

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

September 18, 2003

The regular meeting of the Board of Directors of the San Lorenzo Valley Water District was called to order by Dir. Rapoza on Thursday, September 18, 2003 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. Rapoza, Ross and Vierra present. Dir. Nelson arrived at 7:33 p.m. and Dir. Prather arrived at 8:20. District Manager Mueller and Counsel Hynes were also present.

MINUTES:

- a. Minutes of the Regular Meeting of September 4, 2003

Motion was made by Dir. Ross to approve the Minutes of the Regular Meeting of September 4, 2003.

ROLL CALL:

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

ADDITIONS AND DELETIONS TO THE AGENDA: None

ORAL COMMUNICATIONS: None

WRITTEN COMMUNICATIONS: None

CONSENT AGENDA: None

UNFINISHED BUSINESS: None

NEW BUSINESS:

- a. Annual River and Road Cleanup

Manager Mueller reported that by correspondence dated September 22, 2003 the Valley Women's Club is requesting District participation in the 16th Annual River and Road Cleanup.

Motion was made by Dir. Vierra to approve the use of District staff and equipment for the 16th Annual River and Road Cleanup to be held Saturday, October 11, 2003.

ROLL CALL:

Ayes: Vierra, Nelson, Ross, Rapoza

Noes: None

Absent: Prather

b. Resolution of Appreciation for Alfred W. Haynes

Manager Mueller reported that Al Haynes, Watershed Resources Coordinator separated service with the District effective September 2, 2003. Manager Mueller reported that staff is planning a retirement event for Al.

Motion was made by Dir. Ross to approve Resolution No. 6 (03-04) Resolution of Appreciation for Alfred W. Haynes.

ROLL CALL:

Ayes: Ross, Nelson, Vierra, Rapoza

Noes: None

Absent: Prather

c. California-American Water Company

Dir. Rapoza reported that he received correspondence from California-American Water Company requesting the Board designate a member of the Board of Directors to serve as point of contact for California-American Water Company. Dir. Ross felt that this request was more of a public relations campaign and felt no desire to change the way of doing things. In addition, Dir. Ross felt that one person getting a lot of information may not be able to distinguish the information and this request was not a benefit to the District. Dir. Rapoza stated that he did not have a problem with designating a person or Committee for contact purposes.

Steve Leonard with California American Water stated that having a subcommittee is relevant. Information is not the same as communication and the dynamics are very different. The request was meant to open dialogue and try to avoid misinformation and partial information and avoid

negative press. Evan Jacobs with California American Water Company stated that this was the Board's suggested method.

Dir. Rapoza indicated that this would be good for rumor control. Dir. Vierra did not have a problem with appointing a Committee but must be open to the public. Dir. Nelson did not have a problem with a two-member Committee. Dir. Rapoza asked Mr. Leonard to designate someone from California-American Water Company that the President of the Board or the District Manager can call for information. In addition, this Board would do the same.

The Board agreed not to formalize this request at this time.

GENERAL MANAGER'S REPORTS:

a. Manager

(1) Bill List through September 18, 2003

Motion was made by Dir. Ross to approve the Bill List in the amount of \$109,332.97.

ROLL CALL:

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

(2) Cash Flow Period Ending August 31, 2003

The Board received the Cash Flow Period Ending August 31, 2003.

(3) Investment Report Period Ending August 31, 2003

Manager Mueller reported that there are some large securities coming due in December 2003 and Mr. Bargetto with Morgan Stanley will attend the November 6, 2003 meeting.

(4) Department Status Reports

(i) Administration

Dir. Prather and Dir. Rapoza will attend the Bear Creek Estates neighborhood meeting on October 1, 2003. Dir. Nelson will be able to attend in Dir. Vierra's absence.

Dir. Vierra inquired on the status of the Administration Building Remodel. Manager Mueller reported that Committee directed staff to rehash alternative locations and bring back to Committee before the end of this year.

(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. Rapoza adjourned the meeting to closed session at 8:13 p.m. to approve the Minutes of the Closed Session Meeting of September 4, 2003 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 for Public Employee Performance Evaluation as provided in California Government Code Section 54957-District Manager.

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

a. Minutes of the Closed Session Meeting of September 4, 2003

Motion was made by Dir. Rapoza to approve the Minutes of the Closed Session Meeting of September 4, 2003, as presented.

ROLL CALL:

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

- 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. PUBLIC EMPLOYEE PERFORMANCE EVALUATION as provided in
California Government Code Section 54957
District Manager

No reportable action.

ADJOURNMENT:

The meeting was adjourned at 8:25 p.m.

Kelly Stephens
District Secretary