

AGENDA FOR A REGULAR MEETING OF THE BOARD OF DIRECTORS
OF THE VALLECITOS WATER DISTRICT
WEDNESDAY, MARCH 4, 2009 AT 4:00 P.M.
AT THE DISTRICT OFFICE
201 VALLECITOS DE ORO, SAN MARCOS, CALIFORNIA

CALL TO ORDER – PRESIDENT HANNAN

PLEDGE OF ALLEGIANCE – GENERAL MANAGER RUCKER

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 4, 2009

PRESENTATION

Systems Construction Worker, **Brandon Coleman**, was awarded his certificate for Water Distribution Operator Grade D2, from the State of California Department of Health Services.

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 – FEBRUARY 18, 2009

Approved minutes become a permanent public record of the District.

Recommendation: Approve Minutes

1.2 WARRANT LIST THROUGH MARCH 4, 2009 - \$1,755,683.56

Recommendation: Approve Warrant List

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

ACTION ITEMS

2.1 PROPOSED 2009 INVESTMENT POLICY RESOLUTION

The Resolution for the Investment Policy for 2009 is presented with changes from the prior year.

Recommendation: Approve the Vallecitos Water District 2009 Investment Policy Resolution

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

REPORTS

3.1 GENERAL MANAGER

3.2 DISTRICT LEGAL COUNSEL

3.3 DEPUTY GENERAL MANAGER – ENGINEERING AND OPERATIONS

3.4 SAN DIEGO COUNTY WATER AUTHORITY

3.5 ENCINA WASTEWATER AUTHORITY
- January 28, 2009 Board of Directors meeting minutes

3.6 ACWA/REGION 10

3.7 LAFCO

3.8 DIRECTORS REPORTS ON TRAVEL/CONFERENCES/SEMINARS ATTENDED

- Director Pottl's written report on his attendance at the CSDA Quarterly Meeting on February 19, 2009.

- Director Shell's written report on his attendance at the Council of Water Utilities meeting on February 17, 2009

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

OTHER BUSINESS

4.1 MEETINGS

WESTCAS 2009 Winter Conference

March 9 – 11, 2009, Forth Worth, TX

San Diego LAFCO Commissioner Candidates Forum

March 26, 2009, San Diego, CA

State DWR / WEF Binational Drought Science Conference

March 26 – 27, 2009, San Diego, CA

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

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. 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 27, 2009.



Diane Posvar

MINUTES OF THE REGULAR MEETING OF THE BOARD OF DIRECTORS
OF THE VALLECITOS WATER DISTRICT
WEDNESDAY, MARCH 4, 2009, AT 4:00 PM AT THE DISTRICT OFFICE,
201 VALLECITOS DE ORO, SAN MARCOS, CALIFORNIA

President Hannan 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 Rucker
 Deputy General Manager Lamb
 Legal Counsel Scott
 Director of Finance Scaglione
 Director of Human Resources Caudle
 Operations Manager Arrant
 Engineering Manager Gerdes
 Capital Facilities/Construction Engineer Gumpel
 Public Information Representative Webb
 Executive Secretary Lewis
 Administrative Secretary Posvar

ADOPT AGENDA FOR THE REGULAR MEETING OF MARCH 4, 2009

Legal Counsel Scott reported that a Closed Session item pursuant to Government Code Section 54954 has arisen subsequent to the posting of the agenda which the Board needs to consider. The matter involves potential litigation pursuant to Government Code Section 54956.9(b)(1). A two thirds vote is needed to add the item to the agenda.

09-03-01 MOTION WAS MADE by Director Ferguson, seconded by Director Shell, and carried unanimously, to add a Closed Session item to the agenda.

09-03-02 MOTION WAS MADE by Director Ferguson, seconded by Director Gentry, and carried unanimously, to adopt the agenda for the Regular Meeting of March 4, 2009, as amended.

PRESENTATION

Brandon Coleman, Systems Construction Worker, was not able to be present to receive his certificate for Water Distribution Operator Grade D2 awarded from the State of California Department of Health Services. This will be rescheduled for the next available Board meeting.

ORAL COMMUNICATIONS

None.

CONSENT CALENDAR

09-03-03 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 – February 18, 2009

1.2 Warrant List through February 18, 2009 - \$1,755,683.56

ACTION ITEMS

PROPOSED 2009 INVESTMENT POLICY RESOLUTION

General Manager Rucker reported that staff reviews the Investment Policy on an annual basis. The District's current Investment Policy allows for commercial paper (which could fall under the Federal Deposit Insurance Corporation), but not corporate notes which are allowed up to 30% of the portfolio and a five-year maturity under the Government Code. All corporate obligations under the Temporary Liquidity Guarantee Program are AAA rated.

General Manager Rucker stated that staff presented the modified proposed 2009 Investment Policy to the Finance/Investment Committee at their meeting on February 27, 2009, and the Committee recommended the modified Investment Policy Resolution be submitted to the Board for consideration and approval.

09-03-04 MOTION WAS MADE by Director Poltl, seconded by Director Gentry, and carried unanimously, to adopt the modified 2009 Investment Policy Resolution.

Resolution #1322 - the roll call vote was as follows:

AYES: Ferguson, Gentry, Hannan, Poltl, Shell

NOES:

ABSENT:

ABSTAIN:

REPORTS

GENERAL MANAGER

General Manager Rucker reported that the Finance/Investment Committee met on Friday, February 27, which included an item on the drought rate structure. That meeting was adjourned to Thursday, March 5, 2009, in order to continue discussion on the drought rate structure.

General Manager Rucker stated that he forwarded the Board members an article from the L.A. Times which basically conveyed that the State has had worse droughts before. He proceeded with the following update: on December 22, 2008, the snow pack was at 52% of statewide normal; at 74% on February 17, 2009; at 84% on March 3, 2009; and, at 90% normal on March 4, 2009. General Manager Rucker provided an update on the Upper and Lower Colorado Report: Upper Colorado – Lake Powell is at 53% full; Lower Colorado is at 53%, however, with the snow pack in that area and the water that has been running in, it is now being projected at 103% while the current base of snow pack is calculated at 106% with storms still moving across the Rockies.

DISTRICT COUNSEL

Legal Counsel Scott stated that, now that the Legislature has passed the budget, there are a number of new bills that he would like to bring to the Board's attention and will do so at the next meeting.

DEPUTY GENERAL MANAGER – ENGINEERING AND OPERATIONS

Deputy General Manager Lamb stated that he attended the ASCE Region 9 Awards Banquet in Sacramento. The District won the Project of the Year award for the State of California for the Twin Oaks Reservoir No. 2.

SAN DIEGO COUNTY WATER AUTHORITY

Director Ferguson reported that a copy of the February 26, 2009, Summary of the Board of Directors meeting was provided to each Board member. She further stated that she was not able to attend the February 26 meeting.

ENCINA WASTEWATER AUTHORITY

Director Gentry stated that the January 28, 2009, Board of Directors meeting minutes were provided to Board members in their packet. The last Board of Directors meeting took place on February 25, 2009. He further stated that there will be a celebration for Mike Hogan on April 1, 2009; projects are in good shape and moving forward; there was an AB32 GHG initial study/release of information from Encina. In that report it indicated that cogeneration facilities are categorized in the energy sector for GHG – emission reductions; there is concern with this. Staff stated that the EWA GHG power point has been secured and is being adapted for presentation to the VWD Board at a future meeting.

ACWA REGION 10

Director Gentry stated that a meeting has not taken place since the last meeting he reported on.

LAFCO

Director Poltl stated that LAFCO will be conducting a Commissioner Candidates Forum on March 26, 2009.

DIRECTORS REPORTS ON TRAVEL/CONFERENCES/SEMINARS ATTENDED

Director Poltl submitted a written report on his attendance to the CSDA Quarterly Meeting on February 19, 2009.

Director Shell submitted a written report on his attendance to the Council of Water Utilities Meeting on February 17, 2009.

Director Shell submitted a written report on his attendance to the ASCE California Infrastructure Symposium on February 24, 2009.

OTHER BUSINESS

None.

CLOSED SESSION

CLOSED SESSION PURSUANT TO GOVERNMENT CODE SECTION 54954 POTENTIAL LITIGATION

09-01-05 MOTION WAS MADE by Director Ferguson, seconded by Director Shell, and carried unanimously, to move into Closed Session regarding potential litigation pursuant to Government Code Section 54954(b)(1).


REPORT AFTER CLOSED SESSION

The Board reconvened to Open Session at the hour of 4:58 p.m. The Board took no action in Closed Session.

ADJOURNMENT


There being no further business to discuss, President Hannan adjourned the Regular Meeting of the Board of Directors at the hour of 4:59 p.m.

A Regular Meeting of the Vallecitos Water District Board of Directors has been scheduled for Wednesday, March 18, 2009, at 4:00 p.m. at the District office, 201 Vallecitos de Oro, San Marcos, California.



Trish Hannan, President
Board of Directors
Vallecitos Water District

ATTEST:



William W. Rucker, Secretary
Board of Directors
Vallecitos Water District