

MINUTES OF A REGULAR BOARD MEETING

August 7, 2018 at 6:00 P.M.

Directors Present:

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

Staff Present:

Joseph Zoba, General Manager
Jennifer Ares, Water Resource Manager
Mike Kostelecky, Operations Manager
Kathryn Hallberg, Implementation Manager
Matthew Porras, Implementation Manager
Frank Sclafani, Administrative Clerk

Directors Absent:

Tom Shalhoub, Director

Consulting Staff Present:

David Wysocki, Legal Counsel
Jay Ward, Legal Counsel

Registered Guests and Others Present:

Linda Shelton, Customer
Joyce McIntyre, Customer
George Sardeson, Customer
Leonard Stephenson, San Gorgonio Pass Water Agency

CALL TO ORDER

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

FLAG SALUTE

Director Jay Bogh led the pledge of allegiance.

ROLL CALL

The roll was called with Director Jay Bogh, Director Bruce Granlund, Director Lonni Granlund, and Director Chris Mann present.

Director Tom Shalhoub was absent

PUBLIC COMMENTS

None

CONSENT CALENDAR

Director Chris Mann moved to approve the consent calendar and Director Lonni Granlund seconded the motion.

A. Minutes of Meetings

1. Regular Board Meeting - July 17, 2018
2. Board Workshop - July 31, 2018

The motion was approved by the following vote:

Director Jay Bogh - Yes
Director Bruce Granlund - Yes
Director Lonni Granlund - Yes
Director Chris Mann - Yes
Director Tom Shalhoub - Absent

STAFF REPORT

General Manager Joseph Zoba discussed the completion and submittal of the U.S. Bureau of Reclamation Title XVI Feasibility Study and the Database Management system currently being development by Dudek.

DISCUSSION ITEMS:

DM 18-109

CONSIDERATION TO
SELL PROPERTY AT
11355 PENDLETON
AVENUE (ASSESSOR'S
PARCEL NUMBER
0321-411-09) TO THE
CITY OF YUCAIPA

Implementation Manager Matthew Porras discussed the sale of property at 11355 Pendleton Avenue (Assessor's Parcel Number 0321-411-09) to the City of Yucaipa.

Director Lonni Granlund moved that the Board authorize the Board President to execute the agreement with the City of Yucaipa. Director Chris Mann seconded the motion.

The motion was approved by the following vote:

Director Jay Bogh - Yes
Director Bruce Granlund - Yes
Director Lonni Granlund - Yes
Director Chris Mann - Yes
Director Tom Shalhoub - Absent

DM 18-110

REVIEW OF PUBLIC
DISCLOSURE REPORT
PURSUANT TO
GOVERNMENT CODE
SECTION 53065.5 FOR
FISCAL YEAR ENDING
JUNE 30, 2018

General Manager Joseph Zoba discussed the Public Disclosure Report pursuant to Government Code Section 53065.5 for fiscal year ending June 30, 2018.

Director Bruce Granlund moved that the Board receive and file the Public Disclosure Report for Fiscal Year 2017-18. Director Lonni Granlund seconded the motion.

The motion was approved by the following vote:

Director Jay Bogh - Yes
Director Bruce Granlund - Yes
Director Lonni Granlund - Yes
Director Chris Mann - Yes
Director Tom Shalhoub - Absent

DM 18-111

RECEIPT AND
ACKNOWLEDGEMENT
OF THE AUDITOR'S
COMMUNICATION
WITH THOSE
CHARGED WITH
GOVERNANCE

General Manager Joseph Zoba discussed the *Auditor's Communication with Those Charged with Governance*.

Director Lonni Granlund moved that the Board receive the annual planning letter from Vavrinek, Trine, Day & Co., LLP. Director Bruce Granlund seconded the motion.

The motion was approved by the following vote:

Director Jay Bogh - Yes
Director Bruce Granlund - Yes
Director Lonni Granlund - Yes
Director Chris Mann - Yes
Director Tom Shalhoub - Absent

DM 18-112

RATIFICATION OF THE
ACCEPTANCE OF
OVERLYING WATER
RIGHTS IN THE
BEAUMONT BASIN FOR
TRACT NO. 32702-1
(121 LOTS) AND TRACT
NO. 32702-2 (41 LOTS)
PURSUANT TO
BEAUMONT BASIN
WATERMASTER
RESOLUTION NO.
2017-02

General Manager Joseph Zoba discussed the acceptance of Overlying Water Rights in the Beaumont Basin for Tract No. 32702-1 (121 lots) and Tract No. 32702-2 (41 lots) pursuant to Beaumont Basin Watermaster Resolution No. 2017-02.

Director Lonni Granlund moved that the Board accept the transfer of 59.89 acre-feet of overlying water rights in the Beaumont Basin from Oak Valley Partners to Yucaipa Valley Water District as overlying-appropriative water rights in the Beaumont Basin. Director Bruce Granlund seconded the motion.

The motion was approved by the following vote:

Director Jay Bogh - Yes
Director Bruce Granlund - Yes
Director Lonni Granlund - Yes
Director Chris Mann - Yes
Director Tom Shalhoub - Absent

DM 18-113

CONSIDERATION OF
RESOLUTION NO.
2018-26 REQUESTING
THE LOCAL AGENCY
FORMATION
COMMISSION TAKE
PROCEEDINGS FOR
THE ANNEXATION OF
TERRITORY
(ASSESSOR PARCEL
NUMBERS 407-200-009,
407-200-011, 407-210-
001, 407-210-002, 407-
210-003, AND 407-210-
004)

General Manager Joseph Zoba discussed Resolution No. 2018-26 Requesting the Local Agency Formation Commission take proceedings for the Annexation of Territory (Assessor Parcel Numbers 407-200-009, 407-200-011, 407-210-001, 407-210-002, 407-210-003, and 407-210-004).

General Manager Joseph Zoba distributed correspondence from Robert Goodman with Rogers, Joseph, O'Donnell dated August 7, 2018. The correspondence states that the California Environmental Quality Act "...requires that the District evaluate the environmental impacts associated with the Resolution".

Following a discussion by Legal Counsel Wysocki and the Board of Directors, Director Bruce Granlund moved that the Board approves Resolution No. 2018-26. Director Chris Mann seconded the motion.

The motion was approved by the following vote:

Director Jay Bogh - Yes
Director Bruce Granlund - Yes
Director Lonni Granlund - Yes
Director Chris Mann - Yes
Director Tom Shalhoub - Absent

DM 18-114

AWARD OF A
CONSTRUCTION
CONTRACT WITH
BORDEN EXCAVATING
FOR THE BUNDLED
2018 DRINKING WATER
PIPELINE
REPLACEMENT
PROJECT

Implementation Manager Matthew Porras discussed the bid results for the 2018 Drinking Water Pipeline Replacement Project.

Director Lonni Granlund moved that the Board award a construction contract to Borden Excavating for a sum not to exceed \$1,079,000. Director Bruce Granlund seconded the motion.

The motion was approved by the following vote:

Director Jay Bogh - Yes
Director Bruce Granlund - Yes
Director Lonni Granlund - Yes
Director Chris Mann - Yes
Director Tom Shalhoub - Absent

BOARD REPORTS AND DIRECTOR COMMENTS

- Director Chris Mann reported on the Riverside County Water Task Force meeting on July 20, 2018.
- Director Bruce Granlund and Director Lonni Granlund reported on the San Gorgonio Pass Water Agency Finance and Budget Workshop and Budget meeting on July 23, 2018.
- Director Bruce Granlund reported San Gorgonio Pass Regional Water Alliance meeting on July 25, 2018.
- Director Chris Mann reported on the Building Industry Association Legislative Affairs meeting on August 1, 2018.
- Director Lonni Granlund reported on the Summerwind Trails site visit on August 1, 2018.
- Director Lonni Granlund reported on the San Gorgonio Pass Water Agency meeting on August 6, 2018.

ANNOUNCEMENTS

Director Jay Bogh called attention to the announcements listed on the agenda.

CLOSED SESSION

Director Jay Bogh, Director Lonni Granlund, Director Bruce Granlund and Director Chris Mann were present in closed session with Legal Counsel David Wysocki, Legal Counsel Jay Ward, and General Manager Joseph Zoba to discuss the following items.

- A. Conference with Real Property Negotiator(s) (Government Code 54956.8) Property: Assessor's Parcel Numbers: 413-380-001 - 009, and 013; Agency Negotiator: Joseph Zoba, General Manager; Negotiating Parties: Johnson; Under Negotiation: Terms of Payment and Price
- B. Conference with Legal Counsel--Existing Litigation (Government Code Section 54956.9(d)) YVWD vs Hillcrest Mobile Home Park San Bernardino Superior Court Case No. CIVDS 1808441

The Board Members reconvened out of closed session and legal Counsel David Wysocki reported that direction was provided to the General Manager.

ADJOURNMENT

The meeting was adjourned at 7:00 p.m.

Respectfully submitted,

Joseph B. Zoba, Secretary

(Seal)