

Approved August 8, 2018

**EAST VALLEY WATER DISTRICT  
REGULAR BOARD MEETING**

**June 27, 2018**

**MINUTES**

The Chairman of the Board called the meeting to order at 4:30 p.m.

**PRESENT:** Directors: Carrillo, Coats, Goodrich, Morales, Smith

**ABSENT:** None

**STAFF:** John Mura, General Manager/CEO; Brian Tompkins, Chief Financial Officer; Jeff Noelte, Director of Engineering and Operations; Kelly Malloy, Director of Strategic Services; Justine Hendricksen, District Clerk; Shayla Gerber, Senior Administrative Assistant

**LEGAL COUNSEL:** Jean Cihigoyenetché

**GUEST(s):** Members of the public

**PUBLIC COMMENTS**

Chairman Carrillo declared the public participation section of the meeting open at 4:30 p.m.

There being no written or verbal comments, the public participation section was closed.

**APPROVAL OF AGENDA**

M/S/C (Coats-Goodrich) that the June 27, 2018 agenda be approved as submitted.

**CLOSED SESSION**

The Board entered into Closed Session at 4:31 p.m. as provided in the Ralph M. Brown Act Government Code Section 54956.9(d)(2) to discuss the item(s) listed on the agenda.

**THE BOARD RECONVENED THE MEETING AT 5:30 P.M.**

Ms. Jan Leja led the flag salute.

## **ROLL CALL**

**PRESENT:** Directors: Carrillo, Coats, Goodrich, Morales, Smith

**ABSENT:** None

## **ANNOUNCEMENT OF CLOSED SESSION ACTIONS**

With respect to Item #2: No reportable action taken.

## **PUBLIC COMMENTS**

Chairman Carrillo declared the public participation section of the meeting open at 5:31 p.m.

Mr. Anthony Serrano made a public comment regarding the June 2017 recycled water project draft engineering report and a question he asked at the August 1 San Bernardino Valley Municipal Water District Board meeting; and he stated that he approached the State Water Resources Control Board in regard to their recycled water policy.

There being no further written or verbal comments, the public participation section was closed at 5:33 p.m.

## **APPROVE THE JUNE 12, 2018 SPECIAL BOARD MEETING MINUTES**

M/S/C (Smith-Goodrich) that the Board approve the June 12, 2018 special board meeting minutes as submitted.

## **APPROVE THE FINANCIAL STATEMENTS FOR MAY 2018**

M/S/C (Smith-Goodrich) that the Board approve the financial statements for May 2018 as submitted.

## **DISBURSEMENTS**

M/S/C (Smith-Goodrich) that the General Fund Disbursements #252181 through #252363 which were distributed during the period of May 1, 2018 through May 31, 2018, bank drafts, and ACH Payments in the amount of \$2,157,179.95 and \$379,200.70 for payroll and benefit contributions, totaling \$2,536,380.65 be approved.

## **STERLING NATURAL RESOURCE CENTER (SNRC) OUTREACH UPDATE**

The Director of Strategic Services presented an update on public outreach efforts for the Sterling Natural Resource Center; she stated that there will be a mountain climbing theme to celebrate milestones of the project; and described how the District plans to preserve history of events.

## **LEGISLATIVE UPDATE**

The Director of Strategic Services gave an update on current legislative bills that may have an impact on ratepayers. She reviewed current outreach efforts and discussed proposed legislative items of interest to the District: water tax, service disconnection, conservation, water bonds, and primary election results.

The General Manger/CEO responded to questions from the public regarding the following: how budget-based rates work and the number of lobbyists the District utilizes.

Ms. Malloy stated that all calls regarding conservation are directed to the District's Conservation Coordinator.

## **ADOPTION OF FY 2018-19 BUDGET**

The Chief Financial Officer provided a summary of the proposed FY 2018-19 Budget; he discussed the setup and transfer of a Capital Replacement Reserve Fund; he stated that the District is taking a conservative approach to revenues due to proposed legislation. The Chief Financial Officer noted one change to the proposed budget: page 91, goal two, objective two, the wording "Framework Agreement" will be removed due to the agreement ending when the District received its latent authority to treat wastewater from Local Agency Formation Commission (LAFCO).

M/S/C (Morales-Coats) that the Board adopt the FY 2018-19 Operating and Capital Budget as submitted with changes and authorize the setup of a Capital Replacement Reserve Fund with an initial transfer of \$3,000,000 from unrestricted reserves.

## **BOARD OF DIRECTORS' REPORTS**

Director Coats reported on the following: on June 14 he attended Community Advisory Commission on Water Policy meeting where he received updates on California WaterFix; on June 18 he attended the Association San Bernardino County Special Districts Association meeting; on June 19 he attended San Bernardino Valley Municipal Water District Board meeting; and on June 20 he attended the San Bernardino Local Agency Formation Commission (LAFCO) where they activated the District's latent authority to treat wastewater.

Director Goodrich reported on the following: on June 20 he attended the San Bernardino Local Agency Formation Commission (LAFCO) where they activated the District's latent authority to treat wastewater; and he attended the San Bernardino City Council meeting where they discussed outsourcing animal control.

Director Morales reported on the following: on June 26 he attended the San Bernardino Board of Water Commissioners meeting where they adopted their budget; on June 15 he attended the Employee Events Association's Family Movie Night event; and on June 20 he attended the San Bernardino Local Agency Formation Commission meeting.

Vice Chairman Smith reported on the following: on June 15 he attended the Employee Events Association's Family Movie Night event; and on June 26 he attended the Highland Chamber of Commerce meeting.

Chairman Carrillo reported on the following: on June 18 he attended the Association San Bernardino County Special Districts Association meeting; on June 20 he attended the San Bernardino Local Agency Formation Commission meeting; on June 21 he met with the General Manager/CEO to review the agenda; and on June 26 he attended the Inland Action group meeting at the invitation of the Inland Action Chair.

Information only.

#### **GENERAL MANAGER/CEO REPORT**

The General Manager/CEO reported that on June 20 he attended Local Agency Formation Commission meeting where they activated the District's latent authority to treat wastewater; on June 21 he attended a community conversation meeting where he gave a District update. He stated that over the next two weeks, the District will be conducting Design-Build Entity interviews for the Sterling Natural Resource Center; and the District plans to announce the Design-Build partner at the second meeting in July.

The General Manager/CEO informed the Board of upcoming meetings and events:

- July 4 - District closed in observance of Independence Day
- July 10 @ 3:30 p.m. - Finance & Human Resources Committee meeting
- July 12 @ 11:30 a.m. - Retirement celebration for Mr. Dan Davis

Information only.

#### **LEGAL COUNSEL REPORT**

No report at this time.

#### **BOARD OF DIRECTORS' COMMENTS**

Director Coats thanked everyone for attending the meeting and made the following statement: "Help ensure your water future by supporting the Sterling Natural Resource Center".

Chairman Carrillo stated that the Inland Action Group had a lot of interest in the Sterling Natural Resource Center and he thanked everyone for attending the meeting.


Information only.

ADJOURN

The meeting adjourned at 6:57 p.m.



John Mura, Secretary



Chris Carrillo, Board President