

The minutes presented herewith are not a verbatim transcription of the Regular Board meeting held February 11, 2014. The intent is to provide a synopsis of key points of discussion and to chronicle decisions and actions taken by a quorum of the Board of Directors (ref: Roberts Rules of Order, Section 48). For more information or background, please refer to the applicable board packet.

MINUTES OF THE REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE
RINCON DEL DIABLO MUNICIPAL WATER DISTRICT
February 11, 2014

A Regular meeting of the Board of Directors of the Rincon Del Diablo Municipal Water District was held on Tuesday, February 11, 2014 at 6:00 p.m. at the offices of the District located at 1920 North Iris Lane, Escondido, California 92026.

DIRECTORS PRESENT: Quist (Jointed in at 6:35p.m.), Drake, Towne, Murtland

DIRECTORS ABSENT: Draper

STAFF PRESENT/GUEST: Greg Thomas, General Manager; Thomas Butler, Board Secretary; Scott Heil, Legal Counsel, Redwine & Sherrill; Golnar Fozi, Meyers Fozi; LLP Tish Berge, Director of Administration & Finance; Clint Baze, Director of Operations & Engineering; Randy Whitmann, Senior Engineer; Mike Lowry, Fire Chief, Escondido Fire Department, Herb Griffin, Escondido Fire Department; Gerald Dutart, Ratepayer.

Vice President Drake called the meeting to order at 6:00 p.m. and welcomed guests. The Board of Directors recited the pledge of allegiance to the flag of the United States of America.

ADDITIONS TO AGENDA

There were none.

ORAL COMMUNICATIONS TO THE BOARD

Gerald Dutart, a ratepayer of W. Citracodo Parkway addressed the Board of Directors stating that a rock hit the side of his home causing damage to his property as a result of some road work that was done on Citracodo Parkway back in September of 2012.

The Board of Directors addressed the claim of Gerald Dutart and advised him that an investigation will be conducted and provided him a claim form to fill-out in regards to the damages to his property.

SECTION 1 - CONSENT ITEMS

The following item was pulled for discussion:

- 1-A Minutes of the Regular Board of Directors Meeting of January 14, 2014.

In a motion by Director Towne, seconded by Director Murtland, and unanimously carried, the Board of Directors passed the following consent items:

- 1-B General Fund Disbursements, January 2014.
- 1-C Investment Portfolio Report, December 2013.
- 1-D Financial Statements, December 2013.
- 1-E Board of Directors' Per Diem Fees and/or Expense Reports, January 2014.

In a motion by Director Drake, seconded by Director Murtland, and abstained by Director Towne, the Board of Directors passed the following consent item, as amended:

- 1-A Minutes of the Regular Board of Directors Meeting of January 14, 2014.

SECTION 2 – FIRE SERVICES; EMERGENCY PREPAREDNESS & OPERATIONAL READINESS

- 2-A Financial Feasibility Analysis for Fire and Emergency Services. Authorize the General Manager to Solicit Request for Proposals (RFPs) and Issue a Contract, Not to Exceed \$25,000.00, to a Qualified Consulting Firm.

Director of Operations and Engineering Clint Baze provided an overview of the Financial Feasibility Analysis for Fire and Emergency Services to Authorize the General Manager to Solicit Request for Proposals (RFPs) and Issue a Contract Not to Exceed \$25,000.00 to a Qualified Consulting Firm. After the presentation, Director of Operations and Engineering Clint Baze and Staff answered questions of the Board.

In a motion by Director Towne, seconded by Director Murtland and unanimously carried, the Board of Directors authorized the General Manager to Solicit a Request for Proposals (RFPs) and Issue a Contract, Not to Exceed \$25,000.00, to a Qualified Consulting Firm.

- 2-A Oral Report by Escondido Fire Department Regarding Current Events and Community Fire Readiness Relating to Improvement District E.

Chief Mike Lowry provided an update on the following:

- Chief Mike Lowry will address city council on February 12, 2014 to get approval for the "Next Generation Regional Communication System". Chief Lowry also provided an overview of the new Communication System and need for it. Chief Lowry stated he will provide Rincon with information on the System and cost details.

After the update, Chief Mike Lowry responded to questions of the Board.

(After the update by Chief Mike Lowry, President Quist joined the meeting at 6:35p.m.)

SECTION 3 – PUBLIC INFORMATION & INTERGOVERNMENTAL RELATIONS

3-A Receive Approved Public Information and Intergovernmental Relations Meeting Minutes of October 29, 2013.

The Board of Directors received and filed the Public Information & Intergovernmental Relations Committee Meeting Minutes of October 29, 2013.

3-B Update on California Drought.

General Manager Greg Thomas provided an update on the California Drought and responded to questions of the Board of Directors.

SECTION 4 – FINANCE, INSURANCE & PERSONNEL

4-A Receive and File the Administrative Code Section 500, Directors' Policies, as Amended from the January 28, 2014 Special Board of Directors Meeting.

Director Towne recommended that item "D" of the Administrative Code Section 500 is revised, amending the word "reimbursement" to "Per Diem".

After discussion of the Board of Directors and consulting with legal counsel, it was recommended by legal counsel that the word, "reimbursement" on line three (3) be amended to "...per diem/reimbursement". It was also recommended by legal counsel that the sentence, "...it may be considered attended without per diem" be amended to, "...the member may be deemed to have waived per diem/reimbursement for that event."

In a motion by Director Towne, seconded by Director Drake and unanimously carried, after consulting with legal counsel, the Board of Directors approved to receive and fill Section 500 after directing staff to amend item "D" of Administrative Code Section 500 as annotated below:

"D. In order to submit a per diem/travel reimbursement the member must attend a reasonable and substantial portion of the meeting (per day) and the reimbursement per diem/reimbursement must be submitted within 45 days of the occurrence, otherwise ~~it may be considered attended without per diem~~ the member may be deemed to have waived per diem/reimbursement for that event. The Board will make the final determination."

SECTION 5 – OPERATIONS; ENGINEERING & LONG-RANGE PLANNING

5-A Tentative Approval for Annexation into Rincon del Diablo Municipal Water District Assessor Parcel Numbers 222-101-03 and 05 (Standard Pacific Corporation) and 222-101-06 (SDG&E).

General Manager Greg Thomas provided an overview of the Annexation into Rincon MWD Assessor Parcel Numbers 222-101-03 and 05 (Standard Pacific Corporation) and 222-101-06 (SDG&E) and responded to questions of the Board of Directors.

In a motion by Director Towne, seconded by Director Murtland and unanimously carried, the Board of Directors Approved for Annexation into Rincon del Diablo Municipal Water District Assessor Parcel Number 222-101-03 and 05 (Standard Pacific Corporation) and 222-101-06 (SDG&E).

5-B Consider Resolution No. 14-828.5, "Adopting the District's 2013 Urban Water Management Plan (UWMP)", and Authorize the General Manager to File the UWMP with the Department of Water Resources.

General Manager Greg Thomas provided an overview of the adoption timeline of the 2013 Urban Water Management Plan (UWMP) and responded to questions of the Board of Directors.

In a motion by Director Towne, seconded by Director Drake and unanimously carried, the Board of Directors Adopted Resolution No. 14-828.5, "Adopting the District's 2013 Urban Water Management Plan (UWMP)", and Authorized the General Manager to File the UWMP with the Department of Water Resources.

SECTION 6 – SDCWA DIRECTOR'S REPORT & DIRECTORS/STAFF ACTIVITIES REPORT

6-A This portion of the agenda may be used by the San Diego County Water Authority representative to make informal reports on activities.

Director Murtland provided a summary of activities at the San Diego County Water Authority meeting including:

- Fiscal Sustainability Task Force Report
- Legislation Conservation Outreach Committee
- Bay Delta Conservation Plan (BDCP)
- Salton Sea Nutrient Management Plan
- Prop 50 Desal Grant Funding Program
- Reservoir Levels
- Colorado River Levels

6-B This portion of the agenda may be used by the Board of Directors or management to make informal oral reports on their activities.

Director Murtland:

- Webinar on "Communications protocol between Staff and Board Members".

Director Towne:

- Webinar on "Communications protocol between Staff and Board Members".
- CSDA Meeting

Director Drake:

- Upcoming ACWA Energy Committee Meeting on February 19, 2014.

President Quist

- COWU Meeting

6-C This portion of the agenda may be used by the Board of Directors to request items for future agendas.

Director Towne:

- Recommendation on future agenda concerning facilities, structural changes and implementing energy conservation measures.
- Stakeholder with Escondido Creek Conservancy Outreach Committee. President Quist recommended that the PIIGR Committee take the lead with the Escondido Creek Conservancy Outreach Committee.

President Quist:

- Workshop on Protocols for Board and Staff Communications.

6-D Request Approval for a Board Member(s) to Attend Upcoming Meetings; Conferences; or Seminars for Those Not Authorized in the District's Administrative Code, Section 502 "Authorized District Memberships."

General Manager Greg Thomas solicited the Board of Directors on attendance of the following upcoming meetings and conferences.

- COWU Meeting February 13th
- CSDA Dinner on February 27th
- ACWA Spring Conference May 6 – 9th.

6-E District Activities Report (DAR), January 2014.

The Board of Directors received and filed the January 2014 District Activities Report (DAR).

The Board of Directors requested that all new hires be introduced to the Board of Directors during regular meeting times.

6-F San Diego County Water Authority (SDCWA) Fiscal Sustainability Task Force Update.

General Manager Greg Thomas provided an update of the San Diego County Water Authority (SDCWA) Fiscal Sustainability Task Force and answered questions of the Board of Directors.

6-G 2013-2014 Statement of Economic Interests Form 700 Annual Disclosure.

Board Secretary Thomas Butler provided an overview of the filing requirements of Form 700 and requested that all completed Form 700's be turned back in prior to the April 1st deadline. General Manager Greg Thomas and Staff answered questions of the Board of Directors concerning their Form 700's.

The Board of Directors recessed to Closed Session at 8:20p.m. President Quist reconvened to Open Session at 9:00p.m. The Board of Directors reported out of Closed Session with no reportable action.

Closed Session:

- a. CONFERENCE WITH LEGAL COUNSEL—EXISTING LITIGATION (Paragraph (1) of subdivision (d) of Section 54956.9) Name of case: Dion v. Rincon del Diablo Municipal Water District, San Diego Superior Court Case No. 37-2013-00070999-CU-WT-NC

SECTION 7 – GENERAL MANAGER'S REPORT

7-A General Manager's Oral Report.

General Manager Greg Thomas reported on the following:

- Update the Board on the Strategic Plan RFP and provided recap of three proposals to support the Districts efforts. Recommended to go with one Consultant and not hold interviews.
- Provided an update on upcoming events, to include the Escondido Mayor State of City address.
- Provided an update to the Board on medical benefits and that the General Manager and Staff are reviewing language for the next resolution.

SECTION 8 – LEGAL MATTERS

8-A District Counsel Oral Report.

Nothing to report.

The Board of Directors recessed to Closed Session at 9:08p.m. President Quist reconvened to Open Session at 9:50p.m. The Board of Directors reported out of Closed Session with no reportable action.

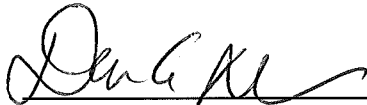
Closed Session:

- b. GC54954.5: PUBLIC EMPLOYEE PERFORMANCE EVALUATION, Title:
General Manager's Initial Progress Report

ADJOURNMENT

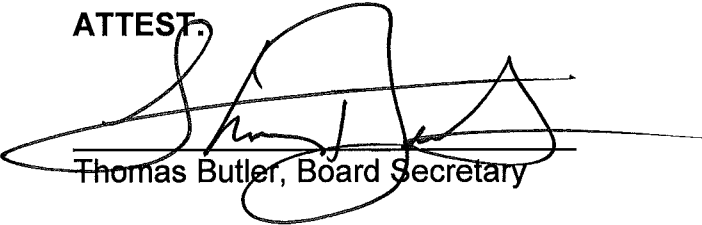
There being no further business before the Board of Directors, the meeting was adjourned by President Quist at 9:51p.m.

APPROVED:



David Drake, Vice President

ATTEST.



Thomas Butler, Board Secretary