



**RECORD OF THE MINUTES OF THE
REGULAR MEETING OF THE BOARD OF DIRECTORS
560 Magnolia Avenue, Beaumont, CA 92223
Wednesday, June 13th, 2012**

Call to Order, President Ball

President Ball called the meeting to order at 7:01 p.m.

Pledge of Allegiance, Director Guldseth

President Ball led the pledge in the absence of Director Guldseth.

Invocation, Director Halliwill

Vice President Halliwill led the invocation.

Roll Call

Present at this meeting were President Ball, Directors Halliwill, Woll and Ross, Legal Counsel James Markman, General Manager Eric Fraser, Assistant General Manager Tony Lara, Director of Engineering, Dan Jagers and Director of Finance & Administrative Services Melissa Bender. Director Guldseth was absent from the meeting.

Public that registered their attendance were: Roll call: Tim Carnes, Dave Aguilar, Fran Flanders, Minnie Birchard, Lee Birchard, Patsy Reeley, Barbara Brown and Linda Smerber.

Public Input

Director Ross invited several members of the public to address the Board regarding an item not on the agenda. David Aguilar and Linda Smerber, as well as Tim and Marilyn Carnes requested to be able to ride their horses in the canyon area owned by BCVWD. General Manager Eric Fraser indicated that if the Board desires, staff can research the issue with respect to how to mitigate potential liability to the District if access was granted. The Board advised the parties to write a letter to General Manager Fraser requesting access to ride their horses on District property so the District can provide a formal response. After a brief discussion, the Board directed District staff to add an agenda item to the next meeting to discuss resident access and use of District owned property.

ACTION ITEMS

1. Adoption of the Agenda

General Manager Eric Fraser stated there were no changes to the agenda. Motion by Director Halliwill to adopt the agenda after noting the announcement section did not publicize the upcoming June 28th Regional Water Workshop, seconded by Directors Ross and Woll, approved 4-0.

2. Consent Calendar: All matters listed under the Consent Calendar are considered by the Board of Directors to be routine and will be enacted in one motion. There will be no discussion of these items prior to the time the Board considers the motion unless members of the Board, the administrative staff, or the public request specific items to be discussed and/or removed from the Consent Calendar.



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- a. April 2012 Budget Variance Report Review**
- b. April 30th, 2012 Cash/Investment Balance Report**
- c. May 2012 Cheque Register Review**
- d. May 2012 Invoices Pending Approval**
- e. Minutes of the Regular Meeting of May 9th, 2012**
- f. Review and Approve November 2012 Election Information**
- g. Approve Well 1 Repairs**

2e-g pulled by Director Halliwill, motion to approve 2a-f by Director Ross, Seconded Director Woll, passed 4-0 with Director Guldseth Absent. Director Halliwill commented on item 2e noting there was a great deal of discussion regarding wells 16 and 23 at the last meeting; however there is only some reference to the items in the minutes. Director Halliwill would like GM Fraser to give an update and more information. Director Halliwill stated he was challenged by staff regarding the well repairs and believes there should be more documentation regarding the discussion in the minutes. Dr. Ball requested what should be added. Director Halliwill stated he would like to see his comments in the meeting minutes. Motion to approve meeting minutes (item 2e) by Director Halliwill, seconded by Director Ross, approved 4-0 with Director Guldseth Absent.

2f. election info: Director Halliwill questioned why the form was not signed by the District, Melissa Bender clarified District staff is awaiting Board approval prior to signature. Director Woll asked about the County of Riverside Registrar of Voters training seminar and received clarification from District staff. Moved by Director Woll, seconded by Ross, approved 4-0.

2g. Director Halliwill questioned if we apply for Edison grant to offset costs related to the repairs of Well 1. GM Fraser indicated that he does not believe we are not making any changes to the design of the well or components that are Edison grant eligible. Until the pump is removed and inspected, the District will not know the extent of repairs necessary. He further indicated that Tony Lara regularly works with our Edison representative to ensure we participate in the rebate and other efficiency programs offered by SCE. Director Ross asked if we are still using the well. General Manager Fraser stated well 1 was pulled because it was in failure mode and the District wanted to repair before catastrophic failure occurred resulting in further damage to the pump assembly. Director Ross questioned what was failing in the well? GM Fraser stated it could be several issues within the bowl assembly. Motion to approve the well 1 repairs by Director Woll, 2nd Director Halliwill, passes 4-0 with Director Guldseth absent.

3. Reports For Discussion

- a. Ad Hoc Committees

No reports were presented by the Committees.

- b. General Manager



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General Manager Fraser provided updates on the following items:

- Well 23: The District solicited proposals from 3 different vendors; Director of Engineering Dan Jagers prepared the scope of work entirely in house resulting in a significant cost savings to the District. Proposals received ranged from \$107,000-\$130,000. Staff selected lowest responsible vendor, Southwest Pump & Drilling who has initiated the work. Based upon inspection of the pump and column assembly, the total cost will be approximately \$115,000 that includes a 30 month warranty and is expected to be completed by June 29th. Staff intends to salvage the old shaft which can be rebuilt for about half the cost of new for use on repairing Well 2.
- Transfer Letter of Incidental Recharge by the City of Beaumont: The City sent a letter offering to transfer water that they believe is incidentally recharged from their wastewater treatment plant outfall. GM Fraser indicated that there are questions regarding the facts of if the recharge actually occurs and the validity of the ability to count the water towards the City's storage account. The Watermaster has not approved the credit to the City's account yet and further Board discussion is warranted prior to accepting the water.
- Pass Agency Meetings: GM Fraser commented on the SGPWA authorizing the expenditure of about \$500,000 on an EIR and pipeline design for their recharge project located across the street from the District's Noble Creek Recharge Facility. The SGPWA has been unable to answer questions presented by GM Fraser such as; who is the customer for the water being recharged since BCVWD and City of Banning are the only two current customers of the Pass Agency and currently use the Noble Creek facilities?; How will the water be paid for that is recharged?; How will the operations and maintenance costs for the facility be recovered?; How will the available SPW water be allocated? Will the SGPWA deliver to their facility before delivering water to other agencies such as BCVWD and Banning?; How will the additional staff required to operate the facility be paid for?. Despite these unanswered fundamental questions GM Fraser indicated that the Pass Agency Board voted unanimous (7-0) to move forward with project.

GM Fraser also discussed the lack of support by the SGPWA for an allocation plan of available SPW and that the SGPWA feels that as long as each agency in their service area defines their needs for imported water in their Urban Water Management Plan (UWMP), the SGPWA will reflect those needs in the SGPWA UWMP. The SGPWA will then acquire the necessary water to meet those needs. The Board directed General Manager Fraser to add the issue to the next regular BCVWD Board agenda.



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c. Directors Reports

- Director Ross-none
- Director Woll-none
- Director Halliwill: Director Halliwill reported that he attended several meetings including the Yucaipa Valley Water District Meeting and the Beaumont City Council meeting.

d. Legal Counsel Report

No reports were presented by Legal Counsel.

4. Announcements

- District offices will be closed Wednesday July 4th, 2012 in observation of Independence Day
- Finance & Audit Committee meeting, July 5th, 2012 at 3:00 p.m.
- Regular Board meeting, July 11th, 2012 at 7:00 p.m.

President Ball made the announcements above and included the joint meeting to be held at Banning City Hall on June 28th, 2012 at 4 p.m.

5. Action List for Future Meetings

- **Public use of District owned properties**
- **Pass Agency Development**
- **Consent vs. policy calendars**

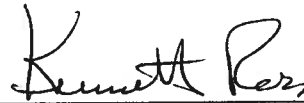
6. Adjournment

President Ball adjourned the meeting at 7:58 p.m.

Attest:



Dr. Blair Ball, President of the
Board of Directors of the
Beaumont-Cherry Valley Water District



Kenneth Ross, Secretary to the
Board of Directors of the
Beaumont-Cherry Valley Water District

** Information included in the agenda packet