCE SERVICES

Public Works Manager Hull provided a staff report regarding the purchase of a 1.25 ton utility truck for the Public Works Department [Director Memorandum 11-057]. Following the staff presentation, Director Ian Cuthbertson moved and Director Hank Wochholz seconded a motion to purchase of a 2011 Ford F-450 diesel utility service truck from Rancho Ford for a sum not to exceed \$44,981.23. The motion carried by a 5-0 vote.

DM 11-057
PURCHASE OF A 1.25 TON
UTILITY TRUCK

General Manager Zoba provided a staff report regarding the need to document the authorization for securing permits and encroachment permits with numerous agencies along the alignment of the Yucaipa Valley Regional Brineline [Director Memorandum 11-058]. Following the staff presentation, Director Lonni Granlund moved and Director Hank Wochholz seconded a motion to authorize Engineering Project Integrator Brent Anton to execute permits, encroachment documents, easements, license agreements and related documents on behalf of the Yucaipa Valley Water District for the Yucaipa Valley Regional Brineline. The motion carried by a 5-0 vote.

DM 11-058
AUTHORIZATION FOR
PERMITTING AND
ENCROACHMENT ISSUES
RELATED TO THE YUCAIPA
VALLEY REGIONAL
BRINELINE

General Manager Zoba provided a staff report regarding the Proposition 218 rate adjustment notification [Director Memorandum 11-059]. Following the staff presentation, Director Ian Cuthbertson moved and Director Bruce Granlund seconded a motion to authorize the distribution of a rate adjustment notice that establishes a public hearing on August 17, 2011 at 6:00 p.m. The motion carried by a 5-0 vote.

DM 11-059
AUTHORIZATION TO
DISTRIBUTE A
NOTIFICATION OF RATE
ADJUSTMENT PURSUANT
TO PROPOSITION 218

General Manager Zoba provided a staff report regarding the modification of Divisions based on 2010 census data. [Director Memorandum 11-060]. Following the staff presentation, Director Ian Cuthbertson moved and Director Hank Wochholz seconded a motion to adopt Resolution No. 13-2011. The motion carried by a 5-0 vote.

DM 11-060
ADOPTION OF
RESOLUTION NO 13-2011
CHANGING THE
BOUNDARIES OF DISTRICT
DIVISIONS FOR BOARD
MEMBERS

None

DIRECTOR COMMENTS

None

CLOSED SESSION

Director Jay Bogh directed attention to the agenda for a list of future meetings.

ANNOUNCEMENTS

There being no further business, the meeting was adjourned at 7:10 p.m.

ADJOURNMENT

Respectfully submitted,

Joseph B. Zoba, Secretary

(Seal)