CALL TO ORDER – PRESIDENT MARTIN

PLEDGE OF ALLEGIANCE

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 JULY 2, 2014

INTRODUCTION

Human Resources Technician Bridget Anderson will introduce new employee, Matt Wiese, Plant Operator II.

PRESENTATION

President Martin will recognize retiree, Kevin McKelvey, Purchasing/Warehouse Supervisor, for his years of service with the District.

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 - JUNE 18, 2014

Approved minutes become a permanent public record of the District.

Recommendation: Approve Minutes
1.2 WARRANT LIST THROUGH JULY 2, 2014 – $1,027,295.07

Recommendation: Approve Warrant List

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

ACTION ITEMS

2.1 CONFLICT OF INTEREST CODE FOR VALLECITOS WATER DISTRICT BIENNIAL REVIEW AND ADOPTION

Biennial review of the District’s Conflict of Interest Code.

Recommendation: Adopt Amended Conflict of Interest Code

*****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
   - Capital Improvement Committee
   - Policy and Finance Committee

3.5 DIRECTORS REPORTS ON MEETINGS/CONFERENCES/SEMINARS ATTENDED

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

OTHER BUSINESS

4.1 MEETINGS

   CSDA Annual Conference
   September 29 – October 2, 2014 – Palm Springs, CA

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

5.1 DIRECTORS COMMENTS/FUTURE AGENDA ITEMS

*****END OF DIRECTORS COMMENTS/FUTURE AGENDA ITEMS*****
CLOSED SESSION

6.1 CLOSED SESSION PURSUANT TO GOVERNMENT CODE SECTION 54957 - PUBLIC EMPLOYEE PERFORMANCE EVALUATION
TITLE: GENERAL COUNSEL

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

7.1 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.

Audio and video recordings of all Board meetings are available to the public at the District website www.vwd.org

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, June 27, 2014.

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

Purchasing/Warehouse Supervisor Kevin McKelvey led the pledge of allegiance.

Present: Director Evans
Director Hernandez
Director Poltl
Director Sannella
Director Martin

Staff Present: General Manager Lamb
Assistant General Manager Scaglione
Legal Counsel Scott
Director of Engineering & Operations Gerdes
Administrative Services Manager Emmanuel
Accounting Supervisor Owen
Public Information/Conservation Supervisor Urabe
Purchasing/Warehouse Supervisor Kevin McKelvey
Risk Management Supervisor Janus
Public Information Representative Webb
Executive Secretary Posvar
Administrative Secretary Johnson
Human Resources Technician Anderson

ADOPT AGENDA FOR THE REGULAR MEETING OF JULY 2, 2014

14-07-01 MOTION WAS MADE by Director Sannella, seconded by Director Poltl and carried unanimously, to adopt the agenda for the Regular Board Meeting of July 2, 2014.

INTRODUCTION

Human Resources Technician Bridget Anderson introduced new employee, Matt Wiese, Plant Operator II.

PRESENTATION

President Martin recognized retiree Purchasing/Warehouse Supervisor Kevin McKelvey for his 18 years of service with the District.

ORAL COMMUNICATIONS

Mr. Whitney Skala, member of the public, addressed the Board stating that he is representing Weir Asphalt Construction on behalf of the company’s president, George Weir. Last week his company participated in a Vallecitos Water District bid process for a small seal and stripe job. After the bid was awarded to another contractor, Mr. Weir raised a concern that he felt that in the industry level perhaps the District had become
known for a lax attitude toward contractor compliance with the prevailing wage standards. Mr. Skala stated that to the District’s senior staff’s credit, they immediately met with representatives from Weir Asphalt Construction this past week within only days of them expressing their concerns, so they are extremely grateful for the time they gave them, and would like to thank Mr. Lamb, Mr. Gerdes and Mr. Scott for that opportunity.

Mr. Skala stated three recommendations they have: 1) they would ask the District to thoroughly review whether the District’s official commitment to prevailing wage is somehow being diluted as it plays its way through the bidding process; 2) They would ask that the District consider conducting random inspections of certified payroll reports as they aren’t always insisted upon and maybe that’s being taken advantage of; 3) They ask that the District pay closer attention when bid requirements invite potential abuse such as on weekend jobs where payment of prevailing wage would require double and triple time, and maybe there is something going on sometimes in bids to get around that.

General discussion took place. During general discussion, Director Hernandez requested this topic be placed on a future agenda for further discussion regarding the certified payroll issue. General Manager Lamb stated that he will refer this issue to Counsel and a report will be provided to the Board.

CONSENT CALENDAR

14-07-02  MOTION WAS MADE by Director Hernandez, seconded by Director Sannella, and carried unanimously, to approve the Consent Calendar as presented.

1.1 Approval of Minutes
A. Regular Board Meeting – June 18, 2014

1.2 Warrant List through July 2, 2014 - $1,027,295.07

Director Sannella requested clarification on the warrant list with respect to payments made to Ostari, Inc. and Windstream Corporation, to which staff responded.

The roll call vote was as follows:
AYES: Evans, Hernandez, Poltl, Sannella, Martin
NOES:
ABSTAIN:
ABSENT:

ACTION ITEMS

CONFLICT OF INTEREST CODE FOR VALLECITOS WATER DISTRICT BIENNIAL REVIEW AND ADOPTION
General Manager Lamb stated that Government Code Section 87306.5 requires every local government agency to review its Conflict of Interest Code biennially to determine if it is accurate or if the Code must be amended.

Legal Counsel has reviewed the District’s current Conflict of Interest Code which adheres to the model Code provided in Article 2 of the California Code of Regulations. The biennial review for the year 2014 includes the following amendments: Section 3, modified certain position titles under Designated Position and Section 8.1, total value of gifts accepted increased from $420 to $440.

Staff recommended adoption of the amended Conflict of Interest Code.

14-07-03 MOTION WAS MADE by Director Poltl, seconded by Director Evans, and carried unanimously, to adopt the amended Conflict of Interest Code. The roll call vote was as follows:

AYES: Evans, Hernandez, Poltl, Sannella, Martin
NOES:
ABSTAIN:
ABSENT:

REPORTS

GENERAL MANAGER

General Manager Lamb provided an update regarding the fire hydrant issue raised by the press, and which continues to be raised by the press, related to the Cocos fire. He provided history on the Coronado Hills development where the water pressure can be as low as 20 pounds per square inch (PSI) and as high as 340 PSI at the lowest point, which happens to be where the fire hydrant in question is located. These particular hydrants are not standard hydrants and are rated for 350 PSI as regular fire hydrants did not exist at the time the development was built. There are now fire hydrants that can take 350 pounds of pressure. In speaking with the Fire Marshalls, it was conveyed to him that the suction hoses that go from the fire hydrant into the truck are only rated at 250 PSI. The hydrants are functioning; however this is a safety issue for the fire department. General Manager Lamb has met with the Elfin Forest Fire Department, Fire Marshalls and the San Diego County Fire Authority to discuss what can be done together to improve the safety of the fire fighters. The San Diego County Fire Authority receives their funding from Supervisor Horn’s office.

He spoke with the Chief of the San Diego County Fire Authority who then contacted Supervisor Horn’s office and asked if they would be willing to provide funding to match what the District might be willing to contribute to help replace the five fire hydrants. The total cost will be between $25,000 and $30,000 and Supervisor Horn has committed $15,000 towards the cost. He met with the Fire Marshalls yesterday to determine if they were in agreement with this which they were and would appreciate it if the District would
move forward with this. He further stated that he is planning to move forward with spending between $10,000 and $15,000 as well as provide the labor to bolt the pressure regulating valves underneath and bolt the fire hydrants on top.

**DISTRICT LEGAL COUNSEL**

None.

**SAN DIEGO COUNTY WATER AUTHORITY**

Director Evans stated that she will be attending the San Vicente Dam Raise Dedication, and noted that the dam was raised 117 feet and will require core testing at a cost of almost $2,000,000. She also reported on the June 26 Board meeting stating the Board approved their budget with a 2.9% increase for untreated water and 2.6% for treated water effective January 1, 2015. Discussion also took place on the water supply conditions and the direction they are going with regards to the drought.

**ENCINA WASTEWATER AUTHORITY**

Director Hernandez stated that the next meeting of the Capital Improvement Committee is scheduled for July 16.

Director Poltl stated that the next meeting of the Policy and Finance Committee is scheduled for July 8. He also reported on the June 25 Board meeting at which the adoption of a mitigated negative declaration for the pyrolysis demonstration project was discussed.

**DIRECTORS REPORTS ON TRAVEL/CONFERENCES/SEMINARS ATTENDED**

None.

**OTHER BUSINESS**

None.

**DIRECTORS COMMENTS/FUTURE AGENDA ITEMS**

Director Hernandez requested the topic of certified payroll/prevailing wage be addressed at a future Board meeting. Director Sannella stated that the District has hosted Chamber Mixers in the past and requested that they consider hosting them again. General Manager Lamb stated that he will bring this topic back to the Board for discussion.

Director Martin requested that a date be scheduled for the Board to tour the San Diego Demonstration Project.
CLOSED SESSION

CLOSED SESSION PURSUANT TO GOVERNMENT CODE SECTION 54957 – PUBLIC EMPLOYEE PERFORMANCE EVALUATION – GENERAL COUNSEL

14-07-04 MOTION WAS MADE by Director Evans, seconded by Director Hernandez, and carried unanimously, to move into Closed Session pursuant to Government Code 54957.

The roll call vote was as follows:

AYES: Evans, Hernandez, Poltl, Sannella, Martin

NOES:

ABSTAIN:

ABSENT:

REPORT AFTER CLOSED SESSION

The Board reconvened to Open Session at the hour of 6:21 p.m. The Board, in Closed Session, completed Legal Counsel’s review with the next review due in July 2016.

ADJOURNMENT

There being no further business to discuss, President Martin adjourned the Regular Meeting of the Board of Directors at the hour of 6:22 p.m.

A Regular Meeting of the Vallecitos Water District Board of Directors has been scheduled for Wednesday, July 16, 2014, at 4:00 p.m. at the District office, 201 Vallecitos de Oro, San Marcos, California.

Hal J. Martin, President
Board of Directors
Vallecitos Water District

ATTEST:

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