



**BEAUMONT-CHERRY VALLEY WATER DISTRICT
MINUTES OF REGULAR MEETING OF THE BOARD OF DIRECTORS
560 Magnolia Avenue, Beaumont, CA 92223
Wednesday, April 13th, 2016
Regular Session 7:00 p.m.**

Call to Order, President Cottrell

Director Hoffman began the meeting at 7:05 p.m., in the absence of President Cottrell.

Pledge of Allegiance, Director Covington

Director Covington led the pledge.

Invocation, Director Douglass

Director Douglass led the invocation.

Roll Call

Present at the meeting were Directors Covington, Hoffman, Slawson, and Douglass, President Cottrell was absent. Legal Counsel: James Markman. District Staff: General Manager: Eric Fraser, Director of Engineering: Dan Jagggers, Director of Operations: Anthony Lara and Sr. Finance & Administrative Analyst: William Clayton.

Public who registered their attendance were John Jeter, Patsy Reeley, Barbara W. Brown, Hamid Roknian, and Fran Flanders.

Public Comment

There was no public comment.

ACTION ITEMS

1. Adjustments to the Agenda

There were no changes to the Agenda.

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. February 2016 Budget Variance Report Review** (pages 3-7)
- b. February 29th, 2016 Cash/Investment Balance Report** (page 8)
- c. March 2016 Check Register Review** (pages 9-25)
- d. March 2016 Invoices Pending Approval** (pages 26-28)
- e. Minutes of the Regular Meeting March 9th, 2016** (pages 29-33)

Director Covington motioned to approve all items on the Consent Calendar. The motion was seconded by Director Douglass and passed 4-0, with President Cottrell absent.

3. Consideration of Participation in a Facilitated Process for Resolution of Regional Water Issues with San Bernardino Valley Municipal Water District. (pages 34-36)**

General Manager Fraser gave an overview of the invitation received from the San Bernardino Valley Municipal Water District to participate in a facilitated process to discuss regional water supply issues of mutual interest in the Pass area.

After discussion, all Directors thanked the SBVMWD and agreed to table the item until the next Board meeting. Director Covington motioned to table the item and bring back in the May Board meeting. The motion was seconded by Director Douglass and passed 4-0, with President Cottrell absent.

4. Consideration of Request for Update of “Will Serve Letter” for Previously Approved Development – Tract 32850. (pages 37-41)**

Public comment on Item:

Mr. Dan Haskins, representative for Land Engineering Consultants Inc., explained the tract’s engineering design challenges the owner and developer have been resolving since the last Updated Will Serve Letter dated June 2015. Mr. Haskins is requesting on behalf of the project owner/developer an Updated Will Serve Letter for an additional twelve months.

General Manager Fraser explained that one of the elements the District is including in this and future Will Serve Letters is that of securing the recycled water supply. As recycled water supply becomes available, the District wants to make sure that the water supply identified is allocated to the projects. Therefore, a component included as a condition of approval is to make sure that water supply identified in the plan of service, water supply assessments and our Urban Water Management Plan is allocated by the City of Beaumont to our district to be utilized in these type of projects. This condition of approval shifts the burden to the developer to secure entitlement to the recycled water supply for the project from the City of Beaumont.

After discussion, Director Slawson motioned to approve the Will Serve Letter. The motion was seconded by Director Covington and approved 4-0, with President Cottrell absent.

5. Consideration of Request for updated “Will Serve Letter” for Ongoing Development within K Hovnanian Homes – Four Seasons at Beaumont Development (Tract 33096-12). (pages 42-63)**

General Manager Fraser gave an overview of the request from K. Hovnanian ongoing development for an extension of the Will Serve Letter.

After discussion, Director Slawson motioned to approve the Will Serve Letter. The motion was seconded by Director Douglass, and passed 4-0 with President Cottrell absent.

6. Grand Avenue Storm Drain Project April 2016 Update (pages 64-79)**

General Manager Fraser gave a brief overview on the ongoing progress of the Grand Avenue Storm Drain Project. He stated the District continues to work with Riverside County Flood Control and Water Conservation District (RCFC&WCD) on the joint project. He stated partial funding has been secured by Proposition 84 grant and the estimated total project cost thus far is in the range of \$4,000,000 to \$5,000,000. He explained currently the three agencies are working on a Draft Project Charter (RCFC&WCD internal project document), as well as a Memorandum of Understanding. He hopes to have construction started in the next year or so and stated he hopes it will enhance the water supply 500 acre feet per year on average based on rainfall. He stated no action is required.

7. Reports For Discussion

a. Ad Hoc Committees

No reports were made.

b. General Manager

General Manager Fraser presented a PowerPoint presentation on the status of the water supply in the state, which continues to improve. He stated that the current water allocation of the State Water Project is at 45%. He shared that the current reservoirs condition according to the Department of Water Resources is as follows: Shasta Reservoir is at 91% full, which is 109% of the historical average for this date, Lake Oroville is at 91% full, which is at 116% of the historical average for this date. Lake Oroville started releasing water which ultimately flows under the Golden Gate Bridge to the Pacific Ocean in anticipation of a need for storm water capacity. Additionally, San Luis Reservoir is at 50% full, which is 56% of the historical average, which is a critical reservoir to get water to us, but without the tunnels project and the need to preserve fish habitat it's a challenge to get water to the south. He shared his frustration on the continued water conservation restrictions, when the State is releasing water under the Golden Gate Bridge. On a positive note, the District is delivering water into our recharge facility 24 hours a day.

c. Directors Reports

Director Slawson reported on attending the San Geronio Pass Regional Water Alliance. He gave a brief summary of the concerns, which included: how to get more water into our regions and the concerns of the California Water Fix.

Director Douglass reported on the previous BCVWD Joint Workshop between the different agencies who attended. He shared that the agency's representatives were going back to their individual Board members and discussing the Water Allocation Plan. He expressed that it was a good meeting.

Director Hoffman shared his observation of the water flowing into Phase I on the corner of Beaumont Ave. and Cherry Valley Blvd. and asked if the District knew how much water was being captured.

Director of Engineering, Dan Jagers, explained that it's an average of 40-50 acre feet.

d. Legal Counsel Report

No reports were made.

8. Announcements

- Finance and Audit Committee meeting, May 5th, 2016 at 3:00 p.m.
- Regular Board meeting, May 11th, 2016 at 7:00 p.m.
- District Offices will be closed on May 30th, 2016 in observance of Memorial Day.

Director Hoffman made the announcements above.

9. Action List for Future Meetings


- Solar System Update
- Proposition 1 Bond Opportunities

Director Hoffman made the announcements above.

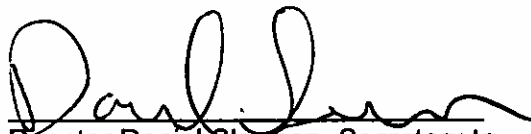
10. Adjournment

Director Hoffman adjourned the meeting at 7:53 p.m.

Attest:



Director David Hoffman, Vice-President
to the Board of Directors of the
Beaumont-Cherry Valley Water District



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

**** Information included in the agenda packet**