

**SAN GORGONIO PASS WATER AGENCY**  
**1210 Beaumont Avenue, Beaumont, CA 92223**  
**Minutes of the**  
**Special Board Meeting**  
**Capacity Fee Workshop**  
**June 26, 2014**

**Directors Present:** John Jeter, President  
Bill Dickson, Vice President  
Ron Duncan, Director  
Ted Haring, Director  
Mary Ann Melleby, Director  
Ray Morris, Director  
Barbara Voigt, Director

**Staff Present:** Jeff Davis, General Manager  
Cheryle Rasmussen, Executive Assistant  
Andrew Maiorano, General Counsel (acting)

**1. Call to Order, Flag Salute and Roll Call:** The capacity fee workshop of the San Gorgonio Pass Water Agency Board of Directors was called to order by President John Jeter at 6:30 p.m., June 26, 2014 in the Agency Board room at 1210 Beaumont Avenue, Beaumont, California. Director Dickson led the Pledge of Allegiance to the flag. A quorum was present.

**2. Adoption and Adjustment of the Agenda:** There were no changes to the agenda.

**3. Public Comment.** President Jeter noted that the purpose of the meeting was to receive input from the public on the capacity fee but that he would prefer if members of the audience would wait until after the General Manager makes his presentation to provide comments. No member of the public wished to speak at this time.

**4. Presentation on Capacity Fee.** President Jeter began by noting that the region needs additional water, that the philosophy of the Agency is that growth should pay for its fair share of new water and infrastructure, that many public agencies throughout California use capacity fees to fund new infrastructure, that adoption of the fee by the Agency is not a panacea, but part of an overall financial plan to fund additional water sources and infrastructure, and that if the effort to adopt a fee is unsuccessful, the 2015 urban water management plan could preclude additional growth in the region. He then turned the meeting over to General Manager Davis, who showed a Power Point presentation. The presentation included information on the SGPWA Act, what a capacity fee might

look like, what it would likely include, how it would be implemented, and some thoughts on who should pay for additional water sources. He noted that the purpose of the workshop is to receive input from the public, not to answer questions on the fee. Since the process has just begun, the Agency would likely not have answers to many questions anyway. He noted that the SGPWA Act requires the Agency to hold a public hearing prior to adopting a capacity fee, but that this is not that official public hearing.

**5. Input from the Public.** Nine members of the audience provided public comment, and written comments were submitted by the Riverside Chapter of the Building Industry Association. In general, the topics raised by the public included, but were not limited to, how current retail water agency capacity fees for water rights would be handled, the ongoing operating costs of any new facilities constructed, whether the water purchased would be from long-term water sources or short-term, what happens if the Agency collects the fee and does not purchase new water, how the Agency or others can guarantee that any new water purchased gets to where it is supposed to be, whether the Agency could include an incentive for recycled water, and whether retail water agencies have such fees for new water.

**6. Announcements:**

A. The office will be closed Friday, July 4, 2014 in observance of Independence Day.

B. Regular Board Meeting, July 7, 2014

C. Engineering Workshop, July 14, 2014 at 1:30 p.m.

D. Regular Board Meeting, July 21, 2014 at 1:30 p.m.

**7. Adjournment:** President Jeter adjourned the meeting at 7:28 p.m.

  
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Jeffrey W. Davis, Secretary to the Board