

**SWEETWATER SPRINGS WATER DISTRICT
BOARD OF DIRECTORS MEETING**

MINUTES*
(*In order discussed)

Board of Directors Meeting
May 3, 2012
6:30 p.m.

Board Members Present:	Victoria Wikle Sukey Robb-Wilder Jim Quigley
Board Members Absent:	Gaylord Schaap (arr. 6:47 p.m.) Richard Holmer
Staff in Attendance:	Steve Mack, General Manager Julie A. Kenny, Secretary to the Board
Others in Attendance:	Mike Gogna, Meyers Nave

I. CALL TO ORDER

The properly agendized meeting was called to Order by President Sukey Robb-Wilder at 6:35 p.m.

II. CHANGES TO AGENDA and DECLARATION OF CONFLICT (6:36 p.m.)

(None.)

III. CONSENT CALENDAR (6:36 p.m.)

Director Wikle moved to approve the Consent Calendar as submitted. Director Quigley seconded. Motion carried 3-0. The following items were approved:

- A. Approval of the Minutes of the April 5, 2012 Board Meeting
- B. Approval of Operations Warrants/Online payments/EFT payment
- C. Receipt of Item(s) of Correspondence:
 - (1) Letter dated April 12, 2012 from Thomas O'Kane, Sonoma County Department of Transportation and Public Works, re Meeting on May 1 for the Planned Temporary Closure of Drake Road in June 2012 for the removal and replacement of the Drake Road viaduct

IV. PUBLIC COMMENT (6:37 p.m.)

(None.)

V. ADMINISTRATIVE (6:37 p.m.)

- A. (6:32 p.m.) Public hearing; Discussion/Action re Resolution 12-08, Adopting Water Rates for Fiscal Year 12-13.** The GM introduced this item and made a PowerPoint presentation.
- * Director Schaap arrived at 6:47 p.m.
- Board questions and discussion ensued. At 6:50 p.m. President Robb-Wilder opened the public hearing. There were no comments. The public hearing was closed at 6:50 p.m. District counsel Mike Gogna requested for the record that Director Schaap confirm he had reviewed the staff report on this item. Further discussion ensued. Director Robb-Wilder pointed out a typo on page 2, Section 2 of the Resolution (the word "Ordinance" was changed to "Resolution", and in the first sentence the words "clause of phrase" was changed to read "clause or phrase"). Director Wikle moved to approve by reading of title Resolution 12-08, Adopting Water Rates for Fiscal Year 2012-2013, as amended. Director Quigley seconded. Motion carried 4-0.
- B. (6:58 p.m.) Discussion/Action re Resolution 12-09, Adopting the FY 2012-13 Operating and Capital Improvement Budget.** The GM provided an overview of this item and made a PowerPoint presentation. Discussion ensued. Director Robb-Wilder opened a public hearing on this item at 7:14 p.m. There were no comments. Director Robb-Wilder closed the public hearing at 7:14 p.m. Director Quigley moved to adopt Resolution 12-09, Adopting the FY 2012-13 Operating and Capital Improvement Budget. Director Wikle seconded. Motion carried 4-0.
- C. (7:17 p.m.) Discussion/Action re Loan prepayment analysis.** The GM provided an overview of this item. Extensive discussion ensued. No action was taken.
- D. (7:43 p.m.) Discussion/Action re FY 2011-12 3rd Quarter Actual vs. Budgeted Operations and Capital Expenditures, and County Balances.** The GM provided an overview of this item. Discussion ensued. No action was taken.
- E. (7:51 p.m.) Discussion/Action re Crystal Communications lease.** The GM provided an overview of this item. Discussion ensued. No action was taken.
- F. (7:53 p.m.) Discussion/Action re Rio Vista Terrace saddle failures.** The GM provided a brief overview of this item, but discussion was deferred to Closed Session.
- G. (7:54 p.m.) Discussion/Action re Resolution 12-10, Ordering an Election to be Held and Requesting Consolidation with the November 6, 2012 General District Election.** The GM provided an overview of this item. Brief discussion ensued. Director Wikle moved to approve Resolution 12-10, Ordering an Election to be Held and Requesting Consolidation with the November 6, 2012 General District Election. Director Schaap seconded. Motion carried 4-0.

VI. GENERAL MANAGER'S REPORT (8 p.m.)

The GM reported on the following items:

1. Laboratory testing
2. Water Production and Sales
3. Leaks

4. Guerneville Rainfall Chart
5. Toilet Rebate Program
6. In-House Construction Projects
7. Events
8. Gantt Chart
9. Drake Road closure

Board questions and brief discussion ensued.

VII. BOARD MEMBERS' ANNOUNCEMENTS/COMMENTS (8:09 p.m.)

Director Quigley announced that 1 acre foot = 1' deep on a football field.

VIII. CLOSED SESSION (8:10 p.m.)

At 8:10 p.m. President Robb-Wilder announced the items for discussion in Closed Session. At 8:11 p.m. the Board went into Closed Session. At 8:57 p.m. the meeting reconvened and the following actions on Closed Session items were announced:

- A. **Conference with Legal Counsel – Significant exposure to litigation pursuant to subdivision (b) of Section 54956.9. Number of cases: 1**
Direction was given to staff.
- B. **Conference with Legal Counsel – Existing Litigation, pursuant to subd. (a) of Section 54956.9.**
Name of case: John Bruce Berry, et al. v. F. Korbel & Bros., et al.
SCV 240790
No action was taken.

IX. ITEMS FOR THE NEXT AGENDA (8:57 p.m.)

1. Construction contract for CIP 2013
2. Rio Vista saddle failures (Closed Session)
3. Crystal Communications / radios
4. Loan – Potential debt restructuring
5. CIP 2014 priorities / tradeoffs
6. Possible compensation for Board members

ADJOURN

The meeting adjourned at 9:02 p.m.

Respectfully submitted,

Julie A. Kenny
Clerk to the Board of Directors

APPROVED:

Victoria Wikle: _____

Gaylord Schaap:

Sukey Robb-Wilder:

Jim Quigley:

Richard Holmer
