

AGENDA FOR A REGULAR MEETING OF THE BOARD OF DIRECTORS
OF THE VALLECITOS WATER DISTRICT
WEDNESDAY, DECEMBER 15, 2010, AT 4:00 PM
AT THE DISTRICT OFFICE
201 VALLECITOS DE ORO, SAN MARCOS, CALIFORNIA

CALL TO ORDER – PRESIDENT POLTL

PLEDGE OF ALLEGIANCE – PRESIDENT POLTL

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 DECEMBER 15, 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. REGULAR BOARD MEETING – DECEMBER 8, 2010

Approved minutes become a permanent public record of the District.

Recommendation: Approve Minutes

- 1.2 WARRANT LIST THROUGH DECEMBER 15, 2010 - \$369,472.46

Recommendation: Approve Warrant List

1.3 FINANCIAL REPORTS

- A. WATER METER COUNT – NOVEMBER 30, 2010
- B. WATER PRODUCTION/SALES REPORT – 2010/2011
- C. WATER REVENUE AND EXPENSE REPORT – NOVEMBER 30, 2010
- D. SEWER REVENUE AND EXPENSE REPORT – NOVEMBER 30, 2010
- E. APPROPRIATED FUND BALANCE ACTIVITY – NOVEMBER 30, 2010
- F. INVESTMENT REPORT – NOVEMBER 2010

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

ACTION ITEMS

2.1 CSDA CALL FOR NOMINATIONS – BOARD OF DIRECTORS REGION 6,
SEAT B

CSDA is conducting a call for nominations for a Region 6, Seat B Director.

Recommendation: Request Board direction

2.2 APPROVAL OF CONSTRUCTION AGREEMENT FOR BARHAM PROPERTIES/
REDEL ROAD WATER AND SEWER IMPROVEMENTS

This project is part of a larger project known as the San Marcos University District Project. Facilities will be installed to provide water and sewer service to the future student housing and the existing customers in Redel Road.

Recommendation: Approve the Construction Agreement

*****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

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

OTHER BUSINESS

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

CLOSED SESSION

4.1 CLOSED SESSION PURSUANT TO GOVERNMENT CODE SECTION
54956.95 LIABILITY CLAIMS – CLAIMANTS:

- 1) The Koll Company
- 2) DEI LLC

AGENCY CLAIMED AGAINST: VALLECITOS WATER DISTRICT

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

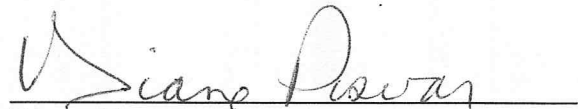
5.1 ADJOURNMENT

*****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. 264 at least 48 hours prior to the meeting.

AFFIDAVIT OF POSTING

I, Diane Posvar, Executive 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, December 10, 2010.


Diane Posvar

MINUTES OF A REGULAR MEETING OF THE BOARD OF DIRECTORS
OF THE VALLECITOS WATER DISTRICT
WEDNESDAY, DECEMBER 15, 2010, AT 4:00 PM AT THE DISTRICT OFFICE,
201 VALLECITOS DE ORO, SAN MARCOS, CALIFORNIA

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

President Poltl led the pledge of allegiance.

Present: Director Ferguson
Director Gentry
Director Hernandez
Director Poltl
Director Shell

Staff Present: Legal Counsel Jackson
Finance Manager Scaglione
Administrative Services Manager Caudle
District Engineer Gerdes
Operations and Maintenance Manager Arrant
Risk Management Supervisor Janus
Public Information/Conservation Supervisor Urabe
Public Information Specialist Webb
Executive Secretary Posvar

ADOPT AGENDA FOR THE REGULAR MEETING OF DECEMBER 15, 2010

10-12-07 MOTION WAS MADE by Director Ferguson, seconded by Director Gentry, and carried unanimously, to adopt the agenda for the Regular Board Meeting of December 15, 2010.

ORAL COMMUNICATIONS

None.

CONSENT CALENDAR

10-12-08 MOTION WAS MADE by Director Gentry, seconded by Director Shell, and carried unanimously, to approve the Consent Calendar as presented.

1.1 Approval of Minutes

A. Regular Board Meeting – December 8, 2010

1.2 Warrant List through December 15, 2010 - \$369,472.46

1.3 Financial Reports

- A. WATER METER COUNT – NOVEMBER 30, 2010
- B. WATER PRODUCTION/SALES REPORT – 2010/2011
- C. WATER REVENUE AND EXPENSE REPORT – NOVEMBER 30, 2010
- D. SEWER REVENUE AND EXPENSE REPORT – NOVEMBER 30, 2010
- E. APPROPRIATED FUND BALANCE ACTIVITY – NOVEMBER 30, 2010
- F. INVESTMENT REPORT – NOVEMBER 2010

ACTION ITEMS

CSDA CALL FOR NOMINATIONS – BOARD OF DIRECTORS REGION 6, SEAT B

Finance Manager Scaglione stated that each region consists of 3 Directors and Arlene Schafer, Region 6 Seat B Director, will not be serving on the Board for the remainder of the 2011-2013 term. CSDA is calling for nominations to fill Seat B for the remainder of the term. The individual can be either managerial staff or a Board member from any member District in Region 6.

Director Hernandez expressed his interest in being nominated for the position.

- 10-12-09 MOTION WAS MADE by Director Hernandez, seconded by Director Gentry, and carried unanimously, to nominate Director Hernandez for the Region 6 Seat B Director position.

APPROVAL OF CONSTRUCTION AGREEMENT FOR BARHAM PROPERTIES/REDEL ROAD WATER AND SEWER IMPROVEMENTS

Finance Manager Scaglione stated that this project is part of the larger project known as the San Marcos University District project. The project will construct approximately 430 linear feet of 8" waterline and 223 linear feet of 8" sewer line. The site will ultimately be used for student housing.

Staff recommended the Board approve the construction agreement.

Brief discussion took place.

- 10-12-10 MOTION WAS MADE by Director Ferguson, seconded by Director Gentry, and carried unanimously, to approve the construction agreement.

REPORTS

GENERAL MANAGER

Finance Manager Scaglione reported on a water line issue taking place on Sagewood Way in San Elijo Hills. A quarter mile of water line is experiencing corrosion problems and there have been two shutdowns in the past two days. Staff has notified customers

on Sagewood Way of the issue. Testing will be conducted on Monday for residents that give permission for the testing to take place on individual service lines. General discussion took place.

Finance Manager Scaglione stated that, per policy, the quarterly report (quarter ended September 30) for Board of Directors' per diem and expenses has been provided to each Board member.

Finance Manager Scaglione provided an update on the drought response stating M&I demand is 20.3% less than the allotment, IAWP demand is 47.8% less than the allotment, and SAWR demand is 23.1% less than the allotment. IAWP's cutback is currently 25%, but will be 20% in 2011. SAWR's 13% cutback will remain the same in 2011. Graphs on November production, rainfall, and meters in service were presented.

DISTRICT COUNSEL

None.

SAN DIEGO COUNTY WATER AUTHORITY

Director Ferguson stated that the December 9, 2010, Summary of the Formal Board of Directors meeting was provided to each Director and called attention to Item 2 of the Summary.

ENCINA WASTEWATER AUTHORITY

Director Gentry stated that the Board meeting was held this morning. Some contracts and an RFP release were approved. An employee recognition and awards event also took place.

ACWA REGION 10

Director Gentry stated that a special meeting was called and took place this past Monday and that he has provided a written report. Larry McKenney from Moulton Niguel Water District was selected to fill the vacant seat on the Board and was seated immediately.

LAFCO

President Poltl stated that the meeting has been postponed.

DIRECTORS REPORTS ON TRAVEL/CONFERENCES/SEMINARS ATTENDED

President Poltl noted that written reports were provided electronically as well as the written report today. The reports are on file.

OTHER BUSINESS

None.

CLOSED SESSION

CLOSED SESSION PURSUANT TO GOVERNMENT CODE SECTION 54956.95
LIABILITY CLAIMS – CLAIMANTS:

- 1) The Koll Company
- 2) DEI LLC

Agency Claimed Against: Vallecitos Water District

10-12-11 MOTION WAS MADE by Director Gentry, seconded by Director Ferguson, and carried unanimously, to move into Closed Session pursuant to Government Code Section 54956.95 – Liability Claims.

REPORT AFTER CLOSED SESSION

The Board reconvened to Open Session at the hour of 4:24 p.m. The Board, in Closed Session, unanimously voted to reject the claims as presented and directed staff to advise the District's Joint Powers Insurance Authority regarding the claims.

ADJOURNMENT

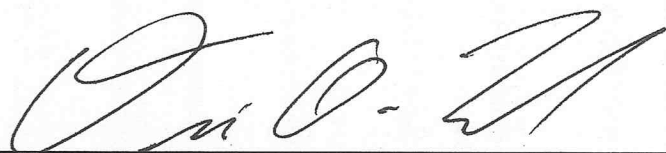
There being no further business to discuss, President Poltl adjourned the Regular Meeting of the Board of Directors at the hour of 4:25 p.m.

A Regular Meeting of the Vallecitos Water District Board of Directors has been scheduled for Wednesday, January 5, 2011, at 4:00 p.m. at the District office, 201 Vallecitos de Oro, San Marcos, California.



James W. Poltl, President
Board of Directors
Vallecitos Water District

ATTEST:



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