MINUTES
REGULAR BOARD MEETING
of the
WEST VALLEY WATER DISTRICT
March 21, 2019

<table>
<thead>
<tr>
<th>Attendee Name</th>
<th>Present</th>
<th>Absent</th>
<th>Late</th>
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<tbody>
<tr>
<td>Board of Directors</td>
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<tr>
<td>Michael Taylor</td>
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<td>Kyle Crowther</td>
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<tr>
<td>Donald Olinger</td>
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<td>Clifford Young</td>
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<td>Gregory Young</td>
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<td>Legal Counsel</td>
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<td>Robert Tafoya</td>
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<tr>
<td>Staff</td>
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<tr>
<td>Clarence Mansell</td>
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<td>Ricardo Pacheco</td>
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<td>Crystal L. Escaria</td>
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<td>Deborah Martinez</td>
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<td>Lanita McCauley-Bates</td>
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<td>Joanne Chan</td>
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<td>Linda Jadeski</td>
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<td>Jon Stephenson</td>
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<td>Albert Clinger</td>
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<td>Naseem Farooqi</td>
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<tr>
<td>Melissa Blount</td>
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<tr>
<td>Nadia Loukeh</td>
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<tr>
<td>Consultant(s)</td>
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<td>Robert Katherman</td>
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OPENING CEREMONIES

Pledge of Allegiance - Lead by Vice President Kyle Crowther
Opening Prayer - Lead by Director Don Olinger
Call to Order
Roll Call of Board Members

WVWD
Minutes: 3/21/19
ADOPT AGENDA

• PULL ITEMS NO. 12 AND NO. 13 FROM THE AGENDA

Director Dr. Young motioned to pull Item No. 12 and No. 13 from the agenda before the agenda was adopted. Director Greg Young seconded the motion however, the motioned failed by the recorded vote.

RESULT: DEFEATED [2 TO 3]
MOVER: Clifford Young, Director
SECONDER: Gregory Young, Director
AYES: Clifford Young, Gregory Young
NAYS: Michael Taylor, Kyle Crowther, Donald Olinger


General Manager, Clarence Mansell requested to add the forenamed resolution to the agenda as an emergency item. He explained to the Board the resolution is required to apply for a grant by the district. The deadline to apply for this grant occurs before the next regular Board Meeting creating the emergency to pass the resolution at this meeting. President Dr. Taylor motioned to pass the resolution which was second by Vice President Kyle Crowther. The Directors voted unanimously to approve the resolution.

RESULT: APPROVED [UNANIMOUS]
MOVER: Michael Taylor, President
SECONDER: Kyle Crowther, Vice President
AYES: Michael Taylor, Kyle Crowther, Donald Olinger, Clifford Young, Gregory Young

• ADOPT AGENDA

President Dr. Taylor motioned to approve the agenda, second by Vice President Kyle Crowther. The motion passed by a unanimous vote.

RESULT: APPROVED [UNANIMOUS]
MOVER: Michael Taylor, President
SECONDER: Kyle Crowther, Vice President
AYES: Michael Taylor, Kyle Crowther, Donald Olinger, Clifford Young, Gregory Young

WVWD

Minutes: 3/21/19
PUBLIC PARTICIPATION
Mr. Don Griggs and Mr. Hardy Brown made comments to the Board of Directors. Mr. Hardy Brown submitted two documents to the Board Secretary as part of his comments.

CONSENT CALENDAR

1. APPROVE WEST VALLEY WATER DISTRICT COMMITTEE LIST

A motion was made by President Dr. Taylor to pass all the items on the agenda in one vote, however Director Greg Young made a substitute motion to take items No. 12, 13 19 and 20 as a separate consideration and to pass the balance of the agenda as presented. Director Dr. Young second the substitute motion. The substitute motion passed by the following vote:

RESULT:  APPROVED [UNANIMOUS]
MOVER:  Gregory Young, Director
SECONDER:  Clifford Young, Director
AYES:  Michael Taylor, Kyle Crowther, Donald Olinger, Clifford Young, Gregory Young

2. RECEIVE AND FILE FEBRUARY 2019 PURCHASE ORDER REPORT

A motion was made by President Dr. Taylor to pass all the items on the agenda in one vote, however Director Greg Young made a substitute motion to take items No. 12, 13 19 and 20 as a separate consideration and to pass the balance of the agenda as presented. Director Dr. Young second the substitute motion. The substitute motion passed by the following vote:

RESULT:  APPROVED [UNANIMOUS]
MOVER:  Gregory Young, Director
SECONDER:  Clifford Young, Director
AYES:  Michael Taylor, Kyle Crowther, Donald Olinger, Clifford Young, Gregory Young

BUSINESS MATTERS

3. TREASURER REPORT NOVEMBER 2018

A motion was made by President Dr. Taylor to pass all the items on the agenda in one vote, however Director Greg Young made a substitute motion to take items No. 12, 13 19 and 20 as a separate consideration and to pass the balance of the agenda as presented. Director Dr. Young second the substitute motion. The substitute motion passed by the following vote:

RESULT:  APPROVED [UNANIMOUS]
MOVER:  Gregory Young, Director
SECONDER:  Clifford Young, Director
AYES:  Michael Taylor, Kyle Crowther, Donald Olinger, Clifford Young, Gregory Young

4. TREASURER REPORT OCTOBER 2018

A motion was made by President Dr. Taylor to pass all the items on the agenda in one vote, however Director Greg Young made a substitute motion to take items No. 12, 13 19 and 20 as a separate consideration and to pass the balance of the agenda as presented. Director Dr. Young second the substitute motion. The substitute motion passed by the following vote:

WVWD
Minutes: 3/21/19
5. TREASURER REPORT DECEMBER 2018

A motion was made by President Dr. Taylor to pass all the items on the agenda in one vote, however Director Greg Young made a substitute motion to take items No. 12, 13 19 and 20 as a separate consideration and to pass the balance of the agenda as presented. Director Dr. Young second the substitute motion. The substitute motion passed by the following vote:

RESULT: APPROVED [UNANIMOUS]
MOVER: Gregory Young, Director
SECONDER: Clifford Young, Director
AYES: Michael Taylor, Kyle Crowther, Donald Olinger, Clifford Young, Gregory Young

6. POSTING OF AUDIO MINUTES FOR THE BOARD OF DIRECTORS MEETINGS TO THE DISTRICT WEBSITE

A motion was made by President Dr. Taylor to pass all the items on the agenda in one vote, however Director Greg Young made a substitute motion to take items No. 12, 13 19 and 20 as a separate consideration and to pass the balance of the agenda as presented. Director Dr. Young second the substitute motion. The substitute motion passed by the following vote:

RESULT: APPROVED [UNANIMOUS]
MOVER: Gregory Young, Director
SECONDER: Clifford Young, Director
AYES: Michael Taylor, Kyle Crowther, Donald Olinger, Clifford Young, Gregory Young

7. APPROVAL OF VARNER & BRANDT, LLP FOR PROFESSIONAL SERVICES RENDERED IN THE MONTH OF DECEMBER 2018; INVOICE ACCT NO.: 23767-000M; $612.50

A motion was made by President Dr. Taylor to pass all the items on the agenda in one vote, however Director Greg Young made a substitute motion to take items No. 12, 13 19 and 20 as a separate consideration and to pass the balance of the agenda as presented. Director Dr. Young second the substitute motion. The substitute motion passed by the following vote:

RESULT: APPROVED [UNANIMOUS]
MOVER: Gregory Young, Director
SECONDER: Clifford Young, Director
AYES: Michael Taylor, Kyle Crowther, Donald Olinger, Clifford Young, Gregory Young

8. APPROVAL OF LEAL TRJO, APC FOR PROFESSIONAL SERVICES RENDERED IN THE MONTH OF DECEMBER 2018; INVOICE NO. 17375: $15,349.47

A motion was made by President Dr. Taylor to pass all the items on the agenda in one vote, however Director Greg Young made a substitute motion to take items No. 12, 13 19 and 20 as a separate consideration and to pass the balance of the agenda as presented. Director Dr. Young second the substitute motion. The substitute motion passed by the following vote:

RESULT: APPROVED [UNANIMOUS]
MOVER: Gregory Young, Director
SECONDER: Clifford Young, Director
AYES: Michael Taylor, Kyle Crowther, Donald Olinger, Clifford Young, Gregory Young

WVWD

Minutes: 3/21/19
RESULT:  APPROVED [UNANIMOUS]
MOVER:  Clifford Young, Director
SECONDER:  Gregory Young, Director
AYES:  Michael Taylor, Kyle Crowther, Donald Olinger, Clifford Young, Gregory Young

9. APPROVAL OF LEAL TRJO, APC FOR PROFESSIONAL SERVICES RENDERED IN THE MONTH OF JANUARY 2019; INVOICE NO. 17406: $28,122.50

A motion was made by President Dr. Taylor to pass all the items on the agenda in one vote, however Director Greg Young made a substitute motion to take items No. 12, 13 19 and 20 as a separate consideration and to pass the balance of the agenda as presented. Director Dr. Young second the substitute motion. The substitute motion passed by the following vote:

RESULT:  APPROVED [UNANIMOUS]
MOVER:  Gregory Young, Director
SECONDER:  Clifford Young, Director
AYES:  Michael Taylor, Kyle Crowther, Donald Olinger, Clifford Young, Gregory Young

10. APPROVAL OF GRESHAM SAVAGE NOLAN & TILDEN FOR PROFESSIONAL SERVICES RENDERED IN THE MONTH OF DECEMBER 2018; INVOICE NO. 35283: $2,473.51

A motion was made by President Dr. Taylor to pass all the items on the agenda in one vote, however Director Greg Young made a substitute motion to take items No. 12, 13 19 and 20 as a separate consideration and to pass the balance of the agenda as presented. Director Dr. Young second the substitute motion. The substitute motion passed by the following vote:

RESULT:  APPROVED [UNANIMOUS]
MOVER:  Gregory Young, Director
SECONDER:  Clifford Young, Director
AYES:  Michael Taylor, Kyle Crowther, Donald Olinger, Clifford Young, Gregory Young

11. APPROVAL OF PAYMENT TO TAFOYA & GARCIA, LLP FOR PROFESSIONAL SERVICES RENDERED IN JANUARY 2018, INVOICE NO. 19-001: $30,601.20 AND FEBRUARY 2019, INVOICE NO. 19-002: $36,537.80

A motion was made by President Dr. Taylor to pass all the items on the agenda in one vote, however Director Greg Young made a substitute motion to take items No. 12, 13 19 and 20 as a separate consideration and to pass the balance of the agenda as presented. Director Dr. Young second the substitute motion. The substitute motion passed by the following vote:

RESULT:  APPROVED [UNANIMOUS]
MOVER:  Gregory Young, Director
SECONDER:  Clifford Young, Director
AYES:  Michael Taylor, Kyle Crowther, Donald Olinger, Clifford Young, Gregory Young

12. AMENDMENT TO ARTICLE 12 - GROUP MEDICAL, VISION, DENTAL, RETIREMENT PLAN & OTHER BENEFITS

Director Greg Young requested to take this item as a separate consideration. He commented that he is in favor of the intent of the item but felt it was the wrong time to approve it and as a result voted to table it for future consideration.

WVWD

Minutes: 3/21/19
result, would be voting “No” and motioned to pass the item. Following this statement, Director Dr. Young made a substitute motion to table Items No. 12 and 13. Director Greg Young second the motion however the motioned failed by the following vote:

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<thead>
<tr>
<th>RESULT:</th>
<th>DEFEATED [2 TO 3]</th>
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<tbody>
<tr>
<td>MOVER:</td>
<td>Clifford Young, Director</td>
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<tr>
<td>SECONDER:</td>
<td>Gregory Young, Director</td>
</tr>
<tr>
<td>AYES:</td>
<td>Clifford Young, Gregory Young</td>
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<tr>
<td>NAYS:</td>
<td>Michael Taylor, Kyle Crowther, Donald Olinger</td>
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Following the previous failed motion to table items No. 12 and No. 13, President Dr. Taylor motioned to pass Item No. 12 as presented. Vice President Kyle Crowther second the motion. Director Don Olinger called for discussion before a vote could be taken. Director Olinger questioned if this item was long term care. Deborah Martinez, Human Resources Manager clarified that this item is not long term care and is concerning health care benefits for current employees. Mrs. Martinez reported that she found the proposed amendment to be consistent with the surrounding water districts employee benefits. A vote was then taken with Directors Greg Young and Dr. Clifford Young abstaining.

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<thead>
<tr>
<th>RESULT:</th>
<th>ADOPTED [3 TO 0]</th>
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<tbody>
<tr>
<td>MOVER:</td>
<td>Michael Taylor, President</td>
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<tr>
<td>SECONDER:</td>
<td>Kyle Crowther, Vice President</td>
</tr>
<tr>
<td>AYES:</td>
<td>Michael Taylor, Kyle Crowther, Donald Olinger</td>
</tr>
<tr>
<td>ABSTAIN:</td>
<td>Clifford Young, Gregory Young</td>
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</tbody>
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13. AMENDMENT OF ARTICLE 9 - VACATION/ADMINISTRATIVE CASH-OUT POLICY

Director Greg Young also requested to take this item as a separate vote and restated his previous comments that he was in support of the intent of the items but felt the it should be delayed in passing. President Dr. Taylor then motioned to pass the item which was second by Vice President Kyle Crowther. Directors Greg Young and Dr. Clifford Young abstained from the vote. This item passed as follows:

<table>
<thead>
<tr>
<th>RESULT:</th>
<th>APPROVED [3 TO 0]</th>
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<tbody>
<tr>
<td>MOVER:</td>
<td>Michael Taylor, President</td>
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<tr>
<td>SECONDER:</td>
<td>Kyle Crowther, Vice President</td>
</tr>
<tr>
<td>AYES:</td>
<td>Michael Taylor, Kyle Crowther, Donald Olinger</td>
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<tr>
<td>ABSTAIN:</td>
<td>Clifford Young, Gregory Young</td>
</tr>
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14. CONSIDER TASK ORDER NO. 16 WITH ENGINEERING RESOURCES OF SOUTHERN CALIFORNIA, INC. FOR CONSTRUCTION INSPECTION SERVICES FOR BLOOMINGTON AREA WATERLINE REPLACEMENT PROJECT PHASE 3A

A motion was made by President Dr. Taylor to pass all the items on the agenda in one vote, however Director Greg Young made a substitute motion to take items No. 12, 13 19 and 20 as a separate consideration and to pass the balance of the agenda as presented. Director Dr. Young second the substitute motion. The substitute motion passed by the following vote:

WVWD
Minutes: 3/21/19
RESULT:  APPROVED [UNANIMOUS]
MOVER:  Gregory Young, Director
SECONDER:  Clifford Young, Director
AYES:  Michael Taylor, Kyle Crowther, Donald Olinger, Clifford Young, Gregory Young

15. CONSIDER TASK ORDER NO. 3 WITH MICHAEL BAKER INTERNATIONAL FOR CONSTRUCTION MANAGEMENT SERVICES FOR BLOOMINGTON AREA WATERLINE REPLACEMENT PROJECT PHASE 3A

A motion was made by President Dr. Taylor to pass all the items on the agenda in one vote, however Director Greg Young made a substitute motion to take items No. 12, 13 19 and 20 as a separate consideration and to pass the balance of the agenda as presented. Director Dr. Young second the substitute motion. The substitute motion passed by the following vote:

RESULT:  APPROVED [UNANIMOUS]
MOVER:  Gregory Young, Director
SECONDER:  Clifford Young, Director
AYES:  Michael Taylor, Kyle Crowther, Donald Olinger, Clifford Young, Gregory Young

16. AUTHORIZATION TO APPROVE CHANGE ORDER NO. 2 FOR THE PERSIMMON PIPELINE REPLACEMENT PROJECT

A motion was made by President Dr. Taylor to pass all the items on the agenda in one vote, however Director Greg Young made a substitute motion to take items No. 12, 13 19 and 20 as a separate consideration and to pass the balance of the agenda as presented. Director Dr. Young second the substitute motion. The substitute motion passed by the following vote:

RESULT:  APPROVED [UNANIMOUS]
MOVER:  Gregory Young, Director
SECONDER:  Clifford Young, Director
AYES:  Michael Taylor, Kyle Crowther, Donald Olinger, Clifford Young, Gregory Young

17. CONSIDER WATER SYSTEM INFRASTRUCTURE INSTALLATION AND CONVEYANCE AGREEMENT WITH CALATLANTIC GROUP, INC.

A motion was made by President Dr. Taylor to pass all the items on the agenda in one vote, however Director Greg Young made a substitute motion to take items No. 12, 13 19 and 20 as a separate consideration and to pass the balance of the agenda as presented. Director Dr. Young second the substitute motion. The substitute motion passed by the following vote:

RESULT:  APPROVED [UNANIMOUS]
MOVER:  Gregory Young, Director
SECONDER:  Clifford Young, Director
AYES:  Michael Taylor, Kyle Crowther, Donald Olinger, Clifford Young, Gregory Young

18. RESOLUTION 2019-1 PROVIDING FOR THE CREATION OF THE WATER SUPPLY RELIABILITY 2025 PROGRAM

A motion was made by President Dr. Taylor to pass all the items on the agenda in one vote, however Director Greg Young made a substitute motion to take items No. 12, 13 19 and 20 as a separate consideration and to pass the balance of the agenda as presented. Director Dr. Young second the substitute motion. The substitute motion passed by the following vote:

WVWD
Minutes: 3/21/19
19. CONSIDER APPROVAL OF MID YEAR ADJUSTMENTS FOR THE FISCAL YEAR 2018-2019 OPERATING AND CAPITAL BUDGETS

Director Greg Young requested to take this item as a separate vote and discussion. Mr. Mansell presented an amended Capital Improvement Plan (CIP) budget to the Directors for consideration. Copies of the amended CIP budget were also made available to the attending public.

Director Greg Young began the discussion by inquiring about the expense line for Well 18A. He noticed the amended budget did not have an expense line for the well and inquired if the expense would be included in the next fiscal year. Mr. Mansell informed Director Greg Young that the district was still waiting to receive quotes for Well 18A and once the quotes were received, they would be brought back to the Board for approval as a separate item. Director Greg Young was satisfied with the response and motioned to adopt the presented amended budget. President Dr. Taylor second the motion which passed unanimously.

RESULT: ADOPTED AS AMENDED [UNANIMOUS]
MOVER: Gregory Young, Director
SECONDER: Michael Taylor, President
AYES: Michael Taylor, Kyle Crowther, Donald Olinger, Clifford Young, Gregory Young

20. CONSIDER A CONTRACT WITH THE PUN GROUP TO CONDUCT A MIDYEAR FINANCIAL AUDIT

Director Greg Young requested to also take this item as a separate vote due to his recommendation at a past meeting to have the State Controller’s Office Conduct the audit. Director Greg Young disclosed that he would be abstaining from voting after his statement. Director Dr. Young then questioned the qualifications of The Pun Group to conduct the midyear financial audit and discussion ensued. Following this discussion, President Dr. Taylor motioned to pass Item No. 19 and was second by Vice President Kyle Crowther. The following vote was recorded.

RESULT: APPROVED [3 TO 1]
MOVER: Michael Taylor, President
SECONDER: Kyle Crowther, Vice President
AYES: Michael Taylor, Kyle Crowther, Donald Olinger
NAYS: Clifford Young
ABSTAIN: Gregory Young

21. A RESOLUTION OF THE BOARD OF DIRECTORS OF THE WEST VALLEY WATER DISTRICT (THE DISTRICT) IN SUPPORT OF FILING AN APPLICATION WITHIN THE UNITED STATES BUREAU OF RECLAMATION (RECLAMATION) FOR A GRANT UNDER THE WATER SMART GRANT;

WVWD
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A motion was made by President Dr. Taylor to pass all the items on the agenda in one vote, however Director Greg Young made a substitute motion to take items No. 12, 13 19 and 20 as a separate consideration and to pass the balance of the agenda as presented. Director Dr. Young second the substitute motion. The substitute motion passed by the following vote:

RESULT: APPROVED [UNANIMOUS]
MOVER: Gregory Young, Director
SECONDER: Clifford Young, Director
AYES: Michael Taylor, Kyle Crowther, Donald Olinger, Clifford Young, Gregory Young

REPORTS - LIMITED TO 5 MINUTES MAXIMUM (Presentations or handouts must be provided to Board Members in advance of the Board Meeting).

- **Board Members**
  - Director Greg Young: Publicly thanked the staff for their hard work and efforts in preparing the mid-year budget.

- **Legal Counsel**
  - Mr. Tafaya informed the Board of Directors that the district had settled the San Bernadino litigation and the settlement check would be received by the district in the upcoming week.

- **General Manager**
  - Assistant General Manager, Ricardo Pacheco informed the Board of the upcoming West Valley Water District “Earth Day” that would be taking place on April 13, 2019.

CLOSED SESSION

There was no vote taken during closed session and no report.

- **CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION** Pursuant to paragraph (1) of subdivision (d) of Government Code Section 54956.9

- **CONFERENCE WITH LEGAL COUNSEL - ANTICIPATED LITIGATION** Significant exposure to litigation pursuant to paragraph (2) of subdivision (d) of Section 54956.9: Number of Cases: Three (3)

ADJOURN

The meeting adjourned at 7:00 PM.

WVWD
Minutes: 3/21/19
Dr. Michael Taylor
President of the Board of Directors
of West Valley Water District

ATTEST:

Crystal L. Escalera, Board Secretary

WVWD
Minutes: 3/21/19