

MINUTES
BOARD OF DIRECTORS MEETING
January 18, 2007
SAN LORENZO VALLEY WATER DISTRICT
BOULDER CREEK, CALIFORNIA

The regular meeting of the Board of Directors of the San Lorenzo Valley Water District was called to order by Pres. Prather on Thursday, January 18, 2007, at the Operations Building, 13057 Highway 9, Boulder Creek, California, at 7:30 p.m.

CONVENE MEETING/ROLL CALL

Roll call showed Dirs. Nelson, Prather, Rapoza, McPherson and Vierra were present. District Manager Mueller, Operations Manager Rogers, and Legal Counsel Hynes were also present.

MINUTES

- a. Regular Meeting of January 4, 2007
Motion was made by Dir. Rapoza to approve the Minutes of the Regular Meeting of January 4, 2007, correcting the spelling of Connie Barr's name on Page 1.

ROLL CALL:

Ayes: Rapoza, Vierra, McPherson, Nelson, Prather
Noes: None
Absent: None
Abstain: None

ADDITIONS AND DELETIONS TO AGENDA: None.

ORAL COMMUNICATIONS: None.

WRITTEN COMMUNICATIONS: None.

CONSENT AGENDA: None.

UNFINISHED BUSINESS: None.

NEW BUSINESS:

- a. Annual Financial Report June 30, 2006 (Fiscal Year 2005-2006).
Paul Kaymark of Charles Z. Fedak and Company, the District's independent auditor, was present to address the Board. Mr. Kaymark presented a summary of the Annual Financial Report for June 30, 2006, which covered FY 2005/2006. Motion was made by Dir. Rapoza to approve Resolution 14, accepting the Financial Report period ending June 30, 2006.

ROLL CALL:

Ayes: Rapoza, Vierra, McPherson, Nelson, Prather
Noes: None

Absent: None
Abstain: None

- b. Agreement for Purchase of Real Property Interest APN 089-441-029.
Manager Mueller stated that District Staff had negotiated easements on APN 089-441-029 for the installation of a new Ralston Water Tank and water mainline to Timberwood Drive. The cost of the proposed easement was \$5,300.00. Motion was made by Dir. Vierra to approve Resolution 15, accepting the Agreement for the purchase of APN 089-441-029.

ROLL CALL:

Ayes: Vierra, McPherson, Nelson, Rapoza, Prather
Noes: None
Absent: None
Abstain: None

GENERAL MANAGER REPORTS:

- (1) Bill List Period Ending January 18, 2007
Motion was made by Dir. Rapoza to approve the Bill list period ending January 18, 2007.
ROLL CALL:
Ayes: Rapoza, Vierra, McPherson, Nelson, Prather
Noes: None
Absent: None
Abstain: None
- (2) Cash Flow Report Period Ending December 31, 2006
The Board received the Cash Flow Report Period Ending December 31, 2006.
ROLL CALL:
Ayes: Prather, Rapoza, Vierra, McPherson, Nelson
Noes: None
Absent: None
Abstain: None
- (3) Water Conservation Credit Programs Status Report
October 1, 2006 – December 31, 2006.
The Board received the Water Conservation Credit Program Report for the period October 1, 2006 – December 31, 2006.
ROLL CALL:
Ayes: Prather, Rapoza, Vierra, McPherson, Nelson
Noes: None
Absent: None
Abstain: None

- (4) Leak Adjustment Status Report October 1, 2006 – December 31, 2006
The Board received the Leak Adjustment Status Report for the period of the October 1, 2006 – December 31, 2006.

ROLL CALL:

Ayes: Prather, Rapoza, Vierra, McPherson, Nelson
Noes: None
Absent: None
Abstain: None

- (5) Department Status Reports
- (i) Administration
The Board received the Administration Department Status Report.
 - (ii) Operations
The Board received the Operations Department Status Report.
 - (iii) Engineering
The Board received the Engineering Department Status Report.

COMMITTEE/DIRECTOR REPORTS (oral): None.

INFORMATIONAL MATERIAL: None.

Dir. Prather adjourned the meeting to closed session at 8:37 p.m. for Conference with Real Property Negotiator two (2) items and Conference with Legal Counsel Anticipate Litigation one (1) potential cases.

RECONVENE TO OPEN SESSION TO REPORT ACTIONS TAKEN IN CLOSED SESSION:

Dir. Prather reconvened the regular meeting at 9:35 p.m. and reported out that:

- a. Conference with Real Property Negotiator.
Property: The real properties and business interests of California American Water Company, Felton District including but not necessarily limited to APN's 64-011-01, 64-011-02, 64-021-04, 64-021-07, 64-021-18, 64-021-22, 64-021-23, 64-031-23, 64-031-28, 64-031-37, 64-041-18, 64-051-03, 64-052-18, 64-083-05, 64-201-22, 64-201-33, 64-201-34, 64-201-35, 64-381-05, 64-381-06, 64-381-16, 64-381-17, 64-381-20, 65-013-12, 65-013-34, 65-202-15, 65-234-16, 65-281-03, 71-031-03, 71-031-33 and 71-161-16 generally located in Felton, California 95018.
Agency Negotiators: James A. Mueller, District Manager
Jeffery M. Oderman, Special Counsel
Negotiating Parties: California American Water Company
Under Negotiation: Price and Payment Terms

Discussed, no reportable action taken.

- b. CONFERENCE WITH REAL PROPERTY NEGOTIATOR
Property: APN 090-194-01, GENERALLY LOCATED ON Rebecca Drive,
Boulder Creek, CA 95006
Agency Negotiators: Richard Rogers, Director of Operations and James
Mueller, District Manager.
Negotiating parties: Gerald Smith on behalf on behalf of Marjorie A. Peter
Under Negotiation: Price and Payment Terms
Discussed, no reportable action taken.

- c. CONFERENCE WITH LEGAL COUNSEL;
ANTICIPATED LITIGATION
Initiation of litigation pursuant to subdivision (b) of California Government
Code Section 54956.9
One (1) potential case.
Discussed, no reportable action taken.

ADJOURNMENT

Dir. Prather adjourned the meeting at 9:36 p.m.

Brandon Barchi
District Secretary
San Lorenzo Valley Water District