



1           5.       President Price asked if anyone in the audience wished to be  
2 heard on an item not on today's Agenda. Mr. Velasquez expressed concerns of  
3 residents of Chapala development in Eastlake about removal of campaign signs  
4 at the development and alleging that Director Price was involved in removal of  
5 the signs. Director Price stated she was not responsible for the removal of the  
6 campaign signs.  
7

8           Ms. Marissa Cerrito expressed her concerns about the rate increases  
9 approved by the Board in January.

10          Mr. Alex Canedo stated he is concerned about rate increases.

11          Mr. Fred Cardenas stated he made a public records request for copies of  
12 District documents. He stated he does not think he should be charged for the  
13 copies but will pay under protest.  
14

15          Mr. Duane Betty, a principal at Atlas Homes, addressed the Board  
16 regarding Agenda Item No. 20(d) to be discussed in closed session. This  
17 matter involves the District's 850 Reservoir site and approval of Atlas Homes'  
18 final maps. Atlas Homes dedicated property to the County for open space that  
19 Atlas is contractually obligated to convey to the District. Director Price stated  
20 the issue will be addressed in closed session today following the Board  
21 meeting.  
22

23           6.       President Price presented the Consent Calendar. A motion was  
24 made by Director Inocentes, seconded by Director Laudner and unanimously  
25 carried to approve the following items on the Consent Calendar:  
26

- 27           a)       AUTHORIZATION FOR GENERAL MANAGER TO SIGN  
28                    AGREEMENT WITH SWEETWATER AUTHORITY FOR THE  
29                    INSTALLATION AND OPERATION OF A COMMUNICATIONS  
                      FACILITY AT OTAY 2-1 RESERVOIR SITE

1 b) REVIEW OF CONSTRUCTION AGREEMENTS  
2 AND ACCEPTANCES FOR AUGUST 2000

3 CONSTRUCTION AGREEMENTS

4 OTAY RANCH PHASE 7, SHARP MEDICAL OFFICES  
(WO 9197)

5 OTAY RANCH VILLAGE 1, PHASE 7 (R-18) (WO 9167)

6 OTAY RANCH VILLAGE 1, PHASE 7 (R-17) (WO 9168)

7 GRACE LAMAY TERRACE-TM 5119 PHASE 2 (WO 9131)

8 ACCEPTANCES

9 OTAY RANCH-SANTA YNEZ & BACKBONE (WO 8732)

10 OTAY RANCH VILLAGE 1 (R-2) (WO 8772)

11 OTAY RANCH VILLAGE 1, PARCEL R-5 (WO 8776)

12 OTAY RANCH VILLAGE 1, NGHBRHD R-6 (WO 8887)

13 OTAY RANCH, SANTA ALISA AVE, PIEDMONT DR  
& WOOD (WO 8933)

14 EASTLAKE TRAILS SOUTH, TRACT 99-03 (WO 9008)

15 SALT CREEK RANCH, NGHBRHD 5, UNIT 3 (WO 8466)

16 SALT CREEK RANCH, NGHBRHD 5, UNIT 4 (WO 8485)

17 SALT CREEK RANCH, NGHBRHD 5, UNIT 5 (WO 8488)

18 SALT CREEK RANCH, NGHBRHD 6, UNIT 8 (WO 8515)

19 SALT CREEK RANCH, NGHBRHD 6, UNIT 9 (WO 8516)

20 SALT CREEK RANCH, NGHBRHD 6, UNIT 10  
(WO 8517)

21 SALT CREEK RANCH, PHASE 11, NEIGHBORHOOD 3,  
UNIT 10 (WO 8557)

22 SALT CREEK RANCH, NEIGHBORHOOD 4b, UNIT 3  
(WO 8567)

23 SALT CREEK RANCH, NEIGHBORHOOD 4b, UNIT 5  
(WO 8569)

24 SALT CREEK RANCH, NEIGHBORHOOD 4b, UNIT 6  
(WO 8570)

25 SALT CREEK RANCH NEIGHBORHOOD 4b, UNIT 7  
(WO 8571)

26 EASTLAKE TRAILS-CLUBHOUSE DR (WO 8951)

27 7. President Price opened the public hearing on the District's

28 Resolution No. 3876 regarding exclusion of Hillsdale Ranch from AD 4 and

29 Resolution No. 3877 regarding the annexation of Hillsdale Ranch into ID 18 at

3:59 p.m. No one wished to be heard and the public hearing was closed at 4:00

p.m. A motion was made by Director Watton, seconded by Director Inocentes

and carried to adopt:

RESOLUTION NO. 3876

RESOLUTION OF THE BOARD OF DIRECTORS  
OF OTAY WATER DISTRICT EXCLUDING  
HILLSDALE RANCH FROM AD 4 (FN 0210-20-220)

RESOLUTION NO. 3877

RESOLUTION OF THE BOARD OF DIRECTORS  
OF OTAY WATER DISTRICT ANNEXING HILLSDALE  
RANCH TO ID 18 (FN 0210-20-220)

8. President Price opened discussion regarding the authorization for the General Manager to sign an agreement with the City of Chula Vista for joint use of facilities in the Eastlake neighborhood Sports Park. Engineering Manager Mumford explained that this is a Joint Use Agreement between the District and the City of Chula Vista to locate a recycled reservoir under the Sports Park. The District has a reimbursement agreement with Eastlake to construct the pump station and reservoir on the site and is working with the County Water Authority to acquire the right-of-way for the pipelines that will serve the park. CWA has informally given the District tentative approval for the pipelines but we are waiting to receive formal approval from CWA prior to granting Eastlake permission to begin design. Eastlake will be informed to go ahead with the design of the facilities while we are acquiring the pipeline right-of-way. This will address Eastlake's concerns about expediting the project.

There was discussion regarding activities at the park, whether the facility was permanent and the groundbreaking date. Director Inocentes thanked staff for its work with the City of Chula Vista on this project.

A motion was made by Director Inocentes, seconded by Director Laudner to authorize the General Manager to sign the agreement with the City

1 of Chula Vista for joint use of facilities in the Eastlake neighborhood Sports  
2 Park.

3 9. President Price asked if there were any items to be considered  
4 under Directors' Travel. Director Inocentes inquired about the item listed on the  
5 staff report for Directors' Travel – ACWA Fall Conference. General Manager  
6 Griego stated that it is listed as an informational item. Director Inocentes stated  
7 that the Board boycotted the ACWA Spring Conference. There was no motion  
8 to approve travel to ACWA.  
9

10 10. Administrative Services Department Head Alvarez presented his  
11 monthly report (Staff Report attached). He stated Information Technology staff  
12 participated with Finance in the rebate of \$1.4 million to District customers  
13 which began on September 1, 2000. Mr. Alvarez stated the Garden is the  
14 recipient of \$10,000 grant from Metropolitan Water District, which will be  
15 presented at the next Garden Board meeting.  
16  
17

18 Mr. Alvarez also stated that the GIS program is on schedule and a  
19 demonstration will be presented at the workshop on October 11.

20 He stated that Supervisor Jacob's office has requested that the District  
21 participate in a TV presentation on the Garden that will air on Educational  
22 Channel 17.  
23

24 11. Director Laudner stated he has received calls because the  
25 minutes cannot be accessed on the Internet. District Secretary Smith stated the  
26 minutes are posted to the District's web page but that with the update of the  
27 site, some Netscape users have problems accessing the minutes.  
28

29 Administrative Services Department Head Alvarez stated staff will follow-up and  
furnish a phone number for people to call to help them troubleshoot.

1           12.    Operations Department Head Mahanke presented his report (Staff  
2 Report attached). He stated the District sold 3,558 acre-feet of water and 305  
3 meters were installed for the month of August. Mr. Mahanke stated the District  
4 is using the interconnect pipeline for transferring water from the 624 Reservoir  
5 to ID 7 which is helping with chlorination of the Otay Mesa System.  
6

7           Mr. Mahanke gave a brief update on energy negotiations ACWA is  
8 conducting as well as the District submitting load profiles to energy service  
9 providers. Director Price asked if the region or if other water agencies are  
10 coming together. Mr. Mahanke stated that there is little being done in this  
11 regard. At this time, the energy suppliers are controlling the cost. There was  
12 discussion regarding the Board of Supervisors taking action to research the  
13 possibility of building a power plant for San Diego and pending legislation that  
14 would allow the District to be a supplier/wholesaler.  
15

16           Mr. Mahanke stated that we have applied to APCD to extend hours to  
17 use three of our generators. There was a meeting last week with APCD  
18 regarding relaxing the criteria if a stage 3 is declared. APCD will allow us to run  
19 the gensets to avert a possible blackout.  
20

21           13.    Engineering Manager Mumford presented the monthly Engineer-  
22 ing Department Report (Staff Report attached). He stated the Telegraph  
23 Canyon Road project is nearing completion. The District received a draft  
24 preliminary copy of the County's 2020 General Plan that had no major impacts  
25 on the District except for maybe some changes in the Jamul/Delzura area.  
26

27           Mr. Mumford reported on several items including meeting with the  
28 investor/developer about purchasing Honey Springs to develop a golf course  
29 resort and lining of the 711 Reservoir at the Use Area. He stated the Buena

1 Vista pump station was under construction, 85% completed, but the contractor  
2 has abandoned the construction site and has not responded to our calls. We  
3 have put the surety on notice that it needs to come in and perform within 45  
4 days.

5 Mr. Mumford reported that the District was nominated by the Association  
6 of Environmental Professionals as a finalist for the environmental work on the  
7 Interconnect Project. The award will be presented on September 28.

9 14. Finance Department Head Chambers presented the monthly  
10 report (Staff Report attached). Ms. Chambers introduced two new employees  
11 in the accounting department. They will specialize in job costs and monitor CIP  
12 projects.

14 Ms. Chambers presented a new format for her monthly report to the  
15 Board that simplifies the reserve fund information. She stated that in  
16 September a rebate was issued to our customers.

18 15. Mr. Harron presented the General Counsel Report (Staff Report  
19 attached). He stated that the General Manager has reestablished the Triad  
20 meetings with our major developers and that the meetings will provide important  
21 feedback with regard to how the District is meeting the Developers' needs.

23 Director Watton asked Mr. Harron for a report regarding the Westland  
24 matter. Director Watton stated that the Monterey issue throws out the  
25 environmental work and discusses growth inducement of these projects in  
26 California. It was also stated that the Los Angeles County Board of Supervisors  
27 has rescinded their approval of the Newhall Ranch matter.

29 16. General Manager Griego stated that we have opened  
communication with developers. He has contacted them personally letting them

1 know we're open to their input and received compliments from them about the  
2 District and staff but there are some issues we need to address.

3 General Manager Griego stated that the District is hosting a symposium  
4 on October 30 where opinion leaders in the area will be invited to talk about  
5 water issues. The symposium is being presented to keep them informed of the  
6 water issues impacting the District and the surrounding communities. He stated  
7 he would like to have three symposiums throughout the year to keep them  
8 updated on the issues involving water and the community.  
9

10 He also stated contact is being made with the Chambers of Commerce in  
11 the area wherein the District will contribute an article to their monthly publication  
12 about water so we always have a presence in the community.  
13

14 17. Director Watton stated that he attended several meetings at the  
15 County Water Authority regarding rates. Staff will be receiving a computer disk  
16 from CWA that will allow it to start modeling rates. He stated that the  
17 Metropolitan Water District confirmed that the new rate plan would not impact  
18 any of the agencies.  
19

20 18. Director Watton stated that the District has had a lot of activity  
21 about its rates. He stated that our website has a graph of rates that goes back  
22 several years and requested confirmation from staff that the information on the  
23 website is accurate. He stated that the rates look as if they have stayed level.  
24 Finance Department Head Chambers stated that we have updated the graph  
25 but she will confirm that the updates were incorporated into the web page.  
26  
27

28 Director Price stated that the District has not raised rates as a result of its  
29 operations or administration costs. Any rate increases that have occurred have  
been the cost of water from CWA and/or Met.

1 Director Inocentes inquired if a decision has been made on the wheeling  
2 rate. Director Watton stated Met sued to validate its wheeling rate, lost in trial  
3 court, and appealed the decision. The appeals court reversed the trial court's  
4 decision stating that the case has to be tried on the facts. The Supreme Court  
5 refused to hear it so it is back before the trial court. Director Watton stated they  
6 never tried the actual facts of the case and that the legislature can enact laws to  
7 set aside what the Supreme Court does by establishing new laws on wheeling.  
8 Met was trying to sue to validate its rate and it hasn't been able to do that.

9  
10 Director Inocentes stated at the Presidents and Mangers breakfast there  
11 was a presentation on the Salton Sea. Director Laudner stated that it was  
12 reported that there are no pesticides in the Salton Sea.

13  
14 19. The Board adjourned into closed session at 4:50 p.m.

15 20. With no further business to come before the Board, the meeting  
16 was adjourned at 5:31 p.m.  
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20 \_\_\_\_\_  
Vice President

21 ATTEST:

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23 \_\_\_\_\_  
District Secretary  
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