

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

**September 19, 2013
At the Offices of the District**

DIRECTORS PRESENT:

Edwin M. Hilden, President
Barbara A. Carrera
Theodore L. Ebenkamp
Allen L. Wu

DIRECTORS ABSENT:

Scarlett P. Kwong

STAFF PRESENT:

Mike Holmes, General Manager
Erik Hitchman, Assistant General Manager/Chief Engineer
Sandra Olson, Director of Administrative Services
Brian Teuber, Director of Finance
Carmen Fleming, Executive Assistant
Tim Gosney, Legal Counsel

The meeting was called to order at 4:03 p.m. with President Hilden presiding.

Guests and others in attendance: Mr. James Linthicum of Three Valleys Municipal Water District.

Item 3: Public Comment – President Hilden

- ◆ There were no requests to make public comment.

Item 4: Discussion and consideration of Possible Water Rate Adjustment Effective January 1, 2014

- ◆ The General Manager advised that, effective January 1, 2014, the District's cost for buying water from Three Valleys Municipal Water District will increase to \$875 per acre foot (\$2.01 per ccf). The Board was then presented with four rate scenarios that would address the MWD/TVMWD rate increases as well as the additional revenue needs of the District. It was noted that each of the proposed rate scenarios were within the limits projected in the District's Proposition 218 Notice. There was also detailed discussion regarding the District's Reserve for Replacement funding.
- ◆ Due to President Kwong's absence, staff was given direction to meet with her to review the four rate scenarios and gather her input.
- ◆ The Board then requested that this item be brought back for further discussion before the full Board at the October 24, 2013, Board workshop meeting to allow Director Kwong an opportunity to meet with staff and additional time for their independent review of the information provided.

Adjournment at 4:55 p.m.