



**MINUTES
REGULAR BOARD MEETING
OF THE SANTA FE IRRIGATION DISTRICT
BOARD OF DIRECTORS**

January 18, 2018
Santa Fe Irrigation District
5920 Linea del Cielo
Rancho Santa Fe, CA 92067

ROLL CALL - CALL MEETING TO ORDER

President Hogan called the meeting to order at 8:30 a.m.

BOARD MEMBERS PRESENT: President Michael Hogan, Director Marlene King, Director Andy Menshek, and Director David Petree were present.

BOARD MEMBER ABSENT: Vice President Kenneth Dunford

STAFF AND OTHERS PRESENT: General Manager Michael J. Bardin, Administrative Services Manager Jeanne Deaver, Engineering Services Manager Bill Hunter, Operations Manager Cor Shaffer, Management Analyst Jessica Parks, Senior Utility Worker Nicholas Isabell, General Counsel Paula de Sousa Mills, and members of the public were present. Also present were Christy Whalen and Arnold Keene, Rancho Santa Fe Association.

PLEDGE OF ALLEGIANCE

President Hogan led the Pledge of Allegiance.

ITEMS TO BE ADDED TO THE AGENDA - None

ORAL COMMUNICATIONS - None

PRESENTATIONS AND AWARDS

1. Employee Recognition – Nicholas Isabell, 10-Year Service Award

General Manager Bardin introduced Mr. Isabell and provided brief comments on his service with the District. The Board congratulated Mr. Isabell and thanked him for his service.

2. Government Finance Officer Association Distinguished Budget Presentation Award – Fiscal Year 2017-2018

GM Bardin introduced ASM Deaver and reported the District had received the GFOA Award for Distinguished Budget for eight straight years and congratulated her for this recognition. The Board congratulated Ms. Deaver and thanked her for her work.

ACTION AGENDA

CONSENT ITEMS

3. Approval of Minutes – December 21, 2017 Regular Board Meeting
4. Receive and File Monthly Finance Reports
 - a. Budget Performance
 - b. Disbursements
 - c. Monthly Investment Transaction Report
5. Quarterly Board Expenses Report
6. Quarterly Treasurer's Investment Report
7. Annual District Investment Policy Review and Update

Upon a motion by Director Petree and second by Director Menshek, the Board voted 4-0 to adopt the Consent Calendar. (Dunford absent)

ACTION AND DISCUSSION ITEMS

8. Discuss Board of Directors' Planning Workshops and Strategic Business Plan Update

GM Bardin presented the item and responded to questions from the Board.

After discussion, the Board suggested either using meeting scheduling software to establish Director availability, or staff to prepare a schedule for the workshops.

9. Update on Proposed Statewide Long-Term Water Use Efficiency Legislation

GM Bardin presented the item and responded to questions from the Board. General Counsel de Sousa Mills provided additional legislative details.

GM Bardin introduced the new Rancho Santa Fe Association General Manager Christy Whalen. Ms. Whalen provided brief comments.

10. Update on Water Supply Conditions

GM Bardin presented the item and responded to questions from the Board. President Hogan requested that staff provide Lake Hodges watershed precipitation numbers in future updates.

DIRECTORS' COMMENTS

11. Directors' Comments

Director King requested the District consider amending the Investment Policy in the future to allow investing in Certificates of Deposit.

12. Directors' Reports on Conferences, Activities, and Events - None

REPORTS

13. Operations Reports

- a. R.E. Badger Filtration Plant Report
- b. Water Resources Report

These reports were for the Board's information only. No action was requested or required of the Board.

14. San Diego County Water Authority Board Meeting Report – President Hogan

There was no December SDCWA meeting; however, President Hogan provided an update on the "Water Fix" Twin Tunnels project, noting that a single tunnel project is being investigated at an estimated cost of \$10 billion.

15. Committee Reports

- a. Executive Committee
- b. Administrative and Finance Committee
- c. Water Resources Committee

The reports were included in the agenda materials.

16. General Manager's Report – GM Bardin reported on the following:

- The speaker for the San Diego Chapter CSDA February meeting is Dan McAllister, San Diego County Tax Collector.
- The SDCWA has been holding special Member Agency Manager meetings with a focus on Metropolitan Water District and communications.
- The City of Montecito issued an emergency announcement for joint assistance for pipeline repairs through ACWA and CSDA as a result of the recent landslides.

17. General Counsel's Comments - GC de Sousa Mills reported on the following:

- BB&K will not prepare a 2018 Brown Act Handbook because the revision was minor, deletion of a date. The 2017 Handbook is still valid.

INFORMATION ITEMS - None

CLOSED SESSION

18. Conference with Legal Counsel- Anticipated Litigation
Significant exposure to litigation pursuant to paragraph (2) of subdivision (d) of
Government Code Section 54956.9
One potential case (Claim filed by McComb)

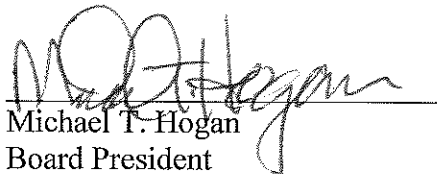
President Hogan adjourned into Closed Session at 9:30 a.m.

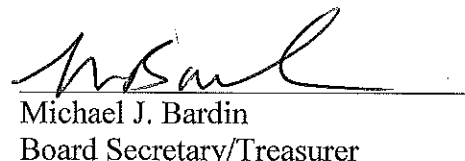
President Hogan reconvened into Open Session at 9:41 a.m.

*General Counsel de Sousa Mills reported that upon a motion by Director Petree and second by
Director Menshek, the Board voted 4-0 to reject the claim submitted. (Dunford absent)*

ADJOURNMENT

President Hogan adjourned the meeting at 9:42 a.m.


Michael T. Hogan
Board President


Michael J. Bardin
Board Secretary/Treasurer