

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

January 16, 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, Prather, Rapoza, Vierra were present. District Manager Mueller, Director of Operations Rogers, and Legal Counsel Hynes were also present.

MINUTES:

MINUTES OF THE REGULAR MEETING OF DECEMBER 19, 2013

Motion made by Dir. Prather to approve the minutes of the December 19, 2013 Board of Directors Meeting.

ROLL CALL:

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

ADDITIONS AND DELETIONS TO AGENDA: None.

Bruce Holloway, Boulder Creek, requested a change in the agenda to add minutes for the Special Meeting of October 24, 2013. District Counsel Hynes advised the Board that the subject matter did not present the need to take immediate action, and therefore, it would be inappropriate to amend the agenda with an addition for the minutes of the Special Meeting of October 24, 2013.

ORAL COMMUNICATIONS

Peter Lang, Boulder Creek, addressed the Board regarding drought conditions and water conservation.

Dan Firth, Ben Lomond, addressed the Board regarding his prior correspondence, and the need for improved fire protection along Sunnycroft Road.

Bruce Holloway, Boulder Creek, addressed the Board regarding the need for minutes from the Special Meeting of October 24, 2013.

Suellene Peterson, Zayante, addressed the Board regarding the need for minutes from the Special Meeting of October 24, 2013.

Alison Jaehnichen, Zayante, addressed the Board regarding water rates.

Mark Messimer, Zayante, addressed the Board regarding Board regarding the need for minutes from the Special Meeting of October 24, 2013.

Charles Baughman, Boulder Creek, addressed the Board regarding a report from the Pacific Institute on water rate subsidization for certain customer classes.

WRITTEN COMMUNICATIONS:

Correspondence from Colette Marie McLaughlin regarding 213 River Street, Boulder Creek. Colette Marie McLaughlin addressed the Board regarding her correspondence regarding 213 River Street, Boulder Creek. Colette Marie McLaughlin stated that the Board needed to amend its policy regarding liability for the basic service charge. The Board received the subject correspondence.

Correspondence from Santa Cruz County Election Department regarding June 3, 2014 Gubernatorial Primary Election. The Board received the subject correspondence.

CONSENT AGENDA: None.

UNFINISHED BUSINESS: None.

NEW BUSINESS:

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

District Manager Mueller stated that the District bids for the procurement of inventory materials on a six-month period, and was requesting authorization for the advertisement of bids. District Manager Mueller stated that the six-month procurement period allowed the District to set the price of inventory materials for a six-month period.

Motion made by Dir. Prather to approve authorization to bid inventory materials for a six-month period.

ROLL CALL:

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

MORATORIUM ON SPENDING FOR ADMINISTRATIVE CONSOLIDATION PROJECT

Dir Brown stated that he would like the Board to take formal action on a Moratorium on spending for the Administrative Campus Project. Dir Brown stated that the action taken by the Board at the Rate Hearing of October 24, 2013 was to remove the Campus Project from the water rate increase and refer the matter back to the Facilities and Planning Committee.

Motion made by Dir Brown that the authorization granted on October 18, 2012 be revoked, and that staff be directed to defer from further spending on the Administrative Campus Project without prior approval of the Board of Directors.

Dir. Rapoza stated that he was not generally opposed to the motion, but had concerns regarding the specific language, including the usage of the wording “authorization be revoked”. Dir Rapoza stated that the language was overly broad, and that it could be understood to mean all prior spending relative to the project needed to be reversed. Director of Operations Rogers stated that any motion should also provide for ongoing maintenance of the existing facilities.

Dir. Brown amended his prior motion as follows: Motion that staff is directed to cease from further new spending on the Administrative Campus Project without prior approval of the Board of Directors, with the exception of ongoing maintenance of the existing facilities.

ROLL CALL:

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

GENERAL MANAGERS REPORTS:

Bill List Period Ending January 16, 2014.

Motion made by Dir. Rapoza to approve the Bill List for the period ending January 16, 2014.

ROLL CALL:

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

Investment Report period ending December 31, 2013.

The Board received the Investment Report for the period ending December 31, 2013.

One Time Leak Adjustment Status Report; October 1, 2013 – December 31, 2013.

The Board received the One Time Leak Adjustment Status Report for the period October 1, 2013 to December 31, 2013.

Water Conservation Credit Program Status Report; October 1, 2013 – December 31, 2013.

The Board received the Water Conservation Credit Program Status Report for the period October 1, 2013 to December 31, 2013.

Department Status Reports.

The Board received the Department Status Reports.

COMMITTEE/DIRECTOR REPORTS (ORAL):

Dir. Rapoza reported on the December 10, 2014 Personnel Committee meeting.

INFORMATIONAL MATERIALS:

The Board received informational newspaper articles.

ADJOURNMENT TO CLOSED SESSION:

Pres. Bruce adjourned the regular meeting to Closed Session at 10:01p.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.

Two (2) potential cases.

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

RECONVENE TO OPEN SESSION:

Pres. Bruce reconvened the regular meeting at 10:13 p.m.

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.

Two (2) potential cases.

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.

ADJOURNMENT:

Pres. Bruce adjourned the meeting at 10:13 p.m.

James A. Mueller
Acting District Secretary