

A meeting of the Board of Directors of the Edgemont Community Services District, held at the Edgemont Community Center, was called to order at 7:00 p.m. by Mike Addie, President. Those board members present were Brenda Addie, Mike Addie, Cheryl Franklin, Crystal Smith and Moses Taylor Jr. Also present were Edward Mackey, attorney, Sandra Leer, attorney, Sam Gershon, engineer and Jessica Pfalmer, general manager.

Approve Minutes of January 23, 2020 – Crystal moved to approve the minutes, Moses seconded, motion was carried.

Public comment – There was no public present wishing to speak.

Legal

Public hearing opened at 7:01 p.m.

Public hearing followed by Board action on Ordinance Increasing Board Members Compensation – Ed reviewed the content of Ordinance No. 323. Ed recommended adoption of Ordinance No. 323 “...increasing the amount of compensation of the members of the board of directors for each day of service.” Crystal moved to adopt Ordinance No. 323, Brenda seconded, motion carried.

Public hearing ended at 7:05 p.m.

Approval of legal representation letter with Best, Best & Krieger LLP for creation of Section 125 “Cafeteria Plan” – a Section 125 plan is required to make health insurance premium payroll deductions pre-tax – Jessica explained the purpose of a Section 125 plan. Ed, Sandy and Jessica met with John Wahlin from Best, Best & Krieger who prepares these plans to discuss the possibility of using his services for this project. The board were provided with a copy of the engagement letter from Best, Best & Krieger LLP. Brenda moved to engage Best, Best & Krieger LLP to prepare the documents necessary to create a Section 125 plan for the District, Crystal seconded, motion carried.

Engineering – Sam provided a memo regarding several of the engineering items District sewer repair and replacement projects – status – The engineers are working to get the permit issued by the City of Moreno Valley to allow the project to begin.

Freeway Business Center offsite sewer – status – Issues have been resolved and the developer has provided the required additional deposit of \$25,000 as of the date of the meeting.

Local ground water levels – Sam explained to the board that there is an issue that is not the District’s responsibility, but could have an effect on the District and its customers. Local ground

water levels are increasing. As the water levels increase, the water could eventually reach septic tanks and ultimately infiltrate the District's sewer. There are reports of these water levels from the March Air Reserve Base and Box Springs Mutual Water Company. Sam wanted the board to be aware of this issue. The Board would like to consider whether a letter should be issued to a responsible agency. This item will be continued to a future meeting.

Development projects update – Edgemont Community Center lighting is complete. Box Springs Road Residence 76 units senior apartments analysis of service options is continuing. Tenant improvements for 22960 Alessandro Blvd requires payment for 0.8 EDU shortfall. A project for 18 residential units on Edgemont, near Dracaea is under plan review.

Administration

Financial report – January 2020 – Jessica noted that some property tax funds and sewer user fees paid through the property tax bills were received in January. The sewer fund also received a check for the FY18-19 reconciliation related to the treatment plant.

Journal transfer of funds – approval – Jessica provided a memo documenting that there were \$1,052.29 in illumination costs paid by the general fund. She recommended that the board authorize a journal transfer in this amount from the general fund to the illumination fund. Crystal moved to authorize the transfer, Cheryl seconded, motion carried.

Submission of "No Spill Report" to State Water Resources Control Board – The report was submitted as required.

CalPERS – Approval of CalPERS defined benefit contract and Adoption of Resolution Authorizing a Contract – Ed reviewed the contract for CalPERS defined benefit plan. Crystal moved to adopt Resolution No. 330 "Resolution Authorizing a Contract", Brenda seconded, motion carried.

Laptops and wifi hotspot – Discussion and possible approval of District purchase of laptops for board members and wifi hotspot for meetings. – Jessica asked the board if they would be interested in knowing what the cost of providing devices to the board for District use at home and in board meetings would be. This would allow all board members to have electronic access to all meeting documents. Several members expressed an interest in District owned devices and several felt they were unnecessary. Jessica will provide the board with additional information about the cost of such electronics.

Monthly update – other items – Goodies Delicatessen – Ed, Jessica and Sam shared with the board that there is a small deli in the Canyon Springs Shopping Center. The deli owner requested a grease interceptor waiver for a change in menu. She was informed that she would need to

install a sample wye and given information on that requirement. She subsequently requested her waiver deposit back because she no longer planned to change the menu. It was determined that she should have had the sample wye in order to open and she was told that she still needed the wye since it is a restaurant. She is insisting that she get her deposit back and that she does not need to install the sample wye. The District was not aware that the deli had already opened with the okay of the health department, but without sewer sign-off. Ed is planning to send a letter to the owner stating that she needs to install the sample wye.

Closed session opened at 8:15 p.m.

Closed Session – Claim against the City of Riverside

Closed session ended at 8:41 p.m. with nothing to report.

Adjourned: 8:42 p.m.

Respectfully Submitted,



Jessica Pfalmer
Secretary