



PAJARO VALLEY WATER MANAGEMENT AGENCY

36 BRENNAN STREET • WATSONVILLE, CA 95076

TEL: (831) 722-9292 • FAX: (831) 722-3139

email: info@pvwma.dst.ca.us • http://www.pvwma.dst.ca.us

Board of Directors Meeting
City Council Chambers

August 22, 2007; 7:00 p.m.
250 Main Street, Watsonville, CA

BUSINESS MEETING MINUTES

- 1. Call to Order, Roll Call of the PVWMA Directors, and Pledge of Allegiance:** The Regular Board Meeting of Pajaro Valley Water Management Agency was called to order in the City Council Chambers, 250 Main Street, Watsonville, CA, at 7:05 p.m. by Chair Dobler.

Board Members Present: Dobler, Imazio, Eiskamp, Kegebein, Koenig, Osmer

Board Members Absent: Cervantes

Staff Members Present: Bruce Laclergue, General Manager (GM)
Mary Bannister, Technical Division Manager (TDM)
Linda Contreras, Administrative Division Manager (ADM)
Phil Rodriguez, Accounting Supervisor & Grant Administrator
Veronica Barboza, Administrative Analyst (AA)

Others Present: Anthony Condotti, Counsel

- 2. Oral Communications.** None.
- 3. Director and General Manager Comments:** Director Koenig commented on the Farm Bureau's Newsletter "Water Nanny" article.
- 4. Consent Agenda.**
 - A. Approve Minutes of July 18, 2007
 - B. Approve Disbursement Ledger for July, 2007
 - C. Approve Financial Reports for July, 2007

◆ Motion by Director Imazio to approve the Consent Agenda as presented. Motion carried by the following roll call vote:

AYES: Dobler, Imazio, Eiskamp, Kegebein, Koenig, Osmer

NOES: None

ABSENT: Cervantes

ABSTAIN: None

- 5. Discussion and/or Action Items**

- A. Presentation by Janet Morningstar on Procedures for Adopting Various Types of Fees, Charges and Assessments:** The GM introduced Attorney Janet Morningstar to the board and public. Ms. Morningstar summarized Proposition 218 to the board. Ms. Morningstar also explained the procedural requirements to Proposition 218 and the differences between assessments, fees, taxes and special charges.

Public Comments:

- Tom AmRhein: Stated that the Agency needs to comply with Proposition 218 and keep the community happy.
- B. Presentation by staff on new Agency Cash Flow Model: ADM briefly summarized this item to the board. She stated that staff had been in the process of re-working the Agency's financial model, which was previously prepared by outside consultants. The Grant Administrator presented to the board the new cash flow model. He explained to the board that the new model would provide a great utility to the Agency in support of financial decisions that currently confront the Agency. He further stated, specifically, that the model could be used to provide cash flow projections under various rate scenarios could examine differential rate structures and could project annual revenues and future cash balances. After discussion, the board thanked the staff for the presentation.

Public Comments:

- Darlene Din: Thanked the GM and complimented staff on the cash flow model presentation.

6. Reports/Information Presentations

A. Counsel Reports

1. Litigation update. Counsel reported that the Supreme Court of California had extended the time for accepting or denying the Agency's case for an additional 30 days.

B. Board Committee Reports. None.

C. Staff Reports.

1. Project operations report- TDM reported that the Agency is delivering water 7 days a week for 12 to 14 hours a day, totaling to approximately 870 AF to date.
2. Basin Management Plan implementation report -None
3. 2006 BMP Construction Program update
 - a. Coastal Distribution System- TDM reported that the water pipe line is approximately 80% installed. Currently the pipeline is being laid through the Trafton Bluff area.
 - b. Recycled Water facility- TDM reported that the construction is moving along well.

7. Written Communication/Correspondence

8. Future Meetings and Agenda Items

- A. Water Quality & Operations Committee - August 23, 2007, 2:00 pm, Wastewater Treatment Facility
- B. Board Meeting - September 5, 2007, 1:30 pm Watsonville Council Chamber
- C. Administrative/Finance Committee – Tuesday, September 11, 2007, 3:00 pm, PVWMA Conference Room
- D. Projects Committee - September 19, 2007, 4:00 pm, PVWMA Conference Room
- E. Board Meeting - September 19, 2007, 7:00 pm, Watsonville Council Chamber

9. Closed Session


- A. Conference with Legal Counsel: Liability Claims
(Crop losses associated with CDS Construction)
Claimant: FM Brothers
Claimant: Dobler & Sons, LLC
Claimant: Sundance Berry Farms
Claimant: K.L. Farms
Claimant: Lazzerini
Claim against: Pajaro Valley Water Management Agency

The closed session convened at approximately 9:50 p.m. with Directors Eiskamp, Imazio, Kegebein, Osmer and Koenig, along with General Manager Bruce Laclergue, General Counsel Anthony Condotti. During the closed session the Board took the following actions: By motion (Kegebein, 5-0) approved the following liability claims pertaining to crop losses in connection with the CDS construction project:

- Claimant: FM Brothers (\$1,390.00)
- Claimant: Dobler & Sons, LLC (\$4,110.00)
- Claimant: Sundance Berry Farms (\$18,024.56)
- Claimant: K.L. Farms (\$3,730.00)
- Claimant: Lazzarini Farms (\$5,060.39)

The meeting concluded at approximately 10:00 p.m. with no members of the public present.

9. **Adjourned:** 10:00 pm



Bruce Laclergue, General Manager
- for -
Linda Contreras, Secretary

September 19, 2007
date approved