

MINUTES OF A BOARD WORKSHOP

May 8, 2012 at 4:00 P.M.

Directors Present:

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

Staff Present:

Joseph Zoba, General Manager
Jack Nelson, Assistant Manager
Brent Anton, Engineering Manager
John Hull, Public Works Manager
Vicky Elisalda, Controller
Jennifer Ares, Resource Sustainability Manager
Kevin King, Operations Manager
Bob Wall, Operations Manager

Directors Absent:

Ian Cuthbertson, Director

Consulting Staff Present:

David Wysocki, Legal Counsel

Registered Guests and Others Present:

Richard Siegmund, Customer
Raymond Dorame, Vice President of Operations, MasterCraft Homes Group

- I. Call to Order - 4:00 p.m.
- II. Public Comments - General Manager Joseph Zoba recognized the members of the Board of Directors, District staff and members of the public in attendance. Richard Siegmund provided remarks regarding the delay in receiving a draft development agreement for a residential housing project that includes two contiguous projects -Tract No. 18830 and Tract No. 16160.
- III. Staff Comments
 - No staff comments were provided at the workshop meeting.
- IV. Presentations
 - A. The Water Efficiency and Conservation State Scorecard: An Assessment of Laws and Policies by the Alliance for Water Efficiency and the Environmental Law Institute [Workshop Memorandum No. 12-089] - General Manager Joseph Zoba provided an overview of the recently released document that assigned high grades to California and Texas for their policies and practices related to water conservation.
 - B. Facts and Information on California's Water and Environmental Debates by the Delta Stewardship Council [Workshop Memorandum No. 12-090] - General Manager Joseph Zoba provided information on a portion of the data released by the Delta Stewardship Council on water and environmental issues in California.
- V. Capital Improvement Projects
 - A. Status Report on the Construction of the Yucaipa Valley Regional Brineline [Workshop Memorandum No. 12-091] - Engineering Manager Brent Anton provided a detailed status report on the construction of the Yucaipa Valley Regional Brineline Project.

- B. Status Report on the Construction of the R-10 Recycled Water Reservoir and Booster Complex [Workshop Memorandum No. 12-092] - Engineering Manager Brent Anton provided an overview of the R-10 Reservoir Project.
 - C. Status Report on the Construction of the Crow Street Pipeline Facilities [Workshop Memorandum No. 12-093] - Engineering Manager Brent Anton provided an overview of the Crow Street Pipeline Project. This project is expected to begin in Spring/Summer 2012.
 - D. Status Report on the Construction of the Recycled Water Booster Facility at the Reservoir R-12.1 Complex [Workshop Memorandum No. 12-094] - Engineering Manager Brent Anton provided an overview of the Recycled Water Booster Facility.
 - E. Status Report on the Construction of the Wochholz Improved Salinity Effluent (WISE) Project [Workshop Memorandum No. 12-095] - Operations Manager Kevin King provided an overview of the WISE project.
- VI. Development Related Issues
- A. Formation of Community Facilities District No. 2012-1 (Singleton Heights) to Replace the Non-Formed Community Facilities District No. 2006-1 (Calimesa Springs) [Workshop Memorandum No. 12-096] - General Manager Joseph Zoba, Legal Counsel David Wysocki and Raymond Dorame provided information to the board members regarding the history of Community Facilities District No. 2006-1 and the proposed Community Facilities District No. 2012-1.
 - B. Amendment No. 1 to Development Agreement for Tract No. 26811 (Singleton Heights) [Workshop Memorandum No. 12-097] - General Manager Joseph Zoba provided an overview of the proposed amendment to the Development Agreement for Tract No. 26811 to extend the term of the Agreement and other minor issues.
- VII. Administrative Issues
- A. Unaudited Financial Report for the Period Ending April 30, 2012 [Workshop Memorandum No. 12-098] - Controller Vicky Elisalda provided an overview of the unaudited financial report for the period ending April 30, 2012.
 - B. Participation in the 2012 San Bernardino Valley Municipal Water District Cooperative Recharge Program [Workshop Memorandum No. 12-099] - General Manager Joseph Zoba presented a staff request for the purchase of 2,500 acre feet of imported water to recharge the groundwater within the Yucaipa Management Zone.
 - C. Authorization to Solicit Bids for the Construction of the Crow Street Recycled Water Pipeline [Workshop Memorandum No. 12-100] - General Manager Joseph Zoba provided a summary of the request to authorize the solicitation of bids for the Crow Street Recycled Water Pipeline Project.
 - D. Regional Water Allocation Agreement for Water Imported by the San Gorgonio Pass Water Agency [Workshop Memorandum No. 12-101] - General Manager Joseph Zoba provided brief overview of the Water Retailer Workshop meeting held on May 3, 2012.
- VIII. Director Comments - There were no comments from the board members.
- IX. Closed Session
- A. Conference with Real Property negotiator(s) (Government Code 54956.8)
Property: Assessor's Parcel Number: 301-201-29

Agency Negotiator: Joseph Zoba, General Manager
Negotiating Parties: Palmer General Corporation
Under Negotiation: Terms of Payment and Price

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

A closed session conference was not conducted.

- X. Adjournment - The meeting was adjourned at 4:50 p.m.

Respectfully submitted,

Joseph B. Zoba, Secretary

(SEAL)