

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

January 20, 2005

The regular meeting of the Board of Directors of the San Lorenzo Valley Water District was called to order by Dir. Vierra on Thursday, January 20, 2005 in the District's Operations Building, 13057 Highway 9, Boulder Creek, California at 7:44 p.m.

CONVENE MEETING/ROLL CALL:

Roll call showed Dirs. Rapoza, Ross and Vierra present. Dir. Nelson and Dir. Prather were absent. Director of Operations Rogers and Counsel Hynes were also present. Manager Mueller was absent.

MINUTES:

- a. Minutes of the Regular Meeting of January 6, 2005

Motion was made by Dir. Rapoza to approve the Minutes of the Regular Meeting of January 6, 2005, as presented.

ROLL CALL:

Ayes:	Rapoza, Ross, Vierra
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. Revision of Retained Earnings-Designated for Fiscal Year 2003/2004

Dir. Rapoza reported that the Finance Committee met on January 6, 2005. The Committee discussed the Financial Statement for Fiscal Year 2003/2004 relative to Retained Earnings-Designated. The Committee agreed that changes to the categories and amounts needed to be addressed and modified on an annual basis to

01/20/2005

reflect the District's current goals and priorities. Dir. Rapoza stated that the Committee recommended deleting two (2) of the seven (7) categories and redefining the definitions.

Motion was made by Dir. Vierra to adopt Resolution No. 20 (04-05) Revision of Retained Earnings-Designated for Fiscal Year 2003/2004

ROLL CALL:

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

GENERAL MANAGER'S REPORTS:

a. Manager

(1) Bill List Period Ending January 20, 2005

Motion was made by Dir. Vierra to approve the Bill List Period Ending January 20, 2005 in the amount of \$109,746.97.

ROLL CALL:

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

(2) Cash Flow Period Ending December 31, 2004

The Board received the Cash Flow Period Ending December 31, 2004.

(3) Department Status Reports

(i) Administration

The Board received the Administration Department Status Report.

(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. Vierra adjourned the meeting to closed session at 7:53 p.m. to approve Minutes of the Closed Session Meeting of January 6, 2005 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.

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

- a. Minutes of the Closed Session Meeting of January 6, 2005

Motion was made by Dir. Vierra to approve the Minutes of the Closed Session Meeting of January 6, 2005, as presented.

ROLL CALL:

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

- 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.

ADJOURNMENT:

The meeting was adjourned at 8:05 p.m.

Kelly Stephens
District Secretary