

MINUTES
BOARD OF DIRECTORS MEETING
November 1, 2007
SAN LORENZO VALLEY WATER DISTRICT
BOULDER CREEK, CALIFORNIA

CONVENE MEETING/ROLL CALL

Pres. Prather convened the meeting at 7:30 p.m. Roll call showed Dirs. McPherson, Nelson, Prather, Rapoza and Vierra were present. District Manager Mueller, Director of Operations Rogers and Legal Counsel Hynes were also present.

MINUTES

- a. Minutes Regular Meeting of October 18, 2007
Motion made by Dir. Rapoza to approve minutes as amended for the October 18, 2007 Board of Directors Meeting.

ROLL CALL:

Ayes: McPherson, Nelson, Prather, Rapoza
Noes: None
Absent: None
Abstain: Vierra

ADDITIONS AND DELETIONS TO AGENDA: None.

ORAL COMMUNICATIONS: None.

WRITTEN COMMUNICATIONS: None.

CONSENT AGENDA: None.

UNFINISHED BUSINESS:

- a. MITIGATED NEGATIVE DECLARATION; RALSTON WATER TANK REPLACEMENT PROJECT.
District Manager Mueller reported that the adopted annual budget for Fiscal Year 2007/2008 provided funding for the Ralston Water Tank Replacement Project, which includes relocation and replacement of the existing tank. The Local Agency Formation Commission (LAFCO) has a policy that requires County Planning Commission review of any water main extension intended to serve property in the Mountain Residential, Open Space or Timber Production Zone Districts. The District submitted in October 2004 a request to the Santa Cruz County Planning Commission for review of the proposed water mainline extension and in March 2005 the Planning Commission determined the extension was consistent with

the County General Plan.

Motion made by Dir. Vierra to approve Resolution No. 5, a Resolution approving a Mitigated Negative Declaration and Mitigation Monitoring and Reporting Program for the Ralston Water Tank Replacement Project.

ROLL CALL:

Ayes: Nelson, Prather, McPherson, Rapoza, Vierra

Noes: None

Absent: None

Abstain: None

NEW BUSINESS: None.

GENERAL MANAGER REPORTS:

- (1) Bill List Period Ending November 1, 2007.
Dir. Rapoza motioned to accept the Bill List period ending November 1, 2007.

ROLL CALL:

Ayes: Nelson, Prather, McPherson, Vierra, Rapoza

Noes: None

Absent: None

Abstain: None

- (2) Investment Report Period Ending September 30, 2007
The Board of Directors received the Investment Report Period ending September 30, 2007
- (3) Department Status Reports
The Board of Directors received the status reports

a. Committee/Director Reports (Oral):

Dir. Rapoza reported on the Santa Margarita Ground Water Basin Committee meeting held October 25, 2007. Betsy Herbert presented a status report on the development of a forum to discuss climate changes and the effects on local water resources. Dir. Rapoza updated the committee on the status of Manana Woods, Cal-Am and the conservation efforts. Scotts Valley discussed the reclaimed water for landscaping project. Pres. Prather reported on the Environmental Committee Meeting held November 1, 2007. A planning meeting is tentatively scheduled for a Climate Change Local Impacts on Water Resources Forum for November 14, 2007. Dir. McPherson presented to the committee financing information for solar arrays and will be researching further. Pres. Prather reported that the Watershed Manual is close to the end of phase one and should be ready for Board approval at the December 6, 2007 regular Board of Directors Meeting.

INFORMATION MATERIAL: None.

ADJOURNMENT TO CLOSED SESSION

Pres Prather adjourned the regular meeting to closed session at 8:04 p.m. for the purpose of:

- a. CONFERENCE WITH LEGAL COUNSEL;
EXISTING LITIGATION
Existing litigation pursuant to subdivision (a) of California Government Code Section 54956.9
 - i. Name of case: San Lorenzo Valley Water District vs. California-American Water Company.
 - ii. Name of case: San Lorenzo Valley Water District vs. Constance Noel, et al.

- b. CONFERENCE WITH LEGAL COUNSEL;
ANTICIPATED LITIGATION
Initiation of litigation pursuant to subdivision (c) of California Government Code Section 54956.9.
One (1) potential case.

- c. PUBLIC EMPLOYEE PERFORMANCE EVALUATION
Public employee performance evaluation pursuant to subdivision (b)(1) California Government Code Section 54957.
Employee: District Manager

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

Pres Prather reconvened the regular meeting at 8:45 p.m. and reported out that:

- a. CONFERENCE WITH LEGAL COUNSEL;
EXISTING LITIGATION
Existing litigation pursuant to subdivision (a) of California Government Code Section 54956.9
 - i. Name of case: San Lorenzo Valley Water District vs. California-American Water Company.
 - ii. Name of case: San Lorenzo Valley Water District vs. Constance Noel, et al.
- No reportable action.

- b. CONFERENCE WITH LEGAL COUNSEL;
ANTICIPATED LITIGATION
Initiation of litigation pursuant to subdivision (c) of California Government Code Section 54956.9.
One (1) potential case.

Report of Action: The Board of Directors authorized its Real Property Negotiator to present an offer to the owner of record for acquisition of APN 090-194-01 generally located on Rebecca Drive, Boulder Creek.

- c. PUBLIC EMPLOYEE PERFORMANCE EVALUATION
Public employee performance evaluation pursuant to subdivision (b)(1) California Government Code Section 54957.
Employee: District Manager

No reportable action.

ADJOURNMENT

Pres Prather adjourned the meeting at 8:46 p.m.

Brandon Barchi
District Secretary