

**MINUTES OF SPECIAL MEETING  
OF THE BOARD OF DIRECTORS OF  
WALNUT VALLEY WATER DISTRICT**

**August 20, 2015  
At the Offices of the District**

**DIRECTORS PRESENT:**

Theodore L. Ebenkamp, President  
Barbara A. Carrera  
Edwin Hilden  
Allen Wu (arrived at 4:41 p.m.)

**STAFF PRESENT:**

Erik Hitchman, Assistant General Manager/Chief Engineer  
Sandra Olson, Director of Administrative Services  
Gabriela Sanchez, Executive Secretary  
Jim Ciampa, Legal Counsel

**DIRECTORS ABSENT:**

Scarlett Kwong

The meeting was called to order at 4:35 p.m. with President Ebenkamp presiding.

There were no guests in attendance.

**Item 3: Public Comment –President Ebenkamp**

- ◆ There were no requests.

**Item 4: Drought Impacts on Future Rates and Revenues**

- ◆ The Board received a PowerPoint presentation on the current hydrologic conditions noting the four-year drought and possible long-term financial impacts to the District. The presentation included an analysis of three scenarios, each scenario factoring a reduction in water sales in the amounts of 15%, 25%, and 30% (relative to 2013) for the next six consecutive years, and taking into consideration existing and possible future rates, reserve funding and debt coverage ratios.
- ◆ Following discussion of the presented information, Board consensus was given to revisit the Policy Objectives for Guiding Water Rate Design, which were adopted at the November 21, 2013, Board meeting. In addition, staff was instructed to prepare a draft preliminary scope-of-work for possible modifications to the District's current rate structure model and methodology.

**Adjournment at 5:24p.m.**

**Motion No. 15-08-820: *Upon consideration thereof, it was moved by Director Hilden, seconded by Director Wu and unanimously carried (4-0), to adjourn the meeting.***

**President Ebenkamp indicated Motion No. 15-08-820 was approved by a (4-0) vote**