

**MINUTES**  
**BOARD OF DIRECTORS MEETING**  
**January 15, 2009**  
**SAN LORENZO VALLEY WATER DISTRICT**  
**BOULDER CREEK, CALIFORNIA**

**CONVENE MEETING/ROLL CALL**

Pres. McPherson convened the meeting at 7:31 p.m. Roll call showed Dirs. McPherson, Nelson, Rapoza and Vierra were present. Dir. Prather arrived at 8:21 p.m. Operations Manager Rogers was absent. District Manager Mueller and Legal Counsel Hynes were also present.

**MINUTES**

MINUTES REGULAR MEETING OF DECEMBER 18, 2008.

Motion made by Dir. Vierra to approve the minutes for the December 18, 2008 Board of Directors Meeting.

**ROLL CALL:**

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

**ADDITIONS AND DELETIONS TO AGENDA:** None.

**ORAL COMMUNICATIONS:** None.

**WRITTEN COMMUNICATIONS:** None.

**CONSENT AGENDA:** None.

**UNFINISHED BUSINESS:**

DISTRICT SPONSORSHIP OF SALMONID RESTORATION FEDERATION 2009  
CONFERENCE

Motion made by Dir. Rapoza to approve District sponsorship of the Salmonid Restoration Federation 2009 Conference not to exceed \$1500.00.

**ROLL CALL:**

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

**NEW BUSINESS:**

AUTHORIZATION TO BID FOR INVENTORY MATERIALS FOR A SIX-MONTH PERIOD.

Motion made by Dir. Rapoza to authorize a bid for inventory materials for a period of six months.

ROLL CALL:

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

WATERSHED PROPERTY PURCHASE AGREEMENT; APN 081-361-02

District Manager Mueller presented the Board a resolution authorizing the purchase of APN 081-361-02, generally located along Empire Grade Road, Bonny Doon. The parcel contains approximately 27 undeveloped acres and is contiguous with other watershed properties owned by the District. By mutual agreement, the proposed view easement, has been placed outside closure of the property purchase and will be completed at a future date. Motion made by Dir. Vierra to approve Resolution No. 16 (08-09), a property purchase agreement for APN 081-361-02, generally located along Empire Grade Road, Bonny Doon.

ROLL CALL:

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

RESERVE FUND POLICY

District Manager Mueller presented the Board with a resolution to establish a Reserve Fund Policy for the District. The Finance Committee has met on numerous occasions to discuss and consider the proposed Reserve Fund Policy. At the December 12, 2008 Finance Committee Meeting it was unanimously recommended for the Boards discussion and consideration. Motion made by Dir. Rapoza to approve Resolution No. 17 (08-09), a policy relative to Reserve Funds. Dir. Rapoza also motioned to amend the reserve schedule to show that the Rate Stabilization Reserve Fund with be funded with \$10,000.00 until outstanding payment is received from the oil company.

ROLL CALL:

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

**GENERAL MANAGER REPORTS:**

Bill List Period Ending January 15, 2009

Motion made by Dir. McPherson to approve the Bill List Period Ending January 15, 2009.

ROLL CALL:

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

Cash Flow Report Period Ending December 31, 2008

The Board received the Cash Flow Report Period Ending December 31, 2008.

Investment Report Period ending November 30, 2008

The Board received the Investment Report Period Ending November 30, 2008.

Water Conservation Credit Programs Status Report

October 1, 2008 through December 31, 2008.

The Board received the Water Conservation Credit Programs Status Report Period

October 1, 2008 – December 31, 2008.

One Time Leak Adjustment Status Report October 1, 2008 – December 31, 2008.

The Board received the Leak Adjustment Status Report Period October 1, 2008 –

December 31, 2008.

Board of Directors Committee Appointments for Calendar Year 2009

The Board received the Committee Appointments for Calendar Year 2009

Department Status Reports

The Board received the Department Status Reports.

#### **COMMITTEE/DIRECTOR REPORTS (Oral):**

Dir. Vierra reported out on the Ad Hoc Campus Project Committee Meeting held on January 9, 2009. Dir. Vierra reported that the Ad Hoc Campus Project Committee will schedule a meeting with Supervisor Mark Stone to discuss the benefits of the new admin campus in the next few weeks.

#### **INFORMATION MATERIAL:**

The Board received the information material.

#### **ADJOURNMENT TO CLOSED SESSION**

Pres McPherson adjourned the regular meeting to closed session at 8:51 p.m. for the purpose of:

CONFERENCE WITH LEGAL COUNSEL;

EXISTING LITIGATION

Existing litigation pursuant to subdivision (a) of California Government Code  
Section 54956.9

Name of case: San Lorenzo Valley Water District vs. Constance Noel, et al.

CONFERENCE WITH REAL PROPERTY NEGOTIATOR

Property: APN 090-194-01 generally located on Rebecca Drive,  
Boulder Creek, CA 95006

Agency Negotiator: James A. Mueller, District Manager

Negotiating Party: Kenneth Smith

Under Negotiation: Price and Payment Terms

CONFERENCE WITH REAL PROPERTY NEGOTIATOR

Property: APN 071-141-07, -08 and -11 generally located along  
East Zayante Road, Felton, CA 95018

Agency Negotiator: James A. Mueller, District Manager

Negotiating Party: Ray Ferrari  
Under Negotiation: Price and Payment Terms

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

Pres McPherson reconvened the regular meeting at 9:15 p.m. and reported out that:

CONFERENCE WITH LEGAL COUNSEL;  
EXISTING LITIGATION

Existing litigation pursuant to subdivision (a) of California Government Code  
Section 54956.9

Name of case: San Lorenzo Valley Water District vs. Constance Noel, et al.

No reportable action.

CONFERENCE WITH REAL PROPERTY NEGOTIATOR

Property: APN 090-194-01 generally located on Rebecca Drive,  
Boulder Creek, CA 95006

Agency Negotiator: James A. Mueller, District Manager

Negotiating Party: Kenneth Smith

Under Negotiation: Price and Payment Terms

No reportable action.

CONFERENCE WITH REAL PROPERTY NEGOTIATOR

Property: APN 071-141-07, -08 and -11 generally located along  
East Zayante Road, Felton, CA 95018

Agency Negotiator: James A. Mueller, District Manager

Negotiating Party: Ray Ferrari

Under Negotiation: Price and Payment Terms

No reportable action.

**ADJOURNMENT**

Pres McPherson adjourned the meeting at 9:15 p.m.

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Brandon Barchi  
District Secretary