



FALLBROOK PUBLIC UTILITY DISTRICT  
BOARD OF DIRECTORS  
REGULAR BOARD MEETING

AGENDA - REV. 1

MONDAY, SEPTEMBER 26, 2016  
4:00 P.M.

FALLBROOK PUBLIC UTILITY DISTRICT  
990 E. MISSION RD., FALLBROOK, CA 92028  
PHONE: (760) 728-1125

*If you have a disability and need an accommodation to participate in the meeting, please call the Secretary at (760) 728-1125, ext. 1130 for assistance so the necessary arrangements can be made.*

*Writings that are public records and are distributed during a public meeting are available for public inspection at the meeting if prepared by the local agency or a member of its legislative body or after the meeting if prepared by some other person.*

**I. PRELIMINARY FUNCTIONS**

CALL TO ORDER / ROLL CALL / ESTABLISH A QUORUM

PLEDGE OF ALLEGIANCE

ADDITIONS TO AGENDA PER GC § 54954.2(b)

APPROVAL OF AGENDA

PUBLIC COMMENT

*Members of the public are invited to address the Board of Directors on any item that is within the subject matter jurisdiction of the legislative body. The Board President may limit comments to three (3) minutes.*

**II. CONSENT CALENDAR----- (ITEMS A – B)**

*All items appearing on the Consent Calendar may be disposed of by a single motion. Items shall be removed from the Consent Calendar if any member of the Board of Directors or the public requests removal prior to a vote on a motion to approve the items. Such items shall be considered separately for action by the Board.*

**A. CONSIDER APPROVING MINUTES**

- 1. Special Board Meeting of August 17, 2016
- 2. Regular Board Meeting of August 22, 2016
- 3. Special Board Meeting of September 7, 2016

*Recommendation: The Board approve the minutes of the aforementioned meeting(s) of the Board of Directors of the Fallbrook Public Utility District.*

**B. CONSIDER ADVANCE APPROVAL TO ATTEND MEETINGS**

*Recommendation: That the Board authorize Directors' attendance to Ensuring the Financial Health of Your Utility After California's Historic Drought, How to Be an Effective New Board Member, and Advanced Water Purification: The Road to Resilience.*

**III. INFORMATION ----- (ITEMS C – D)**

C. CAPITAL PROGRAM SUMMARY FOR FISCAL YEAR 2016-17

*Presented by: Jack Bebee, Assistant General Manager*

D. SAN DIEGO COUNTY LOCAL AGENCY FORMATION COMMISSION (LAFCO):  
DISTRICT LATENT POWERS ACTIVATION, EXPANSION, AND/OR  
DIVESTITURE

**IV. ACTION CALENDAR ----- (ITEMS E – L)**

E. CONSIDER CUSTOMER REQUEST TO ADDRESS BOARD REGARDING  
WATER BILL

*Recommendation: That the Board review the customer bill and provide a one-time adjustment of \$82.81 as a result of the unanticipated equipment failure in accordance with District Policy.*

F. CONSIDER CLAIM FOR DAMAGES

*Recommendation: Staff recommends denying the Claim and forwarding to the ACWA / JPIA for resolution.*

G. CONSIDER APPROVING AGREEMENT FOR GENERAL COUNSEL LEGAL  
SERVICES BETWEEN FALLBROOK PUBLIC UTILITY DISTRICT AND BEST  
BEST & KRIEGER LLP

*Recommendation: That the Board approve the Agreement for General Counsel Legal Services between Fallbrook Public Utility District and Best Best & Krieger LLP and authorize the General Manager to execute said Agreement and the conflict waiver letter relative to BB&K's representation of Rancho California Water District as provided for by Resolution No. 4889.*

H. CONSIDER CREATING A PARS 115 TRUST FOR OPEB AND PENSION  
LIABILITIES  
RESOLUTION NO. 4891

*Recommendation: That the Board approve creation of an irrevocable 115 Combination Trust with PARS using existing funds set aside by the board and adopt Resolution No. 4891. The trust will provide a better return on the funds and provide long term rate*



*stability to offset anticipated funding shortfalls from CalPERS and establish an OPEB trust to fund retiree medical benefits.*

I. CONSIDER IMPLEMENTATION OF RATE STUDY AND LONG-TERM FINANCIAL PLAN

*Recommendation: That the Board authorize the award of the attached contract with Raffelis Financial Consultants, Inc. for an amount not-to-exceed \$105,162 for completion of a rate study and a 10-year financial plan for the District to help ensure long-term financial stability for ratepayers and authorize up to \$30,000 for additional short-term staffing support for the effort if necessary.*

J. CONSIDER APPROVING FINAL BUDGET FOR FY 16-17

*Recommendation: That the Board approve the final FY 16-17 budget now that the updated summary is prepared and the process in place to prepare a completely revised budget approach and format for FY 17-18.*

K. CONSIDER IMPLEMENTATION OF KEY PERFORMANCE INDICATORS FOR ENGINEERING AND OPERATIONS

*Recommendation: That the Board authorize the award of the attached contract with Westin Engineering, Inc. for an amount not-to-exceed \$80,000 for development of key performance metrics for engineering and operations to help the District monitor and continuously improve performance.*

L. CONSIDER SANTA MARGARITA CONJUNCTIVE USE APPROVAL OF ENVIRONMENTAL IMPACT REPORT / ENVIRONMENTAL IMPACT STATEMENT AND APPROVAL OF DESIGN AMENDMENT 2  
RESOLUTION NO. 4890

*Recommendation: That the Board certify the Final EIR, approve the California Environmental Quality Act (CEQA) Findings of Fact, and adopt the Mitigation Monitoring and Reporting Program (MMRP) to complete the CEQA process for the Santa Margarita Conjunctive Use Project (SMRCUP) per Resolution No 4890. That the Board approve design Amendment No. 2 to improve the operation of the SMRCUP facility and reduce operating costs and any impacts to adjacent residents and provide additional consulting services to complete associated permitting and reduce unknowns and associated costs during construction.*

V. **ORAL / WRITTEN REPORTS**----- (ITEMS 1 – 6)

1. General Legal Counsel
2. SDCWA Representative / General Manager
3. Administrative Services Manager / Treasurer
4. Assistant General Manager

5. Public Affairs Specialist
6. Director Comments/Reports on Meetings Attended

ADJOURN TO CLOSED SESSION

**VI. CLOSED SESSION**

1. PUBLIC EMPLOYEE PERFORMANCE EVALUATION PER GC § 54957 (b) (1): TITLE – GENERAL MANAGER

RECONVENE TO OPEN SESSION

REPORT FROM CLOSED SESSION (*As Necessary*)

**VII. ADJOURNMENT OF MEETING**

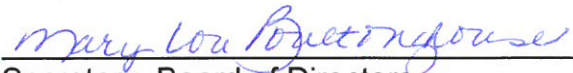
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**DECLARATION OF POSTING**

I, Mary Lou Boultinghouse, Secretary of the Board of Directors of the Fallbrook Public Utility District, do hereby declare that I posted a copy of the foregoing agenda in the glass case at the entrance of the District Office located at 990 East Mission Road, Fallbrook, California, at least 72 hours prior to the meeting in accordance with Government Code § 54954.2(a).

I, Mary Lou Boultinghouse, further declare under penalty of perjury under the laws of the State of California, that the foregoing is true and correct.

September 22, 2016  
Dated / Fallbrook, CA

  
Secretary, Board of Directors