

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

**May 23, 2019
At the Offices of the District**

DIRECTORS PRESENT:

Theodore L. Ebenkamp
Edwin Hilden
Scarlett Kwong
Theresa Lee
Jerry Tang

STAFF PRESENT:

Erik Hitchman, General Manager/Chief Engineer
Brian Teuber, Assistant General Manager
Sandy Olson, Director of Administrative Services
Joshua Byerrum, Accounting Manager
Dave Johnson, Director of Operations
Gabriela Sanchez, Executive Secretary
Jim Ciampa, Legal Counsel

DIRECTORS ABSENT:

None

The meeting was called to order at 4:01 p.m. with President Hilden presiding.

Guests and others in attendance: Sanjay Gaur, Raftelis Financial Consultants, Inc.

Item 3: Public Comment

- ◆ There were no requests. (Item 3)

Item 4: Review of 2019 Rate Study

- ◆ The Board received a PowerPoint presentation, prepared by Mr. Sanjay Gaur of Raftelis Financial Consultants, Inc., providing an overview on the rate study, current legal environment, policy objectives for guiding the rate design as ratified by the Board in February 2018, and rate model scenarios. Following discussion regarding the components of the various scenarios, Board direction was given to evaluate alternative tier structures which would include possible changes to the number of tiers and the width of each tier. (Item 4)

Item 5: Review and Discussion of Fiscal Year 2019-20 Budget

- ◆ The Board viewed a PowerPoint presentation detailing various elements of the District's proposed FY 2019-2020 Budget that included a summary of major expenses, revenues, Capital Investment Program, and projected personnel costs.
- ◆ Following review and discussion of the budget materials, staff proposed presenting the budget for further discussion and possible adoption at the June 17, 2019, Regular Board meeting. (Item 5)

Item 6: Review/Revision of Workshop Schedule for July, August, and September

- ◆ The Board scheduled a Board workshop for August 15, 2019, at 4:00 p.m. This workshop will be in addition to the August 19, 2019 Regular Board meeting and August 22, 2019 Special Board Meeting. (Item 6)

Item 7: Other

- ◆ The Board was advised of the upcoming retirement of Mr. Dave Johnson, Director of Operations. (Item 7)

Adjournment at 5:34 p.m.

Motion No: 19-05-1384: *Upon consideration thereof, it was moved by Director Kwong, seconded by Director Tang and unanimously carried (5-0) to adjourn the meeting.*

President Hilden indicated Motion No. 19-05-1384 was approved by a 5-0 vote