

MINUTES OF A REGULAR BOARD MEETING

June 20, 2012

Directors Present:

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

Staff Present:

Joseph Zoba, General Manager
Jennifer Ares, Resource Sustainability Manager

Directors Absent:

None

Consulting Staff Present:

David Wysocki, Legal Counsel

Registered Guests and Others Present:

Ray Dorame, MasterCraft Homes
Bill Brown, Calimesa Chamber of Commerce

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 20, 2012 at the Administrative Office Building, 12770 Second Street, Yucaipa, California.

CALL TO ORDER

Director Jay Bogh led the pledge of allegiance.

FLAG SALUTE

The roll was called and Director Jay Bogh, Director Ian Cuthbertson, Director Bruce Granlund, Director Lonni Granlund and Director Hank Wochholz were present.

ROLL CALL

Director Jay Bogh welcomed the audience members. There were no public comments.

PUBLIC COMMENTS

Director Lonni Granlund moved to approve the consent calendar and Director Hank Wochholz seconded the motion.

CONSENT CALENDAR

- A. Minutes of Meetings
 - 1. Regular Board Meeting - June 6, 2012
 - 2. Board Workshop - June 20, 2012
- B. Payment of Bills
 - 1. Approval and Ratification of Invoices and Board Awarded Contracts
 - 2. Ratification of General Expenses for May 2012

The consent calendar was approved by a 5 - 0 vote.

Director Ian Cuthbertson provided a detailed report on the Cabazon Water District meeting held on June 14, 2012. The report provided an overview of the comments and questions that resulted from the Cabazon Water District's consideration of the regional allocation plan.

BOARD REPORTS

Director Lonni Granlund provided a report of the Association of the San Bernardino County Special Districts meeting hosted by East Valley Water District on the topic of customer communications.

General Manager Joseph Zoba provided a brief staff report regarding the current brineline issues with the Santa Ana Watershed Project Authority and the Orange County Sanitation District.

STAFF REPORT

DISCUSSION ITEMS:

Following a staff presentation by General Manager Joseph Zoba, Director Ian Cuthbertson moved and Director Bruce Granlund seconded a motion to receive and file the unaudited financial report. The motion was approved by a 5 - 0 vote.

DM 12-051
UNAUDITED FINANCIAL
REPORT FOR THE PERIOD
ENDING MAY 31, 2012

Following a staff presentation by General Manager Joseph Zoba, Director Hank Wochholz moved and Director Bruce Granlund seconded a motion to authorize the District staff to declare bad debts for calendar year 2010 in the amount of \$40,057.17. The motion was approved by a 5 - 0 vote.

DM 12-052
IDENTIFICATION AND
DECLARATION OF BAD
DEBTS FOR CALENDAR
YEAR 2012

Following a staff presentation by General Manager Joseph Zoba, Director Bruce Granlund moved and Director Ian Cuthbertson seconded a motion to adopt the Fiscal Year 2013 Operating Budget and Capital Improvement Plan. The motion was approved by a 5 - 0 vote.

DM 12-053
OPERATING BUDGET AND
CAPITAL IMPROVEMENT
PLAN FOR FISCAL YEAR
2013

Following a staff presentation by General Manager Joseph Zoba and Legal Counsel David Wysocki, Director Ian Cuthbertson moved and Director Hank Wochholz seconded a motion to authorize the District staff to execute and secure insurance coverage from Alteris Insurance Services for a sum not to exceed \$203,130. The motion was approved by a 5 - 0 vote.

DM 12-054
PURCHASE OF
INSURANCE COVERAGE
FOR FISCAL YEAR 2013

Following a staff presentation by General Manager Joseph Zoba and comments from the board members, Director Lonni Granlund moved and Director Ian Cuthbertson seconded a motion to approve the Regional Water Allocation Agreement with authority provided to the General Manager and Legal Counsel to approve minor improvements to the agreement by the other parties. The motion was approved by a 5 - 0 vote.

DM 12-055
REGIONAL WATER
ALLOCATION AGREEMENT
FOR WATER IMPORTED BY
THE SAN GORGONIO PASS
WATER AGENCY

Following a staff presentation by General Manager Joseph Zoba, comments from Legal Counsel David Wysocki and comments/questions from the board members, Director Lonni Granlund moved and Director Hank Wochholz seconded a motion to authorize the Board President to execute the Consent to Assignment of the Joint Community Facilities Agreement and the Fee Deposit and Refund Agreement. The motion was approved by a 4 - 1 vote with Director Ian Cuthbertson voting no on the motion.

DM 12-056
AUTHORIZATION TO
EXECUTE DOCUMENTS
FOR THE FORMATION OF
COMMUNITY FACILITIES
DISTRICT NO. 2012-1
(SINGLETON HEIGHTS) AS
A SUBSTITUTE FOR
COMMUNITY FACILITIES
DISTRICT NO. 2006-1

There were not comments from the board members.

DIRECTOR COMMENTS

There was no closed session conference with legal counsel.

CLOSED SESSION

Director Jay Bogh directed attention to the announcements located on the board meeting agenda.

ANNOUNCEMENTS

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

Respectfully submitted,

Joseph B. Zoba, Secretary

(Seal)