



**BEAUMONT-CHERRY VALLEY WATER DISTRICT
MINUTES OF THE
REGULAR MEETING OF THE BOARD OF DIRECTORS
560 Magnolia Avenue, Beaumont, CA 92223
Wednesday, May 14th, 2014**

Call to Order, President Woll

President Woll began the meeting at 7:02 p.m.

Pledge of Allegiance, Director Guldseth

Director Guldseth led the pledge.

Invocation, Director Woll

Director Woll led the invocation.

Roll Call

Present at the meeting were President Woll, Directors Ball, Guldseth, Ross and Slawson. Legal Counsel: James Markman. District Staff: Director of Operations: Tony Lara, Director of Engineering: Dan Jagggers, Director of Finance and Administrative Services: Melissa Bender, and Senior Finance and Administrative Analyst: Dawn Jorge. Public that registered their attendance were: John Aberle, Knute Dahlstrom, Patsy Reeley, Barbara H. Brown, Barbara Voigt, Tomislav Brammir, John M. Halliwill, Mary Ann Melleby, and Nancy Carroll.

Public Comment

Patsy Reeley asked the Board to look into the District's water quality as her hot water heater had so much build up that a costly part had to be replaced within two years.

Tomislav Brammir requested the Board to donate water for his horse rescue charity or waive the deposit and monthly meter rental service charges on a construction meter.

President Woll recessed the meeting at 7:16 p.m.

President Woll reconvened the meeting at 7:19 p.m.

John Aberle advised the Board of vandalism to his property when bushes were cut around the meter box by District staff in order to obtain a meter read. He advised the Board that nowhere in the policy did it state that we could cut his bushes and he was not advised that the bushes were going to be cut as stated in section 9-3.1 of the District policy.

ACTION ITEMS

- 1. Adoption of the Agenda (pages 1-3)**

Item 15 was pulled from the agenda as it was no longer needed since General Manager Eric Fraser was absent from the meeting. Director Ball motioned to approve the agenda as revised. The motion was seconded by Director Ross and passed 5-0.

- 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.

- a. March 2014 Budget Variance Report Review** (pages 4-8)
- b. March 31st, 2014 Cash/Investment Balance Report** (pages 9-10)
- c. April 2014 Check Register Review** (pages 11-26)
- d. April 2014 Invoices Pending Approval** (pages 27-30)
- e. Minutes of the Special Meeting April 9th, 2014** (page 31)
- f. Minutes of the Regular Meeting April 9th, 2014** (pages 32-34)
- g. Consideration of the Changes to the Beaumont-Cherry Valley Water District Fixed-Asset Capitalization Policy** (pages 35-38)

Director Ball requested items 2e and f, along with item 2g, be pulled for discussion.

President Woll motioned to approve items 2a through d of the consent calendar. The motion was seconded by Director Slawson and passed 5-0.

Director Ball mentioned he would abstain from voting on 2e and f since he was not present, President Woll stated he would as well. Director Slawson motioned to approve items 2e and f of the consent calendar. The motion was seconded by Director Ross and passed 3-0, with President Woll and Director Ball both abstaining as they were not present at the meeting.

The Board inquired with Director of Finance and Administrative Services, Melissa Bender, on the changes and effects of the fixed-asset capitalization policy. After discussion, Director Ross motioned to approve item g of the consent calendar. Director Guldseth seconded the motion and it passed 5-0.

- 3. Discussion of Recycled Water Facilities Planning Grant Status, Connection to Yucaipa Valley Water District (YVWD)** (pages 39-41)**

Director of Engineering Dan Jagers updated the Board on the planning grant project, a study identifying the methodologies to get a recycled water connection with the Yucaipa Valley Water District.

- 4. Discussion Regarding Current Drought Conditions and Water Conservation** (pages 42-47)**

Director of Operations Tony Lara updated the Board on details of Governor Brown's Executive Order on Reduction Requirements and a draft letter to District customers promoting water conservation.

After discussion, Director Ball motioned to bring back the Urban Water Management Plan for review and discussion of Section 5 concerning drought provisions to the next meeting, in addition to sending out the draft customer conservation letter with a hyperlink typo correction. Director Slawson seconded the motion and it passed 5-0.

5. Discussion Regarding the Gateway Project (page 48)**

Public Comments on Item:

David Castaldo advised the Board that the Gateway Committee directed by Supervisor Ashley concluded at their last meeting that the zoning for the project should remain rural residential and there should be no zone change. Mr. Castaldo also advised the Board of developer provided information and discrepancies with some of the factual content of that information.

Nancy Carroll, a member of the Gateway Committee, advised the Board that the developer, or rather a real estate investment trust, claims to take distressed properties, get the zoning changed, and sell a value-added package on land speculation without actually developing the land.

Director Ball provided an overview of the Gateway Committee meeting. After discussion, Director Ball motioned for staff to draft a resolution for the next meeting requesting the County of Riverside Board of Supervisors to oppose general plan zone changes in the Pass Area. The motion was seconded by Director Ross and passed 5-0.

6. Consideration of Request for Authorization to Call for Repair Work for Well 6 and for General Manager to enter into a Contract to Repair Well 6 (pages 49-50)**

President Woll combined discussion of items 6 and 7 due to their similarity.

Director of Engineering Dan Jagers provided an overview of the requests for repair work on Wells 6 and 26.

After discussion, Director Ball motioned to approve the repair work for Wells 6 and 26. Director Guldseth seconded the motion and it passed 5-0.

7. Consideration of Request for Authorization to Call for Repair Work for Well 26 and for General Manager to enter into a Contract to Repair Well 26 (pages 51-52)**

This item was combined for discussion with item 6 above.

8. Consideration of Request for Update of “Will Serve Letter” for Previously Approved Development – Tract 27357 (pages 53-97)**

Director of Engineering Dan Jagers provided an overview of the update of the Will Serve Letter request for Tract 27357.

Public Comment on Item:

Brian Avila, representative for the Development, provided the Board with an overview of the residential project and requested the Board to renew their “Will Serve Letter.”

After discussion, Director Slawson motioned to approve the updated “Will Serve Letter” request, contingent on a review of the fees for water acquisition. Director Ross seconded the motion. The motion passed 4-1, with Director Ball dissenting.

9. Consideration of Annexation of Parcel for ASM Beaumont Business Center Development (located South of State Route 60/West of Potrero Road) and Approval of Water Service “Will Serve Letter” ** (pages 98-105)

Items 9, 10 and 11 were discussed in combination.

Director of Engineering Dan Jagers provided an overview of the requested annexations and “Will Serve Letter” requests.

Public Comment on Item:

Brent Caldwell, representative of the owners of ASM Beaumont, updated the Board on their Development planning.

After discussion, Director Ball motioned to deny items 9, 10 and 11. President Woll seconded the motion. The motion failed 3-2, with Directors Ross, Guldseth and Slawson dissenting and President Woll and Director Ball in favor.

Director Ross motioned to have items 9, 10 and 11 tabled to next month’s meeting. Director Guldseth seconded the motion. The motion failed 3-2, with President Woll, along with Directors Ball and Slawson dissenting and Directors Ross and Guldseth in favor.

No action was taken by the Board on items 9, 10 and 11.

10. Consideration of Annexation of Parcels for Revised Hidden Canyon II Development (located South of State Route 60/West of Potrero Road) and Approval of Water Service “Will Serve Letter” ** (pages 106-110)

This item was combined for discussion with item 9 above and 11 below.

11. Consideration of Approval of Water Service “Will Serve Letter” for the proposed Country Club Village Development (pages 111-119)**

This item was combined for discussion with items 9 and 10 above.

12. Reports for Discussion

a. Ad Hoc Committees

No reports were made.

b. General Manager

Director of Operations Tony Lara updated the Board on the annual Beaumont-Cherry Valley Parks and Recreation District’s Fishing Derby held April 26th and 27th at the District’s Noble Creek Recharge Ponds. Mr. Lara also advised the Board on this year’s State Water Project water deliveries and the District’s emergency preparedness for fire season. In addition, Mr. Lara updated the Board on the progress of a regional weather station and the District’s recent participation in local school programs.

c. Directors Reports

Director Ball advised the Board of the new Watermaster safe yield calculation being lower than initially thought and is still subject to change. Further, he

stated the San Gorgonio Pass Water Agency is coming up with methods of prioritizing allocation of water deliveries coming through the State lines.

Director Guldseth and Director Slawson attended the San Gorgonio Pass Water Agency tour of pumping stations and pipelines.

Director Ross participated in the recording of a water conservation video with the City of Beaumont.

d. Legal Counsel Report

Mr. Markman advised the Board that the Supreme Court approved invocations at public meetings.

13. Announcements

- District offices will be closed Monday, May 26th, 2014 in observation of Memorial Day
- Beaumont Basin Watermaster meeting June 4th, 2014 at 10:00 a.m.
- Finance & Audit Committee meeting, June 5th, 2014 at 3:00 p.m.
- Regular Board meeting, June 11th, 2014 at 7:00 p.m.

President Woll made the announcements above.

14. Action List for Future Meetings

- Schedule a workshop to discuss the landscape for the Noble Creek Recharge Phase II Project with the public
- Discussion of facilities fees for new construction
- Update the Board on Infosend after one year
- Solar System Update
- Review of the Urban Water Management Plan's Drought Provisions
- Resolution to the Board of Supervisors to oppose general plan zone changes in the Pass Area
- Discussion of the District's responsibility in regards to land planning

15. Recess to Closed Session

- a. Conference with Labor Negotiators pursuant to Government Code 54957.6:

Agency Negotiator: Eric Fraser

Represented Employees: BCVWD Employee Association

Item 15 was pulled from the agenda since General Manager Fraser was absent from the meeting.

16. Adjournment

President Woll adjourned the meeting at 10:05 p.m.

Attest:

Director Ryan Woll, President of the
Board of Directors of the
Beaumont-Cherry Valley Water District

** Information included in the agenda packet

Director Daniel Slawson, Secretary to
the Board of Directors of the
Beaumont-Cherry Valley Water District