

**MINUTES OF THE REGULAR BOARD MEETING  
OF THE BOARD OF DIRECTORS OF THE  
RAINBOW MUNICIPAL WATER DISTRICT  
MAY 25, 2010**

1. **CALL TO ORDER** - The Regular Meeting of the Board of Directors of the Rainbow Municipal Water District on May 25, 2010 was called to order by President Petty at 12:00 p.m. in the Board Room of the District, 3707 Old Highway 395, Fallbrook, CA 92028. President Petty presiding.

2. **PLEDGE OF ALLEGIANCE**

3. **ROLL CALL:**

**Present:** Director Griffiths  
Director Lucy  
Director McManigle  
President Petty  
Director Walson

**Absent:** None

**Also Present:** Finance Manager Buckley  
Human Resources Manager Bush  
District Engineer Lee  
General Manager Seymour  
Operations and Maintenance Manager Sneed  
Board Secretary Washburn  
Legal Counsel Lemmo

No members of the public were present before Open Session. Four members of the public were present for Open Session.

4. **ADDITIONS/AMENDMENTS TO THE AGENDA (Government Code §54954.2)**

President Petty suggested discussing Items #20 and #21 immediately following Item #15 and Item #16 follow after Item #22. There were no objections.

5. **ORAL/WRITTEN COMMUNICATIONS FROM THE PUBLIC  
OPPORTUNITY FOR MEMBERS OF THE PUBLIC TO ADDRESS THE BOARD REGARDING  
CLOSED SESSION AGENDA ITEMS (Government Code § 54954.2).**

There were no comments.

Time: 12:01 p.m.

**6. CLOSED SESSION**

At any time during the session, the Board of Directors Meeting may adjourn to Closed Session to consider litigation or to discuss with legal counsel matters within the attorney client privilege.

- A. Conference with Legal Counsel–Existing Litigation (Government Code §54956.9(a))
  - Engineering Systems Inc./MIOX/Dudek & Associates
- B. Conference with Legal Counsel-Anticipated Litigation (Government Code §54956.9)
  - 30465 & 30516 Old River Road, Bonsall, CA
- C. Conference with Real Property Negotiators (Government Code §54956.8)
  - 4355 Citrus Drive, Fallbrook, CA

**Agency Negotiators:** Dave Seymour and Brian Lee  
**Under Negotiation:** Price and Terms

The meeting reconvened at 1:00 p.m.

**7. REPORT ON POTENTIAL ACTION FROM CLOSED SESSION**

President Petty reported there was no reportable action; however, Legal Counsel was provided direction on the MIOX matter.

Time Certain: 1:00 p.m.

**8. REPEAT REPORT ON POTENTIAL ACTION FROM CLOSED SESSION**

This item was addressed under Item #7 herein.

**9. REPEAT ADDITIONS/DELETIONS/AMENDMENTS TO THE AGENDA (Government Code §54954.2)**

President Petty announced the changes made under Item #4 herein.

**10. ORAL/WRITTEN COMMUNICATIONS FROM THE PUBLIC OPPORTUNITY FOR MEMBERS OF THE PUBLIC TO ADDRESS THE BOARD REGARDING ITEMS NOT ON THIS AGENDA (Government Code § 54954.2).**

There were no public comments.

**\*11. APPROVAL OF MINUTES**

- A. April 8, 2010 – Special Board Meeting/Budget and Finance Committee Meeting
- B. April 27, 2010 – Regular Board Meeting

**Action:**

***Moved by Director McManigle to approve the April 8, 2010 and April 27, 2010 minutes. Seconded by Director Lucy.***

***After consideration, the motion CARRIED by the following vote:***

(\*) - Asterisk indicates a report is attached.

**AYES:** Director Griffiths, Director Lucy, Director McManigle, President Petty and Director Walson.  
**NOES:** None.  
**ABSTAINED:** None.  
**ABSENT:** None.

**12. BOARD OF DIRECTORS' COMMENTS/REPORTS**

Directors' comments are comments by Directors concerning District business, which may be of interest to the Board. This is placed on the agenda to enable individual Board members to convey information to the Board and to the public. There is to be no discussion or action taken by the Board of Directors unless the item is noticed as part of the meeting agenda.

- A. President's Report (Director Petty)**
  - 1. SDCWA
  - 2. CSDA

President Petty made a comment on the upcoming SDCWA Board meeting pertaining to the Water Planning Committee discussion regarding the desalination project. He mentioned a special workshop will be held on June 10<sup>th</sup>. Discussion ensued. It was decided the desalination project should be on RMWD's next agenda for general discussion.

- B. Meeting, Workshop, Committee, Seminar, Etc. Reports by Directors (AB1234)**

No reports given.

- C. Directors Comments**

Director Griffiths stated for the record that he felt the Special Meeting held on May 18, 2010 was held unnecessarily and that he was uncomfortable with the decision made.

**\*13. COMMITTEE REPORTS (Approved Minutes have been attached for reference only.)**

- A. Budget and Finance Committee**

Mr. Fagan reported most of the items discussed at the May committee meeting were on the current meeting agenda for Board consideration. He announced the committee unanimously voted to appoint Sheila Walson as a full committee member. He stated the Budget and Finance Committee completed its review and voted unanimously to recommend the budget in its entirety to the Board of Directors for adoption. He pointed out although staff did an outstanding job cutting \$627,000 out of the budget in order to prevent having to increase water rates, he had some concern a little too much may have been cut. He mentioned the committee approved recommending surcharges, an inter-fund loan from sewer to CIP for the Q-3 line with postponement of the payback for one year to allow staff more time to get more information on ballot measures for possible long term financing. He pointed out Staff was very concerned about the impact surcharges will have on ratepayers.

Director Lucy stated he found the letter prepared by Mr. Fagan to be very well written and very informative. President Petty concurred and commended staff for working with the committee and providing them with guidance.

- B. Communications Committee**

(\*) - Asterisk indicates a report is attached.

1. April 5, 2010 Minutes

Mr. Seymour reported Mr. O'Leary put in his formal resignation from the committee at the May 3, 2010 meeting and how Nancy Crampton was elected to serve as President and Carolyn Mathes as Vice President. He noted the work on the quarterly newsletter was still moving forward. President Petty asked Mr. Seymour to draft a letter from the Board to Mr. O'Leary thanking him for all his hard work.

C. Engineering Committee

Ms. Brazier reported the Engineering Committee did not hold a meeting in May; however, at their April meeting they voted to recommend the Board approve two new alternate members.

Time Certain: 1:00 p.m. Public Hearing

**\*14. PUBLIC HEARING ON IMPROVEMENT DISTRICT NO. 1 WATER STANDBY CHARGES AND DISCUSSION AND POSSIBLE ACTION TO ADOPT ORDINANCE NO. 10-01, ESTABLISHING READINESS TO SERVE WATER SERVICE STANDBY ASSESSMENTS OR AVAILABILITY CHARGES FOR ALL OF THE RAINBOW MUNICIPAL WATER DISTRICT IMPROVEMENT DISTRICT NO. 1 (REQUESTED BY: GENERAL MANAGER)**

***President Petty opened the public hearing at 1:19 p.m.***

There were no public comments.

It was confirmed RMWD takes action on this item annually.

Ms. Shepherd of Shepherd & Staats addressed the Board on the services be provided in relation to the standby or availability charges for both Improvement Districts 1 and 6, respectively. She provided a report of the number of parcels and charges assessed Improvement District No. 1.

Discussion ensued regarding past discussions pertaining to these rates.

**President Petty closed the public hearing at 1:25 p.m.**

**Action:**

***Moved by Director Walson to adopt Ordinance No. 10-01. Seconded by Director McManigle.***

***After consideration, the motion CARRIED by the following vote:***

**AYES:** Director Griffiths, Director Lucy, Director McManigle, President Petty and Director Walson.  
**NOES:** None.  
**ABSTAINED:** None.  
**ABSENT:** None.

Time Certain: 1:00 p.m. Public Hearing

**\*15. PUBLIC HEARING ON IMPROVEMENT DISTRICT NO. 6 WATER STANDBY CHARGES AND DISCUSSION AND POSSIBLE ACTION TO ADOPT ORDINANCE NO. 10-02, ESTABLISHING READINESS TO SERVE WATER SERVICE STANDBY ASSESSMENTS OR AVAILABILITY CHARGES FOR ALL OF THE RAINBOW MUNICIPAL WATER DISTRICT IMPROVEMENT DISTRICT NO. 6 (REQUESTED BY: GENERAL MANAGER)**

***President Petty opened the public hearing at 1:25 p.m.***

There were no public comments.

Ms. Shepherd reported on the number of parcels and charges assessed for Improvement District No. 6.

Discussion ensued. It was confirmed the charges collected would only benefit those residing in Improvement District No. 6. Ms. Shepherd explained the money comes into its own specific account and the funds are then accrued and allocated according to the Ordinance.

Director Lucy inquired as to whether or not some of the funds could be utilized for part of the offset. Mr. Seymour said he would check with Legal Counsel. Mr. Buckley mentioned he receives occasional phone calls on this matter from RMWD customers that may be paying these charges, but not able to get water for one reason or another.

***President Petty closed the public hearing at 1:34 p.m.***

**Action:**

***Moved by Director Lucy to adopt Ordinance 10-02. Seconded by Director Walson.***

***After consideration, the motion CARRIED by the following vote:***

**AYES:** Director Griffiths, Director Lucy, Director McManigle, President Petty and Director Walson.  
**NOES:** None.  
**ABSTAINED:** None.  
**ABSENT:** None.

*Discussion went to Item #20.*

## **BOARD ACTION ITEMS**

### **16. DISCUSSION AND POSSIBLE ACTION REGARDING BOARD MEMBER ATTENDANCE AND PARTICIPATION AT COMMITTEE MEETINGS (REQUESTED BY: PRESIDENT PETTY)**

***President Petty called for a break at 2:57 p.m.***

***The meeting reconvened at 3:03 p.m.***

President Petty pointed out it was brought to his attention there was a potential Brown Act violation at last month's committee meetings; therefore, he thought it should be discussed to figure out a way to avoid a reoccurrence.

Ms. Brazier read aloud comments expressing her concern regarding the escalating participation of non-committee member directors attending committee meetings, especially the Budget and Finance. She pointed out it violates the Brown Act, which is the law. She offered two possible remedies to this problem. She strongly stressed how concerned she was regarding the Brown Act violations as well as the ability for the committees to survive and flourish. She stated committee meetings should not serve as a means for directors with strong opinions to get two bites of the apple: one in shaping the recommendations to the Board and another in discussing and voting on those recommendations at Board meetings. She urged the Board to protect and maintain the ability of the committees to function independently, and free of the distraction of unwarranted director participation. She concluded by imploring the Board not to make committee meetings Board meetings, but rather let the committees do their work.

Ms. Rhyne stated there has been a great deal of arguing of points going on the between Directors at committee meetings. She said at the committee meetings directors should be allowed to attend; however, they should ask questions only rather than engaging in conversation involving three Board Members due to the fact it makes a quorum.

Legal Counsel pointed out if a quorum is present at a committee meeting, the discussion becomes Board business rather than committee business; therefore, the Board Members may attend but only do so as observers without participation in discussion.

Director Griffiths said if a quorum of Directors attends a committee meeting, it does not really matter. He questioned if Board Members are also members of the public they should be allowed to participate in the dialogue in order to put their opinions on the floor. Legal Counsel reiterated it would become a Board meeting conducting Board business.

Ms. Brazier explained public members come to open meetings to voice their opinions, but have no voice in making final decisions. She stated when Directors attend committee members, they have an opportunity to voice their opinion at Committee Meetings and then participate in the decision making process which is unfair to the members of the public.

Discussion continued.

Director McManigle stressed the Committee Chairperson needs to take control of the meeting. He added he objected to these occurrences due to the fact every month he will be absent three out of four meetings which he would not like. Discussion followed.

Director Griffiths insisted Board Members should be allowed to participate due to the fact they may have input that could assist committee members. Ms. Brazier expressed concern this was

(\*) - Asterisk indicates a report is attached.

exactly the problem; Directors attend with the idea they need to educate the committee members to their way of thinking. Discussion continued.

President Petty submitted paperwork to the Board for the record. He explained RMWD has a Board Member (referring to Director Griffiths) that continually challenges, tries to refute, or flat out tell staff they do not know what they are doing, etc. and has had a formal complaint filed against him with which the State of California agreed. President Petty said due to the fact this particular Director deliberately calls out the Board when a vote is made with which he does not agree and then trying to sway their thoughts, etc. he wanted to submit a copy of the formal complaint for the record (see Exhibit "A"). He pointed out to his knowledge Director Griffiths has not answered to the State on this violation. Director Griffiths stated it was still under investigation.

President Petty suggested leaving everything as it is; however, should a Board Member choose to attend a committee meeting and it makes a quorum of Directors, then they may only attend as observers and not participate in the discussions. Discussion continued.

**Action:**

***Moved by Director McManigle that the Chairperson be responsible for preventing any Brown Act violations. Seconded by President Petty. No vote taken.***

Mr. Seymour pointed the current RMWD Administrative Code policy states that Directors that are not member of the committee may attend only as observers.

Legal Counsel pointed out under the Brown Act, two directors may participate; however, RMWD's Ordinance states that only the Directors serving as Committee Member may participate in discussions and any other Directors may only attend as observers.

Director McManigle withdrew his original motion.

Discussion continued.

No action taken.

*Discussion went to Item #23.*

**\*17. DISCUSSION AND POSSIBLE ACTION ON RESOLUTION 10-09 ADOPTING THE MITIGATED NEGATIVE DECLARATION FOR LIFT STATION 2 REPLACEMENT PROJECT**

Mr. Lee noted the Directors were provided with copies of the Mitigated Negative Declaration several weeks ago for their review. He explained staff was requesting that the Board adopt Resolution 10-09 which essentially declares the Mitigated Negative Declaration was complete as well as authorize it being filed with the County of San Diego. He said the biggest impact will most likely be the purchase of three-tenths of an acre of environmental space through conservancy of some sort. He noted staff was in the negotiating process on two separate properties.

Mr. Lee pointed out the majority of the plant was being constructed on disturbed property already. Director Griffiths stated he goes by the site every day and the property right now looks extremely disturbed by the Highway 76 expansion. Director Walson pointed out the highway project had nothing to do with Lift Station 2; however, Director Griffiths disagreed.

**Action:**

***Moved by President Petty to approve Resolution 10-09. Seconded by Director McManigle.***

***After consideration, the motion carried by the following vote:***

**AYES:** Director Lucy, Director McManigle, President Petty and Director Walson.  
**NOES:** Director Griffiths.  
**ABSTAINED:** None.  
**ABSENT:** None.

Discussion went to Item #18.

**\*18. DISCUSSION AND POSSIBLE ACTION ON NOTICE OF NECESSITY FOR LIFT STATION 2**

President Petty noted this was carried over from the last meeting due to the lack of voting members.

**Action:**

***Moved by President Petty to approve Resolution 10-07. Seconded by Director Walson.***

***After consideration, the motion carried by the following vote:***

**AYES:** Director Lucy, Director McManigle, President Petty and Director Walson.  
**NOES:** Director Griffiths.  
**ABSTAINED:** None.  
**ABSENT:** None.

Discussion went to Item #19.

**\*19. DISCUSSION AND POSSIBLE ACTION TO AUTHORIZE THE RELEASE OF CONSTRUCTION METERS FOR THE HORSE RANCH CREEK ROAD PROJECT**

Mr. Lee pointed out the direct concern Staff was addressing the improvement of Horse Ranch Creek Road, not the actual construction of the college which was why Staff was going with the health, safety, and welfare issue.

Paul Metcalf, representing Palomar College, gave a presentation noting the location of the project for which the construction meters would be utilized. Discussions took place.

Mr. Lee confirmed as long as a construction meter remains in use, a cutoff date would not exist.

Discussion ensued regarding the possible need to realign existing sewer lines.

**Action:**

(\*) - Asterisk indicates a report is attached.

**Moved by Director McManigle to authorize and release construction meters for the Horse Ranch Creek Road project. Seconded by Director Lucy.**

**After consideration, the motion CARRIED by the following vote:**

**AYES:** Director Griffiths, Director Lucy, Director McManigle, President Petty and Director Walson.  
**NOES:** None.  
**ABSTAINED:** None.  
**ABSENT:** None.

**Director Lucy excused himself from the meeting at 2:57 p.m.**

Discussion went to Item #16.

**\*20. FISCAL YEAR 2010-2011 BUDGET ADOPTION**

Mr. Seymour mentioned how several presentations have been made to the Board on the budget and that all the input from the Budget and Finance Committee and the Board of Directors has been implemented into the package being brought before them today for consideration. He pointed out it was a pretty tight budget; however, he believed the District could go another year or two without some of the items removed, but stressed those items will need to be addressed at some time in the future.

**Action:**

**Moved by Director McManigle to adopt the Fiscal Year 2010-2011 Budget. Seconded by Director Lucy.**

**After consideration, the motion CARRIED by the following vote:**

**AYES:** Director Lucy, Director McManigle, President Petty and Director Walson.  
**NOES:** Director Griffiths.  
**ABSTAINED:** None.  
**ABSENT:** None.

Director Griffiths inquired about the CIP portion of the budget. Mr. Buckley provided extra copies of a CIP summary page for those that did not add them to their individual budget books.

It was noted the Line Q-3 costs already exceeded the amount allocated.

Director Walson inquired as to how much money has been spent on water emergencies over the past year. Mr. Lee said to his knowledge there have been no such requests.

President Petty commended staff, the Budget and Finance Committee, and Engineering Committee for all their hard work putting this budget together.

Director Griffiths expressed his concerns the CIP portion of the budget. He explained he opposed the budget adoption based on Lift Station 2, the tanks, etc.

Discussion went to Item #21.

(\*) - Asterisk indicates a report is attached.

**\*21. DISCUSSION AND POSSIBLE ACTION TO ESTABLISH AND IMPLEMENT A MONTHLY METER SURCHARGE FOR THE PURPOSE OF FUNDING TWO YEARS OF RESERVOIR MODIFICATION PROJECTS NECESSARY TO BRING RMWD FACILITIES INTO COMPLIANCE WITH REGULATIONS REGARDING UNCOVERED DRINKING WATER RESERVOIRS, AND TO PURSUE VOTER APPROVAL FOR LONG-TERM FINANCING FOR THE BALANCE OF THE RESERVOIR PROJECTS AND LINE Q-3 REPAIRS**

Mr. Seymour explained the changes made on the recommended surcharge plan as they are laid out in the handout provided. He reminded the Board the proposed does not include the geotechnical studies for Beck Reservoir.

Discussions ensued.

Mr. Seymour explained the election options for 2011, including the fact the total financial burden could be put on RMWD. Mr. Seymour noted staff was currently recommending borrowing \$2.5M from the sewer CIP fund as previously approved by the Board; however, staff would be coming back to the Board for approval to borrow an additional \$1M.

Mr. Seymour concluded by stating staff realizes this was not a good time to be raising any rates and how painful the decision and implementation will be for everyone, but RMWD was really running out of options and needs to figure out how to pay for these projects.

Discussion ensued regarding possibly putting something on the ballot for public vote and what information the measure should include. It was noted these discussions should take place once the Board decides to proceed with an election.

Mr. Fagan pointed out should RMWD borrow from the sewer fund those monies will need to be paid back; therefore, there has to be some sort of surcharge implemented. Discussion continued.

Discussion ensued regarding possibly going out for elections as well as potential impact.

Director Griffiths suggested getting engineering decisions for each of the three priority projects and provide cost estimates on the upcoming November ballot. Discussion ensued due to the fact estimates were provided for Proposition A and it did not pass. Director Lucy expressed concern there may not be enough information available until the 2011 elections.

President Petty asked staff whether or not they would have enough information available for the November 2010 election. Mr. Seymour pointed out this was brought to the Board in January and February 2010 in order to make the November ballot, the Board decided they wanted hard numbers before going out for public vote and now it may be too late.

Discussion continued regarding possible ballot measures for upcoming elections.

Mr. Seymour clarified all the Board has to do today was set the date for the public hearing on the surcharge which will provide staff and the Board with 45 days to send out the required notices.

Discussion returned from Item #22.

Mr. Seymour clarified the Board's direction was to pursue UV at Beck and nothing else. President Petty stated everything researched over the last several years seems to point to UV being the best option for Beck Reservoir. Mr. Lee pointed out the assumption with UV is that RMWD would be able to utilize full capacity at Beck Reservoir; however, should the geotechnical study report show that it would only be utilized at half capacity, a floating cover may be a viable offer. He made the argument that cost-wise it may be prudent to hold off on a decision for Beck Reservoir until RMWD receives the results of the geotechnical study.

Mr. Seymour asked Mr. Lee to obtain a rough cost estimate for a UV plant as well as a best and worst case scenario for ballot measure purposes. Director McManigle recommended also utilizing the costs of FPUD's Red Mountain UV system at a starting point; however, some issues with Red Mountain must be taken into consideration.

President Petty asked that this matter be on the July meeting agenda.

Discussion went to Item #17.

**22. DISCUSSION AND POSSIBLE ACTION TO SET THE DATE FOR A PUBLIC HEARING FOR THE PURPOSE OF ADJUSTING WATER RATES AND CHARGES**

**Action:**

***Moved by President Petty to set the date for the public hearing on potential meter surcharges for the August Board meeting. Seconded by Director McManigle.***

***After consideration, the motion CARRIED by the following vote:***

**AYES:** Director Griffiths, Director Lucy, Director McManigle, President Petty and Director Walson.  
**NOES:** None.  
**ABSTAINED:** None.  
**ABSENT:** None.

President Petty explained the reason for moving the public hearing back from the July meeting to the August meeting was to allow for some more time to figure out which way to proceed.

Discussion returned to Item #21.

Discussion went to Item #16.

**23. DISCUSSION AND POSSIBLE ACTION TO APPOINT NEW ENGINEERING COMMITTEE MEMBERS**

**Action:**

***Moved by Director McManigle to appoint Timothy Prince and Maureen Rhyne as new members of the Engineering Committee. Seconded by President Petty. No action taken.***

Director Griffiths asked for Mr. Prince's qualifications. Mr. Lee explained Mr. Prince has attended an Engineering Committee meeting and has expressed an interest in serving as an alternate on the committee as an active ratepayer at RMWD. It was confirmed these appointments were a recommendation of the committee.

Director Walson questioned the role of the Engineering Committee and how it has not met his expectations. He said in order to avoid being a "rubber stamp" committee, the members serving on this committee needed to be technically trained engineers in order to make recommendations for the best solutions and options to the Board. He concluded by stating he supports Mr. Prince's appointment based on the fact he is an engineer, but not that of Ms. Rhyne. Director Griffiths' supported Director Walson's position.

Ms. Brazier stated due to the fact there was not a full Board present and the vote would be a 2-2 vote, the Engineering Committee would like to withdraw this recommendation at this time and bring it back to the Board next month for the entire Board's consideration.

Mr. Seymour asked Director Walson to elaborate on his comment regarding the Engineer Committee being a "rubber stamp" committee. Director Walson claimed the Committee Members listen to Mr. Lee's suggestions and agree with him without hearing the concerns of others. He utilized the offset fees as an example. Mr. Seymour pointed out the committee listened to all of the information provided to them from every source, including Director Walson's, on the offset fees and made their own conclusion; therefore, it was not fair to say the whole committee was "rubber stamping" items. Discussion continued.

President Petty verified with Ms. Brazier the Engineering Committee would like to delay this item until the June meeting. Ms. Brazier confirmed.

**24. DISCUSSION AND POSSIBLE ACTION TO APPOINT NEW BUDGET & FINANCE COMMITTEE MEMBERS**

**Action:**

***Moved by Director Griffiths to appoint Mrs. Walson as a Committee Member. Seconded by Director McManigle.***

***After consideration, the motion CARRIED by the following vote:***

**AYES:** Director Griffiths, Director Lucy, Director McManigle, President Petty and Director Walson.  
**NOES:** None.  
**ABSTAINED:** None.  
**ABSENT:** None.

(\*) - Asterisk indicates a report is attached.

Ms. Rhyne challenged the qualifications of Mrs. Walson as a financial expert allowing her to serve on the Budget and Finance Committee when her own appointment to the Engineering Committee was being challenged based on her lack of engineering expertise.

It was recommended Director Walson recuse himself from this vote.

**\*25. RECEIVE AND FILE INFORMATION ITEMS FOR APRIL 2010**

- A. General Manager Comments**
  - 1. Meetings, Conferences and Seminar Calendar
- B. Operations & Maintenance Manager Comments**
  - 1. Water Services Report
  - 2. Water Operations Report
  - 3. Valve Maintenance Report
  - 4. Wastewater Services Report
  - 5. Safety and Emergency Planning Report
  - 6. Meter Services Report
  - 7. Cross Connection Report
  - 8. Project Management Report
- C. District Engineer Comments**
  - 1. Engineering Report
- D. Human Resource Manager Comments**
  - 1. Changes in Personnel
  - 2. Organizational Chart

**Action:**

***Moved by Director McManigle to receive and file information items. Seconded by President Petty.***

***After consideration, the motion CARRIED by the following vote:***

- AYES:** Director Griffiths, Director Lucy, Director McManigle, President Petty and Director Walson.
- NOES:** None.
- ABSTAINED:** None.
- ABSENT:** None.

Director Griffiths suggested the General Manager advise Mr. Walson of LAFCO meetings and Director Walson should decide whether or not he should attend. President Petty requested this change be made to the Meetings, Conference and Seminar Calendar and any necessary changes to the Administrative Code would be brought back for Board consideration.

Discussions ensued on Item #25B2.

Mr. Seymour announced road closures on Highway 76 for the next three nights from 9:00 p.m.-5:00 a.m.

Director Griffiths requested a copy of the valve maintenance schedule from Mr. Sneed. Mr. Sneed explained this was not available due to the many variables involved with the program.

(\*) - Asterisk indicates a report is attached.

Directors Walson and McManigle made inquiries on Item #25C1.

Director Griffiths made an inquiry on Item #25B7.

Discussion ensued regarding RMWD pipes being moved along Highway 76. It was suggested this be on the next agenda for discussion.

Director Griffiths asked when the final design for Lift Station 2 was expected to be finalized. Mr. Lee stated he hoped to have it for the next meeting.

Director Griffiths inquired as to whether or not RMWD was too late to consider UV at Morro Reservoir due to the fact the costs have come down significantly. It was noted this was not an agenda item.

Mrs. Bush mentioned thirteen employees attended the 2010 First Quarter Anniversary.

**\*26. RECEIVE AND FILE FINANCIAL STATEMENTS AND INFORMATION FOR APRIL 2010**

**A. Finance Manager Comments**

1. Interim Financial Statement
2. Monthly Investment Report
3. Directors' Expense
4. Check Register
5. Water Purchases & Sales Summary
6. Statistical Summary
7. Metropolitan IAWP Reduction Programs
8. Metropolitan SAWR Reduction Program
9. RMWD Domestic Reduction Program
10. Projected CIP Cash Flow Report

**Action:**

***Moved by Director McManigle to receive and file financial statements and information.  
Seconded by President Petty.***

***After consideration, the motion CARRIED by the following vote:***

**AYES:** Director Griffiths, Director Lucy, Director McManigle, President Petty and Director Walson.

**NOES:** None.

**ABSTAINED:** None.

**ABSENT:** None.

Director Griffiths made an inquiry on Item #26A1.

Directors Walson and Griffiths made inquiries on Item #26A4.

Director Griffiths suggested removing meetings that are not paid for by the District from the Directors' Expense Report.

Director Walson inquired about the information provided on Item #26A5.

(\*) - Asterisk indicates a report is attached.

**27. LIST OF SUGGESTED AGENDA ITEMS FOR THE NEXT REGULAR BOARD MEETING**

It was noted the proposed surcharges, Highway 76 pipe realignment update and status report, appointment of Engineering Committee members, and Desalination project should all be on the next Board meeting agenda.

**28. ADJOURNMENT - To Tuesday, June 22, 2010 at 1:00 p.m.**

***The meeting was adjourned with a motion made by President Petty to a regular meeting on June 22, 2010 at 1:00 p.m.***

The meeting was adjourned at 4:07 p.m.

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**Rua Petty, Board President**

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**Dawn M. Washburn, Board Secretary**