

consumers. Director Brecht went on to address sewer and wastewater treatment, meter size capacity factors and sample non-residential tiers from Rancho Cucamonga. He also touched on water use reduction fees in the event of a drought emergency, general water supply shortage or excessive wastage. Droughts could be classified into three stages of severity, and water use reduction fees could be classified into four stages depending on the level of water use restriction. In conclusion, Director Brecht asked what's next in order to meet the San Juan Capistrano court case nexus requirement. Dudek, District Counsel and Raftelis will need to work together. Discussion followed regarding a proposed task for District Counsel, development of a District policy to include the costs of supply and quality in its tiers, and whether this was necessary. President Hart asked Director Estep to discuss the issue with Morgan Foley and the Executive Committee, then report the conclusions to the Due Diligence Committee. It was agreed to schedule the conference call with the Due Diligence Committee, Dudek and Raftelis after Thanksgiving.

B. Discussion of Groundwater Sustainability Plan (GSP) process and incorporation of water credit program: Director Brecht reported that a 4:1 water mitigation ratio was supported by Dudek's research. Now the value of the credits and the District's policy need to be addressed. President Hart added that we need to look at the different types of credit. Mr. Rolwing stated that he had discussed changes to the water credit policy with David Aladjem, who suggested the possibility of a phased approach. Mr. Rolwing hoped to be able to offer credits for water use reduction.

C. Discussion of progress meeting the Executive Order B-29-15 requiring a 25% mandatory reduction in water use by the District: Mr. Rolwing reported a 17 percent reduction in October, but due to the 14 percent increase in September the overall reduction is 11 percent. The District's report to the State is due December 15, and Director Brecht recommended including a narrative. Mr. Rolwing is working on this with Mr. Aladjem and will submit it to the Strategic Planning Committee for review prior to submission.

D. Consideration and possible approval of process for handling claims received for Tier 2 refunds: Kim Pitman reported that 45 claims were received in October for a total of \$24,250.80. **MSC: *Brecht/Delahay approving the claims as reported.***

E. Review of planning calendar: Director Brecht submitted written changes to Diana Del Bono.

III. STAFF REPORTS

A. Financial Reports – October 2015: Ms. Pitman reported that salaries were up slightly because of work at Rams Hill on the entrance irrigation. A booster station motor to assist in getting water to Indian Head will be an expense in November. A new truck was purchased, and the final payment was made to USGS.

B. General Manager/Operations Report: Mr. Rolwing invited the Board's attention to his written report in the Board package. The main item of interest was evaluation of the water credit program, and an inventory was included in his report. The "critical" designation for the Borrego Basin overdraft has not yet been determined. DWR will be evaluating all GSA applications for completeness and any overlap. The BWD solar facility is still Number 4 on SDG&E's list for rebates.

C. Water and Wastewater Operations Report – October 2015: Mr. Rolwing reported an issue with the 800 Tank, which has experienced continuing problems. The contractor has inspected it and will submit a plan to the District.

D. Water Production/Use Records – October 2015: The Water Production/Use Records were included in the Board package.

IV. ATTORNEY'S REPORT

None

V. COMMITTEE REPORTS & PROPOSALS

Ad Hoc Committees

1. Audit Committee

No report.

2. Due-Diligence

Director Brecht reported the Committee was working on GSP costs.

3. Strategic Planning Committee/IRWM

President Hart reported that the Committee would be meeting with the County tomorrow to work on a framework for a GSA overlap agreement.

4. Executive Committee

President Hart reminded the Board that the Committee would be contacting Mr. Foley.

5. Operations & Management Committee

Director Delahay reported that the Committee had been meeting with the citizens group. Director Tatusko added that they had also discussed the budget and the solar facilities.

6. Parks Committee

President Hart sent an e-mail to the County Parks and Recreation Department and received a reply that they received it and will take it into consideration. She further noted that the District's contract with Club Circle will end next year, and asked Director Estep to urge the Homeowners Association to address the golf course operation issue.

7. CFD Committee

Mr. Rolwing reported that the Rams Hill bonds would be going through a restructuring.

8. Conservation Committee

Director Tatusko reported on recent low flow appliance installations.

VI. INFORMATION ITEMS

A. Toilet and Turf Rebates from Department of Water Resources: President Hart announced that she and Director Tatusko were willing to help those who needed it to apply for rebates, which requires computer expertise.

VII. CLOSING PROCEDURE

There being no further business, the Board adjourned at 11:15 a.m. The next Regular Meeting of the Board of Directors is scheduled for December 16, 2015 at the Borrego Water District.