

MINUTES OF A REGULAR MEETING
OF THE BOARD OF DIRECTORS OF THE
OLIVENHAIN MUNICIPAL WATER DISTRICT

MARCH 7, 2018

A regular meeting of the Board of Directors of Olivenhain Municipal Water District was held on Wednesday, March 7, 2018, at the District office, 1966 Olivenhain Road, Encinitas, California.

President Watt called the meeting to order at 4:00 p.m. Following the Pledge of Allegiance, the Assistant Secretary called the roll. Directors present were Guerin, Sprague, Topolovac, Varty, and Watt.

President Watt declared a quorum present and ordered the meeting to proceed. In attendance were Kimberly Thorner, General Manager; Alfred Smith, General Counsel; Joseph Randall, Assistant General Manager; Rainy Selamat, Finance Manager; George Briest, Engineering Manager; Dave Smith, Operations Manager; Tom Wood, Human Resources Manager; John Carnegie, Customer Services Manager; and Stephanie Kaufmann, Executive Secretary.

Also in attendance were Consulting Engineer Don MacFarlane; district employees Brian Sodeman – Customer Service and Public Affairs Supervisor; Chad Williams – Engineering Supervisor; Dan Bean – Construction Operations Supervisor; Felipe Monasi – Financial Analyst; Jason Emerick – Water Reclamation Operator Level III; Gabe Hernandez – Water Reclamation Operator Level IV; Teresa Chase – Staff Analyst; Jesica Cleaver – Education and Conservation Coordinator; and Shawn Patterson – Administrative Assistant.

5. ADOPTION OF AGENDA

President Watt suggested moving agenda item 11 to be heard first on the agenda. The board concurred.

President Watt moved to adopt the agenda, seconded by Director Topolovac and carried unanimously.

6. PERSONAL APPEARANCES AND PUBLIC COMMENTS

Customer Steve Linke spoke in opposition of a rate increase under agenda item 11.

7. PRESENTATION OF AWARDS AND HONORABLE MENTIONS

- * Adam Calm – Systems Operator II – 15 Years of Service
- * Brandon Barnick – Field Services Technician III – GYO Promotion
- * ACEC Merit Award for the Village Park RW Project

- * CWEA San Diego Section Award for Plant Safety – Small (4SRWRF)
- * Distinguished Budget Presentation Award from the Government Finance Officers Association (GFOA)

The employees were congratulated and thanked for their years of dedication and service to the district.

Engineering Manager Briest presented the board with the ACEC Merit Award for the Village Park RW Project.

Water Reclamation Operators Emerick and Hernandez presented the board with the 4S Ranch Water Reclamation Facility's CWEA San Diego Section Award for Plant Safety – Small.

Finance Manager Selamat presented the Distinguished Budget Presentation Award from the Government Finance Officers Association (GFOA).

8. CONSIDER APPROVAL OF THE MINUTES OF THE FEBRUARY 7, 2018 REGULAR BOARD OF DIRECTORS MEETING

Director Topolovac moved to approve the February 7, 2018 meeting minutes, seconded by Director Varty and carried unanimously.

9. CONSENT CALENDAR

- C-a CONSIDER ADOPTION OF A MOTION APPROVING THE PAYMENT OF LISTED WARRANTS FROM THE DISTRICT'S REVOLVING AND REGULAR ACCOUNTS; LISTED TRANSFERS OF FUNDS; REIMBURSEMENT OF EXPENSES TO BOARD MEMBERS AND STAFF; AND MONTHLY INVESTMENT REPORTS
- C-b CONSIDER APPROVAL OF PRIVATE ENCROACHMENT PERMIT NO. 390 FOR 4556 CALLE MESSINA (CPD PL CALLE MESSINA, LLC) AND ORDER THE PERMIT BE RECORDED
- C-c CONSIDER APPROVAL OF PRIVATE ENCROACHMENT PERMIT NO. 391 FOR 4555 CALLE MESSINA (CPD PL CALLE MESSINA, LLC) AND ORDER THE PERMIT BE RECORDED
- C-d CONSIDER ACCEPTANCE OF THE BERRYMAN CANYON ENCLAVE PHASE 1 PROJECT (DEVELOPMENT SOLUTIONS ENCLAVE, LLC) INTO THE DISTRICT'S SYSTEM AND ORDER A NOTICE OF COMPLETION BE FILED
- C-e CONSIDER ACCEPTANCE OF THE BERRYMAN CANYON ENCLAVE PHASE 2 PROJECT (DEVELOPMENT SOLUTIONS ENCLAVE, LLC) INTO THE DISTRICT'S SYSTEM AND ORDER A NOTICE OF COMPLETION BE FILED

- C-f CONSIDER ACCEPTANCE OF THE BERRYMAN CANYON ENCLAVE PHASE 3 PROJECT (DEVELOPMENT SOLUTIONS ENCLAVE, LLC) INTO THE DISTRICT'S SYSTEM AND ORDER A NOTICE OF COMPLETION BE FILED
- C-g CONSIDER ACCEPTANCE OF THE BROOKSIDE LANE PAVEMENT RESTORATION PROJECT (RAMONA PAVING AND CONSTRUCTION COMPANY) INTO THE DISTRICT'S SYSTEM AND ORDER A NOTICE OF COMPLETION BE FILED
- C-h CONSIDER APPROVAL OF PRIVATE ENCROACHMENT PERMIT NO. 369A FOR 7710-7720 EL CAMINO REAL (AG-CP LA COSTA OWNER, LP) AND ORDER THE PERMIT BE RECORDED
- C-i CONSIDER CHANGING THE JULY 18, 2018 BOARD MEETING TO JULY 25, 2018

President Watt moved to authorize the Consent Calendar items as written, seconded by Director Guerin and carried unanimously.

Item 11 was heard next on the agenda.

- 11. CONSIDER STAFF-PROPOSED RATE ADJUSTMENTS TO THE OLIVENHAIN MUNICIPAL WATER DISTRICT COMMODITY WATER RATES, SYSTEM ACCESS CHARGES ("OMWD- SAC"), AND SAN DIEGO COUNTY WATER AUTHORITY INFRASTRUCTURE ACCESS CHARGE ("SDCWA – IAC") EFFECTIVE MARCH 31, 2018 AND ADOPTION OF AN ORDINANCE AMENDING THE DISTRICT'S ADMINISTRATIVE AND ETHICS CODE (Article 8 – Water Rates and Charges)

Customer Steve Linke spoke in opposition of a rate increase, specifically the fixed rate component. He passed out a presentation to the board, which he reviewed with them. The board thanked Mr. Linke for his comments.

After discussion, upon motion by President Watt and a second by Director Sprague, Ordinance 456 was approved by the following roll call vote:

AYES: Directors Guerin, Sprague, Topolovac, Varty, and Watt
NOES: None
ABSTAIN: None
ABSENT: None

- 10. CONSIDER A RESOLUTION AUTHORIZING THE APPLICATION FOR FUNDING FROM THE BUREAU OF RECLAMATION'S CALFED WATER USE EFFICIENCY GRANT PROGRAM AND GRANT AGREEMENT EXECUTION WITH THE UNITED STATES BUREAU OF RECLAMATION

Director Topolovac moved to approve of the Resolution 2018-01, seconded by Director Guerin and carried unanimously.

12. CONSIDER AUTHORIZATION FOR THE GENERAL MANAGER TO ENTER INTO NEGOTIATIONS WITH COLLIERS INTERNATIONAL FOR THE PROVISION OF REALTY SERVICES RELATED TO THE DISPOSITION OF SURPLUS PROPERTY

Director Sprague moved to authorize the General Manager to enter into negotiations with Colliers and enter into an agreement for realty services, seconded by Director Guerin and carried unanimously with Director Varty abstaining.

13. CONSIDER PARTICIPATION IN THE ASSOCIATION OF CALIFORNIA WATER AGENCIES' "NO DRINKING WATER TAX" CAMPAIGN

Director Sprague moved to authorize a contribution of \$10,000 to ACWA's "No Drinking Water Tax" campaign, seconded by Director Topolovac and carried unanimously.

15. INFORMATIONAL REPORTS

A. President's Report

President Watt reported on the ACWA DC Conference.

B. General Manager's Report

General Manager Thorner provided an update on the efforts with Department of Water Resources and WaterReuse relative to recycled water and high salinity issues.

C. Consulting Engineer's Report

Consulting Engineer MacFarlane will provide a report after the MWD meeting. He also provided an update on the California WaterFix from MWD's Water Planning and Stewardship Committee.

D. General Counsel's Report

General Counsel Smith provided a written report that was included in the board packet.

E. San Diego County Water Authority Report

Director Guerin provided a brief update on the Cost of Service Study and the rate litigation with MWD.

F. Legislative Report

The Legislative Report was included in the board packet.

G. LAFCO Report

Director Sprague reported that LAFCO finances are now being reported on a monthly basis.

H. Twelve Month Calendar/Other Meetings/Reports by Board Members Per AB 1234

ACEC Engineering Excellence Awards Banquet (Feb 8)

Directors Topolovac and Watt attended the banquet in Los Angeles.

CSUSM Report to the Community (Feb 8)

Director Varty attended the event.

CSDA Quarterly Dinner (Feb 15)

Director Varty attended the meeting.

CWA Comment Meeting (Feb 20)

Director Guerin attended the comment meeting.

COWU Breakfast (Feb 20)

Director Varty attended the breakfast.

Safety Committee Meeting (Feb 21)

Directors Topolovac and Varty attended the Safety Committee Meeting.

ACWA DC Conference (Feb 27-Mar 1)

Director Watt attended the conference.

16. CORRESPONDENCE

Correspondence was provided in the board packet.

17. AUTHORIZATION TO ATTEND UPCOMING MEETINGS / CONFERENCES / SEMINARS

There were no meetings requiring authorization to attend.

18. FUTURE AGENDA ITEMS

There were no future agenda items added.

19. CONSIDER PUBLIC COMMENTS

Comments were addressed under agenda item 11.

NOTE: The meeting was in closed session
from 5:51 p.m. to 5:56 p.m.

20. CLOSED SESSION

A) LITIGATION – SALATINO EASEMENT [PURSUANT TO GOVERNMENT CODE SECTION 54956.9]

OPEN SESSION

President Watt directed staff on all closed session items.

22. ADJOURNMENT

President Watt adjourned the meeting at 5:56 p.m.

Lawrence A. Watt, President
Board of Directors
Olivenhain Municipal Water District

ATTEST:

Gerald E. Varty, Secretary
Board of Directors
Olivenhain Municipal Water District