

**BOARD OF DIRECTOR'S MINUTES
SAN LORENZO VALLEY WATER DISTRICT
BOULDER CREEK, CALIFORNIA**

October 7, 2004

The regular meeting of the Board of Directors of the San Lorenzo Valley Water District was called to order by Dir. Ross on Thursday, October 7, 2004 in the District's Operations Building, 13057 Highway 9, Boulder Creek, California at 7:30 p.m.

CONVENE MEETING/ROLL CALL:

Roll call showed Dirs. Nelson, Prather, Rapoza, and Ross present. Dir. Vierra was absent. District Manager Mueller and Counsel Baird were also present.

MINUTES:

- a. Minutes of the Regular Meeting of September 16, 2004

Motion was made by Dir. Rapoza to approve the Minutes of the Regular Meeting of September 16, 2004, as presented.

ROLL CALL:

Ayes:	Rapoza, Nelson, Prather, Ross
Noes:	None
Absent:	Vierra

ADDITIONS AND DELETIONS TO THE AGENDA: None

ORAL COMMUNICATIONS: None

WRITTEN COMMUNICATIONS: None

CONSENT AGENDA: None

UNFINISHED BUSINESS: None

NEW BUSINESS:

- a. California Performance Review (Oral)

Manager Mueller stated that Governor Schwarzenegger is proposing a new framework for California State Government. The released report is 2,500 pages and states that the proposed changes in framework would result in approximately \$32 billion dollars in savings. Manager Mueller does not have a thorough analysis of the entire document but some familiarity with

10/07/04

the overall concept. Manager Mueller stated that the recommendations in the report face steep challenges. Manager Mueller indicated that nothing indicates a change in local government. District staff will continue to monitor the potential impacts and changes.

Dir. Nelson thanked the manager for presenting the material.

Dir. Rapoza stated that he read a summary on the internet regarding realignment of certain funding mechanisms between the state and county. Dir. Rapoza requested that staff have CSDA due an analysis on funding and fiscal impacts relative to local government. Manager Mueller indicated that CSDA is already working on these issues.

GENERAL MANAGER'S REPORTS:

a. Manager

(1) Bill List Period Ending October 7, 2004

Motion was made by Dir. Ross to approve the Bill List Period Ending October 7, 2004 in the amount of \$193,976.27.

ROLL CALL:

Ayes:	Ross, Nelson, Prather, Rapoza
Noes:	None
Absent:	Vierra

(2) Investment Report Period Ending August 31, 2004

The Board received the Investment Report Period Ending August 31, 2004.

(3) One-Time Leak Adjustment Status Report, July 1, 2004-September 30, 2004

The Board received the One-Time Leak Adjustment Status Report, July 1, 2004-September 30, 2004.

(4) Water Conservation Credit Programs Status Report, July 1, 2004-September 30, 2004

The Board received the Water Conservation Credit Programs Status Report, July 1, 2004-September 30, 2004.

(5) Department Status Reports

(i) Administration

The Board received the Administration Department Status Report.

(ii) Operations

Dir. Rapoza asked staff to report on a solar proposal for the Bear Creek Estates Wastewater Facility. Manager Mueller stated that the District has received a proposal for 5kw solar component for the Bear Creek Estates Wastewater Treatment Facility. The actual cost, after discount, is approximately \$30,000.00. Staff met to review status of budget and determined that the component can be funded within the overall budget. In addition, District staff is looking at solar proposals for the Water Treatment Facility.

(iii) Engineering

The Board received the Engineering Department Status Report.

b. Committee/Director Reports (Oral):

INFORMATIONAL MATERIAL:

a. Newspaper Articles

The Board received the Newspaper Articles.

ADJOURNMENT TO CLOSED SESSION:

Dir. Ross adjourned the meeting to closed session at 7:54 p.m. to approve Minutes of the Closed Session Meeting of September 16, 2004 and to Confer with Legal Counsel - Anticipated Litigation, Initiation of Litigation Pursuant to Subdivision (c) of Government Code Section 54956.9-One (1) Potential Case and for Public Employee Performance Evaluation Pursuant to California Government Code Section 54957, Title: District Manager.

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

- a. Minutes of the Closed Session Meeting of September 16, 2004

Motion was made by Dir. Ross to approve the Minutes of the Closed Session Meeting of September 16, 2004, as presented.

ROLL CALL:

Ayes:	Ross, Nelson, Prather, Rapoza
Noes:	None
Absent:	Vierra

- b. CONFERENCE WITH LEGAL COUNSEL -
ANTICIPATED LITIGATION

Initiation of Litigation Pursuant to Subdivision (c) of Government Code
Section 54956.9:

One (1) Potential Case

No reportable action.

- c. PUBLIC EMPLOYEE PERFORMANCE EVALUATION pursuant to
California Government Code Section 54957
Title: District Manager

No reportable action.

ADJOURNMENT:

The meeting was adjourned at 8:31 p.m.

Kelly Stephens
District Secretary