

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

April 1, 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, April 1, 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. Ross, Prather, Rapoza and Vierra present. Dir. Nelson was absent. District Manager Mueller and Counsel Hynes were also present.

MINUTES:

- a. Minutes of the Regular Meeting of March 18, 2004

Motion was made by Dir. Rapoza to approve the Minutes of the Regular Meeting of March 18, 2004, as presented.

ROLL CALL:

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

ADDITIONS AND DELETIONS TO THE AGENDA:

ORAL COMMUNICATIONS:

Paul Storm was present to address the Board. Mr. Storm stated that this Board is a spend thrift. Mr. Storm outlined various expenditures from the Bill List. In addition, Mr. Storm indicated that the Board has authorized thousands of dollars for Education Grants for the current school year. Mr. Storm indicated that he is frustrated and feels that the Board is using District funds for their own purposes. Mr. Storm recommended that the Board should retire to consider their actions and policies at their own leisure.

Lisa Rudnick was present to address the Board and seconded every word of Paul Storm.

WRITTEN COMMUNICATIONS: None

CONSENT AGENDA: None

UNFINISHED BUSINESS: None

04/01/2004

NEW BUSINESS:

a. Water Conservation Reserve Fund

Manager Mueller stated that Resolution No. 24 (01-02) authorized the District Manager to sell the District's shares of Principal Financial Group, Inc. common stock and earmark the funds for water conservation activities. Manager Mueller is recommending that the entire restricted reserve fund (approximately \$6,500.00) be transferred to the water fund and expensed for the District's current Water Conservation Rebate Program.

Motion was made by Dir. Rapoza to approve Resolution No. 25 (03-04) Water Conservation Reserve Fund.

ROLL CALL:

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

GENERAL MANAGER'S REPORTS:

a. Manager

(1) Bill List Period Ending April 1, 2004

Motion was made by Dir. Ross to approve the Bill List Period Ending April 1, 2004 in the amount of \$102,536.65.

ROLL CALL:

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

(2) Department Status Reports

(i) Administration

Manager Mueller indicated that he is having trouble contacting representatives of Bear Creek Estates.

(ii) Operations

The Board received the Operations Department Status Report.

(iii) Engineering

The Board received the Engineering Department Status Report.

- b. Committee/Director Reports (Oral): None

INFORMATIONAL MATERIAL:

- a. Newspaper Articles

The Board received the Newspaper Articles.

ADJOURNMENT TO CLOSED SESSION:

Dir. Ross adjourned the meeting to closed session at 7:41 p.m. to approve the Minutes of the Closed Session Meeting of March 18, 2004 and to confer with Legal Counsel - Anticipated Litigation, Significant Exposure to Litigation Pursuant to Subdivision (c) of Government Code Section 54956.9-One (1) Potential Case and to confer with Real Property Negotiator (California Government Code 54956.8), Property: APN 81-084-05, generally located at 13250 Highway 236, Boulder Creek, CA. Agency Negotiator: James Mueller, District Manager, Negotiating Parties: Christopher and Nancy Currier, Under Negotiation: Price and Payment Terms.

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

- a. Minutes of the Closed Session Meeting of March 18, 2004

Motion was made by Dir. Ross to approve the Minutes of the Closed Session Meeting of March 18, 2004, as presented.

ROLL CALL:

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

- b. CONFERENCE WITH LEGAL COUNSEL -
ANTICIPATED LITIGATION
Significant Exposure to Litigation Pursuant to Subdivision (c) of Government Code Section 54956.9:
One (1) Potential Case

No reportable action.

- c. CONFERENCE WITH REAL PROPERTY NEGOTIATOR
(California Government Code 54956.8)
Property: APN 81-084-05, generally located at 13250 Highway 236,

Boulder Creek, CA.

Agency Negotiator: James Mueller, District Manager

Negotiating Parties: Christopher and Nancy Currier

Under Negotiation: Price and Payment Terms

No reportable action.

ADJOURNMENT:

The meeting was adjourned at 8:10 p.m.

Kelly Stephens
District Secretary