

MINUTES OF A BOARD WORKSHOP

February 14, 2017 at 4:00 P.M.

Directors Present:

Jay Bogh, President
Bruce Granlund, Vice President
Lonni Granlund, Director
Chris Mann, Director
Tom Shalhoub, Director

Staff Present:

Joseph Zoba, General Manager
John Hull, Public Works Manager
Mike Kostelecky, Operations Manager
Matthew Porras, Management Analyst
Kathryn Hallberg, Management Analyst

Directors Absent:

None.

Consulting Staff Present:

David Wysocki, Legal Counsel

Guests and Others Present:

Jeff Hewitt, City of Calimesa
Bill Davis, City of Calimesa
Mike Thornton, City of Calimesa
Linda Shelton, Customer
Kathy Raybould, Customer
Cheryl Thompson, Argent Management LLC
Mike Turner, Argent Management LLC
John Ohanian, Terra Verde Group LLC

- I. Call to Order - 4:00 p.m.
- II. Public Comments - No comments were provided by individuals in the audience:
- III. Staff Report - General Manager Joseph Zoba discussed the following topics:
 - A recent article regarding the State of Arizona considering Direct Potable Reuse (DPR) for a solution to water supply challenges.
 - A recent article discussing the new position of the San Diego County Water Authority relating to the State of California's proposed underground water tunnel project.
 - The District's current State Water Project allocation is at 60 percent.
- IV. Presentations
 - A. Overview of the California Drought and Yucaipa Valley Water District's Action Plan Related to the State Water Resources Control Board Water Conservation Restrictions [Workshop Memorandum No. 17-016] General Manager Joseph Zoba provided an overview of the California Drought and Yucaipa Valley Water District's Action Plan related to the State Water Resources Control Board Water conservation restrictions.
 - B. Overview of the Draft Water Rights, Water Supply, and Facility Capacity Fee Collection Agreement between the City of Calimesa, San Gorgonio Pass Water Agency and Yucaipa Valley Water District [Workshop Memorandum No. 17-017] General Manager Joseph Zoba provided an overview of the Draft Water Rights, Water Supply, and Facility Capacity Fee Collection Agreement between the City of Calimesa, San Gorgonio Pass Water Agency and Yucaipa Valley Water District. Contributions to the discussion with the Directors and District staff were

made by Jeff Hewitt, Bill Davis, Mike Thornton, Cheryl Thompson, Mike Turner and John Ohanian.

V. Operational Updates

- A. Overview of New Data Collection Programs and Water System Outage Information [Workshop Memorandum No. 17-018] Management Analyst Matthew Porras provided an overview of the new data collection programs used by District staff. Management Analyst Kathryn Hallberg provided an overview of the new process of sharing water system outage information.

VI. Administrative Items

- A. Overview of the Unaudited Financial Report for the Period Ending on January 31, 2017 [Workshop Memorandum No. 17-019] General Manager Joseph Zoba provided an overview of the unaudited financial report for the period ending on January 31, 2017.

VII. Director Comments

- A. None.

VIII. Closed Session

- A. Conference with Real Property Negotiator(s)
Property: Assessor's Parcel Number(s): 0321-261-15 and 0321-261-17
Agency Negotiator: Joseph Zoba, General Manager
Negotiating Parties: Dawn Campbell
Under Negotiation: Terms of Payment and Price
- B. Conference with Real Property Negotiator(s)
Property: Assessor's Parcel Numbers: 301-201-20, 27 and 28
Agency Negotiator: Joseph Zoba, General Manager
Negotiating Parties: Abraham and Nabil Issa
Under Negotiation: Terms of Payment and Price
- C. Conference with Legal Counsel
Anticipated Litigation--One Potential Case Against the District (Government Code, Section 54956.9(d))

The Board Members reconvened from closed session into open session and Legal Counsel David Wysocki reported that direction was provided to the General Manager but no reportable action was taken in closed session.

- IX. Adjournment - The meeting was adjourned at 5:15 p.m.

Respectfully submitted,

Joseph B. Zoba, Secretary