

**SAN LORENZO VALLEY WATER DISTRICT
BOARD MEETING MINUTES**

February 20, 2014

7:30 p.m.

CONVENE MEETING/ROLL CALL:

Pres. Bruce convened the meeting at 7:30 p.m. Roll call showed Dirs. Brown, Bruce, Rapoza were present. Dir. Vierra arrived at 7:40 p.m. Dir. Prather was absent. District Manager Mueller, Director of Operations Rogers, and Legal Counsel Hynes were also present.

Motion made by Dir. Rapoza to excuse the absence of Dir. Prather for the February 20, 2014 Board of Directors meeting.

ROLL CALL:

Ayes:	Brown, Bruce, Rapoza
Noes:	None
Abstain:	None
Absent:	Prather, Vierra

MINUTES:

MINUTES OF THE REGULAR MEETING OF FEBRUARY 6, 2014

Motion made by Dir. Prather to approve the minutes of the February 6, 2014 Board of Directors Meeting.

ROLL CALL:

Ayes:	Brown, Bruce, Rapoza
Noes:	None
Abstain:	None
Absent:	Prather, Vierra

ADDITIONS AND DELETIONS TO AGENDA: None.

ORAL COMMUNICATIONS

Bruce Holloway, Boulder Creek, addressed the Board regarding the Bear Creek Estates Wastewater System.

WRITTEN COMMUNICATIONS: None.

CONSENT AGENDA: None.

UNFINISHED BUSINESS:

SAN LORENZO VALLEY WATER DISTRICT COMMUNITY OUTREACH CITIZEN'S ADVISORY COMMITTEE

District Manager Mueller stated that there were two (2) additional appointments left to be filled on the District's Community Outreach Citizen's Advisory Committee; one by Dir. Brown, and one by Dir. Vierra. District Manager Mueller also stated that the District had received two (2) additional letters of interest; John Fasloas and Nina Moore. Dir. Brown appointed Nina Moore to the Community Outreach Committee. Dir. Vierra appointed Mary Dywer to the Community Outreach Committee.

NEW BUSINESS:

DROUGHT MANAGEMENT PLAN

District Manager Mueller stated that the District, like much of California, is experiencing unprecedented dry conditions. District Manager Mueller stated that the District's water supply outlook for the remainder of 2014 faces a very real threat of a critical water shortage emergency. District Manager Mueller stated that staff was recommending that the District initiate actions to put in place an amended Drought Management Plan which provided for a five (5) stage program, up to and including water rationing. In addition, staff was recommending that the District convert to monthly meter reading and billing to more effectively implement a possible water rationing program. The Board received input from several public members who felt that monthly meter reading was not necessary. The Board directed staff to provide additional information regarding the proposed conversion to monthly meter reading, and move forward with amendments to the Drought Management Plan.

LOMPICO COUNTY WATER DISTRICT EMERGENCY INTERTIE

District Manager Mueller stated that Lompico County Water District had applied for and received funding assistance from the California Department of Public Health Proposition 84, Emergency Grant Fund Program for an emergency water intertie with the District. District Manager Mueller stated that the proposed emergency intertie would require approximately 2,400 LF of new pipe and a pump station, and that the grant amount received was \$115,000. District Manager Mueller stated that the District would need to enter into an agreement with Lompico regarding this matter.

Motion made by Dir. Vierra to approve Resolution No. 22 (13-14) Lompico County Water District Emergency Intertie Agreement.

ROLL CALL:

Ayes: Brown, Bruce, Rapoza, Vierra
Noes: None
Abstain: None
Absent: Prather

INVESTMENT POLICY

District Manager Mueller stated that the Finance Committee had recommended four (4) proposed changes to the District's current Investment Policy. District Manager Mueller reviewed the proposed changes with the Board. Bruce Holloway, Boulder Creek, stated that the Government Code reference in Section 1 relative to prudent investor standard should be revised. Pres. Bruce stated that all code references to prudent investor standard should be listed as a footnote in the Investment Policy.

Motion made by Dir. Brown to approve Resolution No. 23 (13-14) Adoption of San Lorenzo Valley Water District Investment Policy 2014.

ROLL CALL:

Ayes: Bruce, Rapoza, Vierra, Brown
Noes: None
Abstain: None
Absent: Prather

GENERAL MANAGERS REPORTS:

Bill List Period Ending February 20, 2014.

Motion made by Dir. Vierra to approve the Bill List for the period ending February 20, 2014.

ROLL CALL:

Ayes: Brown, Bruce, Rapoza, Vierra
Noes: None
Abstain: None
Absent: Prather

Investment Report Period ending January 31, 2014.

The Board received the Investment Report for the Period ending January 31, 2014.

Department Status Reports.

The Board received the Department Status Reports.

COMMITTEE/DIRECTOR REPORTS (ORAL):

Dir. Vierra reported on the February 14, 2014 Lompico Liaison Committee meeting.

INFORMATIONAL MATERIALS:

The Board received informational newspaper articles.

ADJOURNMENT TO CLOSED SESSION:

Pres. Bruce adjourned the regular meeting to Closed Session at 10:18 p.m. for the purpose of:

CONFERENCE WITH LEGAL COUNSEL: ANTICIPATED LITIGATION

Significant exposure to litigation pursuant to paragraph (2) of subdivision (d) of Section 54956.9 California Government Code.

One (1) potential case.

CONFERENCE WITH REAL PROPERTY NEGOTIATOR

Conference with Real Property Negotiator pursuant to California Government Code Sections 54956.8 and 54954.2(b)(2).

Property: APN 090-194-14 generally located at 1130 Rebecca Drive, Boulder Creek, California

Agency Negotiator: James Mueller, District Manager

Negotiating Party: Coldwell Banker, Los Gatos

Under Negotiation: Price and Payment Terms

PUBLIC EMPLOYEE PERFORMANCE EVALUATION

Public employee performance evaluation pursuant to California Government Code Section 54957(b)(1).

Employee: District Manager

RECONVENE TO OPEN SESSION:

Pres. Bruce reconvened the regular meeting at 10:42 p.m.

Motion made by Dir. Vierra to approve Addendum No. 2 to the Property Purchase Agreement for APN 090-194-14 generally located at 1130 Rebecca Drive, Boulder Creek, CA.

ROLL CALL:

Ayes: Brown, Bruce, Rapoza, Vierra

Noes: None

Abstain: None

Absent: Prather

REPORT ACTIONS TAKEN IN CLOSED SESSION:

CONFERENCE WITH LEGAL COUNSEL: ANTICIPATED LITIGATION

Significant exposure to litigation pursuant to paragraph (2) of subdivision (d) of Section 54956.9 California Government Code.

One (1) potential case.

No reportable actions.

CONFERENCE WITH REAL PROPERTY NEGOTIATOR

Conference with Real Property Negotiator pursuant to California Government Code Sections 54956.8 and 54954.2(b)(2).

Property: APN 090-194-14 generally located at 1130 Rebecca Drive, Boulder Creek, California

Agency Negotiator: James Mueller, District Manager

Negotiating Party: Coldwell Banker, Los Gatos

Under Negotiation: Price and Payment Terms

No reportable actions.

PUBLIC EMPLOYEE PERFORMANCE EVALUATION

Public employee performance evaluation pursuant to California Government Code Section 54957(b)(1).

Employee: District Manager

No reportable actions.

ADJOURNMENT:

Pres. Bruce adjourned the meeting at 10:44 p.m.

James A. Mueller
Acting District Secretary