



RUNNING SPRINGS WATER DISTRICT
A MULTI-SERVICE INDEPENDENT SPECIAL DISTRICT

31242 Hilltop Boulevard • P.O. Box 2206
Running Springs, CA 92382

AMENDED AGENDA

TO: BOARD OF DIRECTORS DATE POSTED: MARCH 7, 2017
RE: SPECIAL BOARD MEETING FROM: BOARD SECRETARY

A Special Meeting of the Board of Directors of the Running Springs Water District will be held on Wednesday, March 8, 2017, at the hour of 9:00 A.M. at the District Office located at 31242 Hilltop Boulevard, Running Springs, California. This agenda was posted prior to 9:00am on March 7, 2017 at the Running Springs Water District Office and Website.

The Board may take action on any item on the agenda, whether listed as an action item or as an information item.

Upon request, this agenda will be made available in appropriate alternative formats to persons with disabilities, as required by Section 202 of the Americans with Disabilities Act of 1990. Any person with a disability who requires a modification or accommodation in order to participate in a meeting should direct such request to Joan C. Eaton, Board Secretary at (909) 867-2766 at least 48 hours before the meeting, if possible.

Copies of documents provided to members of the Board for discussion in open session may be obtained from the District at the address indicated above.

AGENDA

1. Call Meeting to Order and Pledge of Allegiance
2. Recognize and Hear from Visitors / Public Comment - This portion of the agenda is reserved for the public to make comments on matters within the jurisdiction of the Running Springs Water District that are **not on the agenda**. The Board, except to refer the matter to staff and/or place it on a future agenda, may take no action. It is in the best interest of the person speaking to the Board to be concise and to the point. A time limit of five minutes per individual will be allowed. Any person wishing to comment on an item that is on the agenda is requested to complete a request to speak form prior to the item being called for consideration or to raise their hand and be recognized by the Board President.
3. Approval of Consent Items – The following consent items are expected to be routine and non-controversial and will be acted on at one time without discussion unless an item is withdrawn by a Board Member for questions or discussion. Any person wishing to speak on the consent agenda may do so by raising his/her hand and being recognized by the Board President.

A. Consider Adopting Resolution No. 02-17, Fixing and Levying Fire Suppression Availability Charges for Fiscal Year 2017-2018

- B. Consider Adopting Resolution No. 03-17, Fixing Sewer Standby or Availability Charges for Fiscal Year 2017-2018 **Page 4**
- C. Consider Adopting Resolution No. 04-17, Fixing Water Standby or Availability Charges for Fiscal Year 2017-2018 **Page 6**
- D. Ratify February 2017 Expenditures **Page 8**
- 4. Action Items – The following action items will be considered individually and each **require a motion** by the Board of Directors for action.
 - A. Discussion and Possible Adoption of Resolution No. 05-17 Recommending Consolidated Election for Governing Board Members with Statewide General Elections and Approving Rescheduling of Such Elections from Odd-Year to Even-Year Elections Commencing with the 2017 Election. **Page 14**
(Presenter: Ryan Gross, General Manager)
 - B. Consider Adopting Resolution No. 06-17, Clean Water State Revolving Fund Reimbursement Resolution for Automatic Water Meter Reading Improvements**
(Presenter: Ryan Gross, General Manager)
 - C. Consider Adopting Resolution No. 07-17 Dedicating a Source of Revenue for the Repayment of a State Water Resources Control Board Clean Water State Revolving Fund Loan for Automatic Water Meter Reading Improvements**
(Presenter: Ryan Gross, General Manager)
- 5. Information Items – The following information items do not require any action by the Board of Directors and are for informational purposes only.
 - A. Draft fiscal year 2017/18 Fire and Ambulance Department Budgets **Page 21**
(Presenters: Finance Committee, Ryan Gross, General Manager & George Corley, Fire Chief)
 - B. Article on Apple Valley Fire Protection District **Page 73**
 - C. BB&K Article on E-Communications **Page 76**
 - D. Water Production & Precipitation Report **Page 79**
- 6. Closed Session
 - A. Conference With Legal Counsel – Anticipated Litigation. Significant Exposure to litigation pursuant to Paragraph (2) of subdivision (d) of Section 54956.9. Number of cases: One
- 7. Open Session

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A. The Board and/or Legal Counsel will report any action taken in closed session.

8. General Manager's Report
9. Report from Legal Counsel
10. Board Member Comments
11. Meeting Adjournment

Upcoming Meetings:

Regular Board Meeting will be adjourned from March 15, 2017 to March 29, 2017 at 9:00 am

REIMBURSEMENT RESOLUTION

WHEREAS, the _____ (the "Agency") desires to finance the costs of

 (*Agency Name*)

constructing and/or reconstructing certain public facilities and improvements relating to its water and wastewater system, including certain treatment facilities, pipelines and other infrastructure (the "Project"); and

WHEREAS, the Agency intends to finance the construction and/or reconstruction of the Project or portions of the Project with moneys ("Project Funds") provided by the State of California, acting by and through the State Water Resources Control Board (State Water Board); and

WHEREAS, the State Water Board may fund the Project Funds with proceeds from the sale of obligations the interest upon which is excluded from gross income for federal income tax purposes (the "Obligations"), and

WHEREAS, prior to either the issuance of the Obligations or the approval by the State Water Board of the Project Funds the Agency desires to incur certain capital expenditures (the "Expenditures") with respect to the Project from available moneys of the Agency; and

WHEREAS, the Agency has determined that those moneys to be advanced on and after the date hereof to pay the Expenditures are available only for a temporary period and it is necessary to reimburse the Agency for the Expenditures from the proceeds of the Obligations.

NOW, THEREFORE, THE AGENCY DOES HEREBY RESOLVE, ORDER AND DETERMINE AS FOLLOWS:

SECTION 1. The Agency hereby states its intention and reasonably expects to reimburse Expenditures paid prior to the issuance of the Obligations or the approval by the State Water Board of the Project Funds.

SECTION 2. The reasonably expected maximum principal amount of the Project Funds is \$ 800,000.

SECTION 3. This resolution is being adopted no later than 60 days after the date on which the Agency will expend moneys for the construction portion of the Project costs to be reimbursed with Project Funds.

SECTION 4. Each Agency expenditure will be of a type properly chargeable to a capital account under general federal income tax principles.

SECTION 5. To the best of our knowledge, this Agency is not aware of the previous adoption of official intents by the Agency that have been made as a matter of course for the purpose of reimbursing expenditures and for which tax-exempt obligations have not been issued.

SECTION 6. This resolution is adopted as official intent of the Agency in order to comply with Treasury Regulation

§1.150-2 and any other regulations of the Internal Revenue Service relating to the qualification for reimbursement of Project costs.

SECTION 7. All the recitals in this Resolution are true and correct and this Agency so finds, determines and represents.

AYES: _____

NOES: _____

ABSENT: _____

CERTIFICATION

I do hereby certify that the foregoing is a full, true, and correct copy of a resolution duly and regularly adopted at a meeting of the _____ held on _____.

 (*Governing Board of the Agency*) (*Date*)

(Name, Signature, and Seal of the Clerk or Authorized Record Keeper of the Governing Board of the Agency)

RESOLUTION NO. 07-17

**RESOLUTION OF THE BOARD OF DIRECTORS OF
RUNNING SPRINGS WATER DISTRICT DEDICATING A
SOURCE OF REVENUES FOR THE REPAYMENT OF A
STATE WATER RESOURCES CONTROL BOARD CLEAN
WATER STATE REVOLVING FUND LOAN**

WHEREAS, the Running Springs Water District (the "District") has made an application to the State Water Resources Control Board for a Clean Water State Revolving Fund loan (the "SRF Loan") to finance Automatic Water Meter Reading Improvements (the "Project"); and

WHEREAS, approval of the SRF Loan requires that the District establish one or more dedicated sources of revenue for repayment of the SRF Loan before executing the financing agreement for such SRF Loan; and

WHEREAS, this Board of Directors desires to establish such a dedicated source of revenue for the repayment of the proposed SRF Loan.

NOW, THEREFORE, be it resolved by the Board of Directors of Running Springs Water District as follows:

SECTION 1. Dedications. The District hereby dedicates Net Revenues of the Water Proprietary Fund to payment of any and all Clean Water State Revolving Fund and/or Water Recycling Funding Program financing for the Project. This dedicated source of Net Revenues shall remain in effect throughout the term of such financing unless modification or change of such dedication is approved in writing by the State Water Resources Control Board.

SECTION 2. Definitions. For purposes of this Resolution, the following capitalized terms not previously defined herein shall have the following meanings:

- A. "Water System" means the whole and each and every part of the Water System of the District, including all real property and buildings, including the portion thereof existing on the date hereof, and including all additions, betterments, extensions

and improvements to such water system or any part thereof hereafter acquired or constructed.

B. “Net Revenues” means, for any fiscal year less an amount equal to all of the Revenues from such fiscal year less the Operation and Maintenance Costs for such fiscal year for the District’s Water Proprietary Fund.

C. “Operation and Maintenance Costs” means costs spent or incurred for maintenance and operation of the Water System calculated in accordance with generally accepted accounting principles, including (among other things) the reasonable expenses of management and repair and other expenses necessary to maintain and preserve the Water System in good repair and working order, and including administrative costs of the District that are charged directly or apportioned to the Water System, including but not limited to salaries and wages of employees, payments to the Public Employees Retirement System, overhead, insurance, taxes (if any), fees of auditors, accountants, attorneys or engineers and insurance premiums, and including all other reasonable and necessary costs of the District or charges (other than debt service payments) required to be paid by it to comply with the terms of this Agreement or any resolution or indenture authorizing the issuance of any Contract; but excluding in all cases depreciation, replacement and obsolescence charges or reserves therefor and amortization of intangibles or other bookkeeping entries of a similar nature and all capital charges.

D. “Revenues” means all income, rents, rates, fees, charges and other moneys derived from the ownership and operation of the Water System, including, without limiting the generality of the foregoing, (1) all income, rents, rates, fees, charges and other moneys derived by the District from the delivery of Water or other services or

facilities provided in the conduct and operation of the business of the Water System, (2) the proceeds of any stand-by or Water availability charges, development fees and connection charges collected by the District, or (3) the earnings on and income derived from the investment of amounts described in clauses (1) and (2) above and from Water Fund reserves, but excluding (1) customers' deposits or any other deposits or advances subject to refund until such deposits or advances have become the property of the District and (b) any proceeds of taxes or assessments restricted by law to be used by the District to pay bonds or other obligations heretofore or hereafter issued.

ADOPTED this 8th day of March, 2017

Ayes:
Noes:
Abstentions:
Absent:

President of the Board of Directors
Running Springs Water District

ATTEST:

Secretary of the Board of Directors
Running Springs Water District

STATE OF CALIFORNIA)
) ss.
COUNTY OF)

I, _____, Secretary of the Board of Directors of Running Springs Water District, DO HEREBY CERTIFY that the above and foregoing is a true, correct and complete copy of Resolution No. 07-17 adopted by the Board of Directors of Running Springs Water District on March 8, 2017, that the same has not been amended, modified or rescinded and is fully effective as of this date.

DATED: _____

Secretary of the Board of Directors
Running Springs Water District