



**BOARD OF DIRECTORS
SAN LORENZO VALLEY WATER DISTRICT
MINUTES
AUGUST 1, 2019**

Thursday, August 1, 2019 at 6:30 p.m., SLVWD, 13057 Highway 9, Boulder Creek, CA 95006.

1. Convene Meeting 6:30 p.m.

Roll Call: Farris, Fultz, Henry, Swan were present.

Staff: R. Rogers, S. Hill, H. Hossack were present. G. Nicholls was on the phone.

2. Additions and Deletions to Agenda: None

3. Oral Communications:

V. Champlin said that the Capital Improvement Funding is lacking a 2-page executive summary discussing the funding mechanism, major players, how much we're going to get and the projects to be funded.

L. Ford said he has been meeting with Board and staff regarding fire management planning. He found that the District is ahead of where he thought we were. The District has been cooperating with other fire agencies in the valley. He's very pleased with the progress made.

4. Unfinished Business:

a. OPERATIONAL GAGING ON CLEAR AND FALL CREEKS

R. Rogers introduced this item and read the memo for this item.

S. Swan questioned if the \$20,000 is in the budget.

Discussion by the Board and staff regarding the budget, testing period and access for this item.

B. Fultz questioned if the gage on Fall Creek is necessary.

R. Rogers responded said it works well with information for Fisheries.

Discussion by Board and staff regarding termination of easement.

B. Fultz questioned if the Fall Creek monitor would be necessary if we were not in violation of water right during summer months.

R. Rogers responded that we wouldn't know if we were in violation or not without the Fall Creek monitor.

Discussion by Board and staff regarding Fall Creek water right.

V. Champlin questioned if the bimonthly calibration is legal requirement.

J. Furtado it has to do with the environment the sensors are in. It's for maintenance of the stream.

R. Rogers clarified that the communications need monitoring in that area.

G. Nicholls said that the Board will need to authorize the District Manager to execute the contract.

B. Fultz made a motion to authorize the District Manager to execute the contact with Balance Hydrology for the operational gaging of Clear and Fall Creeks for 2019 water year.

S. Swan seconded the motion.

L. Farris added to the motion the specification of the 2019 water year.

All present voted in favor of the motion. Motion passed.

b. STREAMFLOW, SALINITY AND TEMPERATURE MONITORING

R. Rogers read the memo introducing this item. He said he thinks this will be the last year for the District to be doing this monitoring.

Discussion by Committee and staff regarding budget.

L. Farris questioned memo.

R. Rogers explained that the memo was written before the information was received from Balance Hydrology.

B. Fultz questioned the cost of this project to date.

R. Rogers said we have not changed operational procedures but we quantified and submitted to agencies exactly what we are doing with the amount of water we are diverting from the intakes impacting the San Lorenzo River.

Discussion by Board and staff regarding the data.

B. Fultz questioned how many acre feet each creek is flowing.

Discussion with Board and staff regarding stream flow and why this is necessary.

R. Moran-Ben Lomond, questioned if we know how many Coho are in the San Lorenzo watershed.

Discussion by Board and staff

R. Rogers said if the Board wished we can agendize this again when the Environmental Programs Manager returns.

V. Champlin he heard that SMGWA might want to take over this project. He cautioned that if you lose control of your data, you lose control of information. It won't be a big cost savings because the District pays 40% of the SMGWA costs. And the District has very little spending control in that environment.

L. Henry agreed with V. Champlin. If SMGWA does it, it will probably cost more money.

R. Rogers responded that as a Board member of SMGWA you'll be able to discuss that.

Discussion by Board and staff regarding SMGWA spending.

L. Henry questioned if the Board wants to bring this item back or deal with it now.

Discussion by Board and staff regarding this item.

B. Fultz made a motion to authorize the District Manager to execute the water year 2019 Streamflow, Salinity & Temperature Monitoring contract with Balance Hydrology.

L. Farris seconded the motion.

All present voted in favor of the motion. Motion passed.

c. CLEAN-UP ITEMS RELATED TO ISSUANCE OF NEW DEBT BY THE DISTRICT

G. Nicholls asked if S. Hill would introduce this item.

S. Hill touched briefly on the timeline of this item.

C. Perlitz with MCM said that \$500,000,000 to \$1,000,000,000 will be coming onto the market next week. The District will be competing against agencies with better credit if we wait.

S. Hill said that the timing was for the low end of the market before all of the money comes onto the market.

C. Perlitz explained the 10-year vs. 15-year call.

K. Thursby said that the terminology for the COP is the same as the bond call.

Discussion by Board, staff and consultants regarding the rates for the debt issuance.

Katherine explained the clean-up items in the agenda.

V. Champlin agrees this is an incredibly good deal.

G. Nicholls said the motion should be to adopt Resolution No. 4 (19-20).

B. Fultz made a motion to adopt Resolution No. 4 (19-20).

L. Henry seconded the motion.

All present voted in favor of the motion. Motion passed.

5. New Business:

a. LOMPICO ASSESSMENT DISTRICT OVERSIGHT - COMMITTEE APPLICATION

R. Rogers read the memo for this item.

L. Henry said that there is one member of the committee present.

D. Loewen she is pleased that the committee received an application and she hopes the Board will appoint him.

Discussion by Board, staff and public regarding the applicant.

B. Fultz made a motion to appoint Norman Hagen to the LADOC.

S. Swan seconded the motion

All present voted in favor of the motion. Motion passed.

b. RESERVE FUND POLICY

S. Hill said that the B & F Committee has been working on the Reserve Fund Policy. The prior policy was outdated and not in line with GASB54. Also establishing better definitions of reserve funds and how they are calculated.

L. Henry said these classifications will be easier for people to understand.

S. Hill explained that Appendix A is going over what we think the fiscal year 19-20 estimated balances will be.

Fultz questioned how much additional money is created by the rate increased.

S. Hill responded that is between \$500,000 and \$600,000.

L. Farris said it looks like 4 of the 5 reserve funds are projected to have target level by the end of next year. How did we make the target level?

B. Fultz this is just an estimate.

L. Farris question when will the \$3.75 million target level be reached.

S. Hill probably the following year.

Discussion by Board and staff regarding the amount of the reserve amount for infrastructure replacement.

S. Swan questioned the PTO accrual fund.

S. Hill said that each MOU has different accrual rates.

Discussion by Board and staff regarding accrual rates for PTO.

V. Champlin questioned the average life vs. the median.

S. Swan made a motion adopt the Reserve Fund Policy.

L. Farris seconded the motion.

All present voted in favor of the motion. Motion passed.

c. RESCHEDULE THE SECOND REGULAR BOARD MEETING IN AUGUST

R. Rogers introduced this item and requested that the Board reschedule the second August meeting by motion of the Board.

S. Hill clarified that the applications for the Board vacancy are due on August 21st, not August 22nd as listed in the packet.

G. Nicholls said that was her typo. The official closing time will be what was listed in the notice.

L. Henry asked if this will be a regular Board meeting.

R. Rogers said yes.

B. Fultz made a motion to reschedule the second regular Board meeting in August to Wednesday, August 28th.

S. Swan seconded the motion.

All present voted in favor of the motion. Motion passed.

d. RESOLUTION OF APPRECIATION FOR BILL SMALLMAN

R. Rogers read the memo.

B. Fultz noted that Dir. Smallman was also a director on the Lompico Board.

D. Loewen addressed the Board regarding Bill Smallman.

B Fultz made a motion to adopt Resolution No. 5 (19-20) Appreciation of Bill Smallman.

L. Farris seconded the motion

All present voted in favor of the motion. Motion passed.

R. Rogers read the Resolution No. 5 (19-20)

R. Moran requested that the resolution be published.

6. Written Communication: None

7. Informational Material:

- Meet Lew Farris - Press Banner 7.5.19
- SC County Plan for Sustainable Water - SC Sentinel 7.16.19
- Second Water Leader Resigns - SC Sentinel 7.20.19

9. Adjournment 7:47 p.m.