

Agenda

LAZY H MUTUAL WATER COMPANY REGULAR QUARTERLY MEETING

Tuesday – April 12, 2016 – 3:00 PM

Held at the office of the Company
Yuima Municipal Water District Board Room
34928 Valley Center Road, Pauma Valley, CA

Kirk Maher, President
Don Continelli, Director
Gregory West, Director

Jack Hall, Treasurer
Dino Cardone, Director

AGENDA TOPICS

- 3:00-3:05 P.M. 1. **Roll Call** – Determination of Quorum.
2. **Approval of Agenda** – At its option, the Board may approve the agenda, delete an item, reorder items and add an item to the agenda per the provisions of Government Code §54954.2.
3. **Public Comment** – Opportunity for members of the public to address the Board on matters within the Board's jurisdiction, inquiries pertaining to an item on the agenda will be received during deliberation on that agenda item. No action can be taken unless specifically listed on the agenda (Government Code §54954.3)

Welcome returning Board members Maher, Hall, and Continelli and our new board Members Cardone and West. Congratulations to our new and continuing Board Members. Thank you for serving your community.

3:05-4:05 P.M. **I. INFORMATION/REPORTS**

1. **Board Reports/Meetings**
Office of Sustainable Water Solutions Newsletter
2. **Operations, Maintenance & Engineering**
Operations Report
Operations Plan
Service orders By District Report
History File Maintenance Report
3. **Administrative**
General Information
Well Levels
Consumption/Production Report
Power Cost & Gallons Produced Report

4:05-4:25 P.M. **II. ACTION/DISCUSSION**

1. Approve Minutes of the January 12, 2016 Regular Quarterly Meeting.
2. Approve the bills for payment

3. Review financial statements for the periods ending January 31, 2016 February 29, 2016 and March 31, 2016. Treasurer
4. Review Delinquent Accounts and take action if required. Treasurer
5. Election of Officers – In accordance with Article IV Officers, Section 1
The officers of the Corporation shall consist of a President, Vice President, Treasurer and Secretary who shall be elected for one year by the Board of Directors at its first meeting after the annual meeting of shareholders and who shall hold office until their successors are elected and qualify.
6. Proposed Resolution for Bank Accounts Authorizing Signers President

Background Newly elected Board members West and Cardone will be added to the bank accounts, and Hitchcock and Carey will be removed.

Recommendation: That the Board approve the Resolution as presented.
7. Discussion and Adoption of the 2016-17 Operating and Capital Budget, set Water and Assessment Rates for July 1, 2016 and Amend Rules and Regulations Governing Water Service, (Section 10 Rates). President

Background: The Board will discuss and adopt its 2016-17 Operating and Capital budgets. In addition the board will review its water and assessment rates for FY 2016-17 and any proposed changes to its current billing structure effective July 1, 2016 and incorporate the new rates into the Rules & Regulations by amending Section 10 of the Rules & Regulations Governing Water Service (Rates).

Recommendation: Adopt an Operating & Capital Budget for FY 2016-17 and set Water and Assessments rates.
8. Review 2016 Wholesalers Consumer Confidence Report and Lazy H CCR (draft) President

Background: By July 1st of each year the company is required to deliver a Consumer Confidence Report (CCR) to each of its water customers. Yuima has presented its 2015 Wholesalers CCR to Lazy H and staff has prepared the Lazy H CCR for Board approval prior to distribution. The CCR will be approved by Jamelle McCullough from the San Diego County, and the CCR will be distributed as required and posted on the company's web page.

Recommendation: Review and approve the CCR report as presented or as modified.
9. AB54 Required Training for new Board Members (Cardone) President

Background: AB54 law was signed into law and took effect January 2012. AB54 is a requirement for all Directors of Mutual Water Companies regardless of size. The specific law requires that each board member of a mutual water company, within six months of taking office, complete a two-hour course offered by a qualified trainer every 6 years. Directors will be reimbursed for course cost, if any, upon completion of course and presentation of certificate of completion. New Director Cardone needs

to take the course. Director West took the training in 2012.

CRWA have an open webinar on May 9th from 6 pm to 8 p.m.

10. Update on Swing Gate at the Well Entrance Field and Shade Structure over the Electrical Panel & Old electrical panel cleanup. Maher

Background: The Lazy H shade structure was delivered on March 14th. Director Maher will update the Board on the installation of the shade structure over the electrical panel and the progress on the old electrical panel clean up. In addition, Director Maher will update the board on the installation of a pipe gate at the entrance of the Company's well field property to prevent trespass. The company is required to secure its facilities and deter any trespass on its property for liability purposes and is required to post "no trespassing" signs at its sites.

11. Update on New Website for Lazy H Mutual Water Company & Approval Of charges for Web Site (LazyHwater.com) President

Background: The Board authorized Shareholder Dino Cardone to build the Lazy H Water Company web site. The site was built and Mr. Cardone turned it over to Yuima's staff to set up the web hosting, upload the source documents and maintain the site. Mr. Cardone has submitted a billing for his services in the amount of \$250. The charges for the domain \$69.99 (5 years), web hosting \$62.03 and Yuima's labor total \$758.54 (10 hours).

An overhead preview of the web site will be shown at the meeting.

12. Discussion on the Sustainable Groundwater Management Act (SGMA) and the Lazy H Mutual Water Company's desired level of participation in the Formation of a Groundwater Sustainability Agency (GSA) President

Background: Manager Johnson will discuss the San Luis Rey Watershed Authority's role in the possible formation of a GSA. The Lazy H Board needs to discuss what level of participation, if any, the Lazy H Mutual Water Company envisions its role in the GSA for ultimate preparation of a Groundwater Management Plan (GMP). The Board may consider the appointment of a Board member to represent the company and update the Board on the progress of forming a GSA.

13. Discussion & Possible Action to Authorize a Study to change the Mutual Water Company Status to an Improvement District of Yuima MWD Hall

Background: Director Hall requested the Board discuss the possibly of Lazy H Mutual Water Company changing into an Improvement District of the Yuima Municipal Water District. A study that would provide the benefits to changing status from a 501c to an Improvement District as part of a public water system. It is estimated outside professional services would require a deposit of \$3,000 plus a cost benefit study at a cost of \$1,000.

4:25-4:30 P.M. **III. OTHER BUSINESS**

1. **Stock Transfers:** Transfer Stock Certificate from Warne-Parks (#178)to Cruz (#230)
2. **Next regular quarterly meeting is Tuesday, July 12, 2016.**

4:30-4:35 P.M. **IV. ADJOURNMENT**

NOTE: In compliance with the Americans with Disabilities Act, if special assistance is needed to participate in the Board meeting, please contact the General Manager at (760) 742-3704 at least 48 hours before the meeting to enable the District to make reasonable accommodations.

Any writings or documents provided to a majority of the members of the Lazy H Mutual Water Company Board of Directors regarding any item on this agenda will be made available for public inspection during normal business hours in the office of the company located at 34928 Valley Center Road, Pauma Valley.