

AGENDA FOR A REGULAR MEETING OF THE BOARD OF DIRECTORS
OF THE VALLECITOS WATER DISTRICT
WEDNESDAY MARCH 3, 2010, AT 4:00 P.M.
AT THE DISTRICT OFFICE
201 VALLECITOS DE ORO, SAN MARCOS, CALIFORNIA

CALL TO ORDER – PRESIDENT FERGUSON

PLEDGE OF ALLEGIANCE – DIRECTOR SHELL

ROLL CALL

In the case of an emergency, items may be added to the Agenda by a majority vote of the Board of Directors. An emergency is defined as a work stoppage; a crippling disaster; or other activity which severely imperils public health, safety, or both. Also, items which arise after the posting of the Agenda may be added by a two-thirds vote of the Board of Directors.

ADOPT AGENDA FOR THE REGULAR MEETING OF MARCH 3, 2010

ORAL COMMUNICATIONS

Persons wishing to address a matter not on the Agenda may be heard at this time; however, no action will be taken until the matter is placed on a future agenda in accordance with Board policy.

NOTICE TO THE PUBLIC

All matters listed under the Consent Calendar will be voted upon by one motion. There will be no separate discussion of these items, unless a Board member or member of the public requests that a particular item(s) be removed from the Consent Calendar, in which case it will be considered separately under Action Items.

CONSENT CALENDAR

- 1.1 APPROVAL OF MINUTES
- A. BOARD COMMITTEE MEETING – FEBRUARY 8, 2010
 - B. REGULAR BOARD MEETING – FEBRUARY 17, 2010
 - C. PUBLIC AWARENESS/PERSONNEL/POLICY COMMITTEE – FEBRUARY 23, 2010

Approved minutes become a permanent public record of the District.

Recommendation: Approve Minutes

1.2 WARRANT LIST THROUGH MARCH 3, 2010 - \$2,172,921.55

Recommendation: Approve Warrant List

*****END OF CONSENT CALENDAR*****

ACTION ITEMS

2.1 AUTHORIZATION TO ADD DIRECTOR OF FINANCE TOM SCAGLIONE AND ENGINEERING MANAGER KEN GERDES AS SIGNORS ON DISTRICT BANK ACCOUNT

In recent years three management positions have been eliminated. The District currently has only two signors on staff.

Recommendation: Authorize Finance Director Tom Scaglione and Engineering Manager Ken Gerdes to be signors on the District's checking account

2.2 RESOLUTION CONCURRING IN THE NOMINATION OF JOAN FINNEGAN TO THE OFFICE OF PRESIDENT OF THE ASSOCIATION OF CALIFORNIA WATER AGENCIES/JOINT POWERS INSURANCE AUTHORITY (ACWA/JPIA)

The Municipal Water District of Orange County has requested this District's support in the nomination of Joan Finnegan to the Office of President of ACWA/JPIA. Nominations are due to the ACWA/JPIA office on March 19, 2010.

Recommendation: Request Board Direction

2.3 RESOLUTION CONCURRING IN THE NOMINATION OF MERLE ALSHIRE TO THE OFFICE OF VICE PRESIDENT OF THE ASSOCIATION OF CALIFORNIA WATER AGENCIES/JOINT POWERS INSURANCE AUTHORITY (ACWA/JPIA)

The Valley Center Water District has requested this District's support in the nomination of Merle Alshire to the Office of Vice President of ACWA/JPIA. Nominations are due to the ACWA/JPIA office on March 19, 2010.

Recommendation: Request Board Direction

2.4 RESOLUTION CONCURRING IN THE NOMINATION OF CHARLES MUSE TO THE EXECUTIVE COMMITTEE OF THE ASSOCIATION OF CALIFORNIA WATER AGENCIES/JOINT POWERS INSURANCE AUTHORITY (ACWA/JPIA)

The Helix Water District has requested this District's support in the nomination of Charles Muse to the Executive Committee of ACWA/JPIA. Nominations are due to the ACWA/JPIA office on March 19, 2010.

Recommendation: Request Board Direction

- 2.5 RESOLUTION CONCURRING IN THE NOMINATION OF MELODY A. MCDONALD TO THE EXECUTIVE COMMITTEE OF THE ASSOCIATION OF CALIFORNIA WATER AGENCIES/JOINT POWERS INSURANCE AUTHORITY (ACWA/JPIA)

The San Bernardino Valley Water Conservation District has requested this District's support in the nomination of Melody A. McDonald to the Executive Committee of ACWA/JPIA. Nominations are due to the ACWA/JPIA office on March 19, 2010.

Recommendation: Request Board Direction

- 2.6 RESOLUTION CONCURRING IN THE NOMINATION OF PAUL E. DOREY TO THE EXECUTIVE COMMITTEE OF THE ASSOCIATION OF CALIFORNIA WATER AGENCIES/JOINT POWERS INSURANCE AUTHORITY (ACWA/JPIA)

The Vista Irrigation District has requested this District's support in the nomination of Paul E. Dorey to the Executive Committee of ACWA/JPIA. Nominations are due to the ACWA/JPIA office on March 19, 2010.

Recommendation: Request Board Direction

*****END OF ACTION ITEMS*****

REPORTS

- 3.1 GENERAL MANAGER
3.2 DISTRICT LEGAL COUNSEL
3.3 SAN DIEGO COUNTY WATER AUTHORITY
3.4 ENCINA WASTEWATER AUTHORITY
3.5 ACWA/REGION 10
3.6 LAFCO
3.7 DIRECTORS REPORTS ON TRAVEL/CONFERENCES/SEMINARS ATTENDED

- Director Poltl submitted a written report on his attendance to the CWUSDC meeting on February 16, 2010, and is on file.

- Director Poltl submitted a written report on his attendance to the CSDA Quarterly Dinner Meeting on February 18, 2010, and is on file.

- Director Poltl submitted a written report on his attendance to the City of San Marcos State of the City Address on February 23, 2010, and is on file.
- Director Shell submitted a written report on his attendance to the City of San Marcos State of the City Address on February 23, 2010, and is on file.

*****END OF REPORTS*****

OTHER BUSINESS

4.1 MEETINGS

WaterReuse Annual Conference

March 7 – 9, 2010 – Paradise Point Resort - San Diego, CA

ACWA Spring Conference

May 4 – 7, 2010 – Conference Center, Monterey, CA

*****END OF OTHER BUSINESS*****

CLOSED SESSION

- 5.1 CLOSED SESSION WITH LEGAL COUNSEL PURSUANT TO GOVERNMENT CODE SECTION 54956.9(b)(1) – DISCUSSION WITH LEGAL COUNSEL CONCERNING POTENTIAL LITIGATION (One Case)

*****END OF CLOSED SESSION*****

6.1 ADJOURNMENT

*****END OF AGENDA*****

If you have any disability which would require accommodation in order to enable you to participate in this meeting, please call the Executive Secretary at 760.744.0460 ext. 261 at least 48 hours prior to the meeting.

AFFIDAVIT OF POSTING

I, Diane Posvar, Administrative Secretary of the Vallecitos Water District, hereby certify that I caused the posting of this Agenda in the outside display case at the District office, 201 Vallecitos de Oro, San Marcos, California by 3:00 p.m., Friday, February 26, 2010.


Diane Posvar

MINUTES OF THE REGULAR MEETING OF THE BOARD OF DIRECTORS
OF THE VALLECITOS WATER DISTRICT
WEDNESDAY, MARCH 3, 2010, AT 4:00 PM AT THE DISTRICT OFFICE,
201 VALLECITOS DE ORO, SAN MARCOS, CALIFORNIA

President Ferguson called the Regular meeting to order at the hour of 4:00 p.m.

Director Shell led the pledge of allegiance.

Present: Director Ferguson
Director Gentry
Director Hannan
Director Poltl
Director Shell

Staff Present: General Manager Lamb
Legal Counsel Jackson
Director of Finance Scaglione
Engineering Manager Gerdes
Operations Manager Arrant
Public Information/Conservation Supervisor Urabe
Public Information Specialist Webb
Administrative Secretary Posvar

ADOPT AGENDA FOR THE REGULAR MEETING OF MARCH 3, 2010

10-03-01 MOTION WAS MADE by Director Shell, seconded by Director Poltl, and carried unanimously, to adopt the agenda for the Regular Board Meeting of March 3, 2010.

ORAL COMMUNICATIONS

None.

CONSENT CALENDAR

10-03-02 MOTION WAS MADE by Director Gentry, seconded by Director Poltl, and carried unanimously, to approve the Consent Calendar as presented.

1.1 Approval of Minutes

- A. Board Committee Meeting – February 8, 2010
- B. Regular Board Meeting – February 17, 2010
- C. Public Awareness/Personnel/Policy Committee – February 23, 2010

1.2 Warrant List through March 3, 2010 - \$2,172,921.55

ACTION ITEMS

AUTHORIZATION TO ADD DIRECTOR OF FINANCE TOM SCAGLIONE AND
ENGINEERING MANAGER KEN GERDES AS SIGNORS ON DISTRICT BANK
ACCOUNT

General Manager Lamb reported that in recent years three management positions have been eliminated which were also signors on the District's checking account. The addition of the Finance Director and Engineering Manager will alleviate the issue of not having a second signor to sign checks on any given day. General Manager Lamb also noted that an electronic check signing policy would be brought to the Board for consideration in the near future.

General Manager Lamb recommended that the Board authorize Director of Finance Tom Scaglione and Engineering Manager Ken Gerdes to be signors on the District's checking account.

10-03-03 MOTION WAS MADE by Director Hannan, seconded by Director Shell, and carried unanimously, to authorize adding Director of Finance Tom Scaglione and Engineering Manager Ken Gerdes as signors on the District's bank account.

RESOLUTION CONCURRING IN THE NOMINATION OF JOAN FINNEGAN TO THE
OFFICE OF PRESIDENT OF THE ASSOCIATION OF CALIFORNIA WATER
AGENCIES/JOINT POWERS INSURANCE AUTHORITY

General Manager Lamb reported that the Municipal Water District of Orange County has requested this District's support in the nomination of Joan Finnegan to the Office of President of the Association of California Water Agencies/Joint Powers Insurance Authority (ACWA/JPIA).

10-03-04 MOTION WAS MADE by Director Hannan, seconded by Director Shell, and carried unanimously, to support the nomination of Joan Finnegan.

Resolution #1344 – the roll call vote was as follows:

AYES: GENTRY, HANNAN, POLTL, SHELL, FERGUSON
NOES:
ABSTAIN:
ABSENT:

RESOLUTION CONCURRING IN THE NOMINATION OF MERLE ALSHIRE TO THE
OFFICE OF VICE PRESIDENT OF THE ASSOCIATION OF CALIFORNIA WATER
AGENCIES/JOINT POWERS INSURANCE AUTHORITY

General Manager Lamb reported that the Valley Center Water District has requested this District's support in the nomination of Merle Alshire to the Office of Vice President of ACWA/JPIA.

10-03-05 MOTION WAS MADE by Director Hannan, seconded by Director Shell, and carried unanimously, to support the nomination of Merle Alshire.

Resolution #1339 – the roll call vote was as follows:

AYES: GENTRY, HANNAN, POLTL, SHELL, FERGUSON
NOES:
ABSTAIN:
ABSENT:

RESOLUTION CONCURRING IN THE NOMINATION OF CHARLES MUSE TO THE EXECUTIVE COMMITTEE OF THE ASSOCIATION OF CALIFORNIA WATER AGENCIES/JOINT POWERS INSURANCE AUTHORITY

General Manager Lamb reported that the Helix Water District has requested this District's support in the nomination of Charles Muse to the Executive Committee of ACWA/JPIA.

10-03-06 MOTION WAS MADE by Director Hannan, seconded by Director Shell, and carried unanimously, to support the nomination of Charles Muse.

Resolution #1340 – the roll call vote was as follows:

AYES: GENTRY, HANNAN, POLTL, SHELL, FERGUSON
NOES:
ABSTAIN:
ABSENT:

RESOLUTION CONCURRING IN THE NOMINATION OF MELODY A. MCDONALD TO THE EXECUTIVE COMMITTEE OF THE ASSOCIATION OF CALIFORNIA WATER AGENCIES/JOINT POWERS INSURANCE AUTHORITY

General Manager Lamb reported that the San Bernardino Valley Water Conservation District has requested this District's support in the nomination of Melody A. McDonald to the Executive Committee of ACWA/JPIA.

10-03-07 MOTION WAS MADE by Director Hannan, seconded by Director Shell, and carried unanimously, to support the nomination of Melody A. McDonald.

Resolution #1342 – the roll call vote was as follows:

AYES: GENTRY, HANNAN, POLTL, SHELL, FERGUSON
NOES:
ABSTAIN:
ABSENT:

RESOLUTION CONCURRING IN THE NOMINATION OF PAUL E. DOREY TO THE EXECUTIVE COMMITTEE OF THE ASSOCIATION OF CALIFORNIA WATER AGENCIES/JOINT POWERS INSURANCE AUTHORITY

General Manager Lamb reported that the Vista Irrigation District has requested this District's support in the nomination of Paul E. Dorey to the Executive Committee of ACWA/JPIA.

10-03-08 MOTION WAS MADE by Director Hannan, seconded by Director Shell, and carried unanimously, to support the nomination of Paul E. Dorey.

Resolution #1345 – the roll call vote was as follows:

AYES: GENTRY, HANNAN, POLTL, SHELL, FERGUSON
NOES:
ABSTAIN:
ABSENT:

REPORTS

GENERAL MANAGER

General Manager Lamb reported that an invitation to the San Marcos Economic Development Corporation Meeting and General Plan Advisory Commission scheduled on March 17, 2010, at 12:00 pm was distributed to each Board member. Any Board member wishing to attend should notify Administrative Secretary Posvar.

General Manager Lamb reported that the State's water allocation projection has been increased from 5% to 15%. There will be one more snow reading to verify snow packs and the allocation may increase once the snow season is over.

General Manager Lamb distributed a copy of the FitchRatings 2010 Water and Sewer Sector Outlook. The report covers the strength, the ability to cover debt, and improvements that are pending. The report is a very favorable review overall by the rating agency.

General Manager Lamb provided an update on the drought response in acre feet. M&I year to date (Feb. 28, 2009) demand is 1,901 acre feet, or 15.8% less than the M&I allotment. IAWP year to date demand is 53 acre feet, or 57.6%, less than the IAWP allotment. SAWR year to date demand is 141 acre feet, or 29.0%, less than the SAWR allotment. February production in acre feet was 669. February rainfall in inches was 5.20. Meters in service in February were 20,424.

General Manager Lamb reported that District employees received a COLA of 0.6% and will be included in the next payroll.

General Manager Lamb reported that the Public Awareness/Personnel/Policy Committee met on February 24 to discuss the annual employee recognition event and further requested that a date be set for the event. April 14, 2010, at 11:30 a.m. was selected.

DISTRICT COUNSEL

None.

SAN DIEGO COUNTY WATER AUTHORITY

Director Ferguson reported that the February 25, 2010, Summary of Formal Board of Directors' meeting was distributed.

ENCINA WASTEWATER AUTHORITY

Director Hannan reported that the Board meeting was held on February 24, 2010.

ACWA REGION 10

Director Gentry reported that a conference call meeting will be held this month. He further reported that there is some discussion to have a 3 day bus tour for the Joint Regions Workshop in the fall.

LAFCO

Director Poltl reported that the February 19, 2010, Advisory Committee meeting minutes was distributed.

DIRECTORS REPORTS ON TRAVEL/CONFERENCES/SEMINARS ATTENDED

President Ferguson noted that written reports from Directors were provided as well as one being distributed at the meeting. The reports are on file.

Director Hannan provided an oral report on the City of San Marcos State of the City Address held on February 23, 2010.

OTHER BUSINESS

None.

CLOSED SESSION

CLOSED SESSION WITH LEGAL COUNSEL PURSUANT TO GOVERNMENT CODE SECTION 54956.9(b)(1) DISCUSSION WITH LEGAL COUNSEL CONCERNING POTENTIAL LITIGATION – (ONE CASE)

10-03-09 MOTION WAS MADE by Director Poltl, seconded by Director Gentry, and carried unanimously, to move into Closed Session pursuant to Government Code Section 54956.9(b)(1) – discussion with Legal Counsel concerning potential litigation (one case).

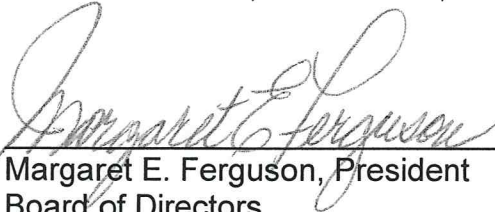
REPORT AFTER CLOSED SESSION

The Board reconvened to Open Session at the hour of 4:54 p.m. The Board, in Closed Session, directed staff and Counsel to take appropriate action concerning the potential litigation.

ADJOURNMENT

There being no further business to discuss, President Ferguson adjourned the Regular Meeting of the Board of Directors at the hour of 4:55 p.m.

A Regular Meeting of the Vallecitos Water District Board of Directors has been scheduled for Wednesday, March 17, 2010, at 4:00 p.m. at the District office, 201 Vallecitos de Oro, San Marcos, California.



Margaret E. Ferguson, President
Board of Directors
Vallecitos Water District

ATTEST:



Dennis O. Lamb, Secretary
Board of Directors
Vallecitos Water District