



## PAJARO VALLEY WATER MANAGEMENT AGENCY

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Board of Directors Meeting  
City Council Chambers

April 15, 2009, 7:00 p.m.  
275 Main Street, 4<sup>th</sup> Floor, Watsonville, CA

### BOARD MEETING MINUTES

1. **Call to Order**

2. **Oaths of Office administered by Clerk of the Board to newly-reappointed Directors:  
Rosemarie Imazio and David Kegebein**

3. **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, 275 Main Street 4<sup>th</sup> Floor, Watsonville, CA, at 7:05p.m. by Chair Osmer.

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

Board Members Absent: None

Staff Members Present: Mary Bannister, General Manager (GM)  
Veronica Barboza, Administrative Analyst (AA)  
Nancy Trevino, Financial Analyst (FA)  
Blake Marion, Accounting Consultant  
Others Present: Anthony Condotti, Counsel

4. **Pledge of Allegiance**

5. **Oral Communications:** None

6. **Director Comments:** None

7. **Counsel Report:** Counsel reminded the Board of Directors regarding Ethics Training that is now due. Director Kegebein suggested group training would be more efficient. GM and Board agreed on group training at the Agency's office.

8. **General Manager Report:** GM reminded the Board that the ACWA Conference registration is approaching. Also, stated that the Agency will be participating in the Chamber of Commerce Annual Business Expo.

9. **Consent Agenda:**

A. Approve March 18, 2009 Minutes

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

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

**NOES:** None

**ABSENT:** None

**ABSTAIN:** None

**10. Discussion and/or Action Items**

A. Consider Adoption of Preliminary Budget for FY 2009-2010: GM reported that the figures contained within the budget are based on the actual data, projections, and estimations. The budget was created on the accrual basis to be consistent with the year- end financial statements. On the accrual basis, revenues are recorded as earned and expenses recorded when incurred. GM then summarized the major assumptions made this budget. She stated that the budget also included:

- One new staff position in the Facility Operations Department, the Water Programs Coordinator,
- Delivered Water sales of 4,000 acre-feet, and a payment of Operations and Maintenance costs of \$600,000 to the City of Watsonville for production of new recycled water supply
- Estimated payment of \$4,000,000 in over-collected fees

GM’s recommended timeline for budget adoption this year is as follows:

April 15	Board adopts the preliminary budget
April 20	Staff publishes required notice of availability of the preliminary budget
May 13	Board holds public hearing
June 17	Board considers adoption of final budget

After discussion, the following action was taken:

◆ Motion by Director Dobler to approve Preliminary Budget for FY 2009-2010 as presented. Motion carried by the following roll call vote:

<b>AYES:</b>	Osmer, Imazio, Eiskamp, Kegebein, Dobler, Koenig
<b>NOES:</b>	None
<b>ABSENT:</b>	None
<b>ABSTAIN:</b>	None

B. Consider Ordinance 2009-01 extending the deadline for filing refund claims for augmentation charges paid pursuant to Section 4 of Ordinance 2003-01 and Section 4 of Ordinance 2004-02: GM reported, that the deadline for filing refund claim forms as specified in the Stipulated Settlement was to be one year from April 22, 2008, the effective date of Refund Ordinance 2008-01. Due to difficulties with the refund process, and delays in distribution of automated claim forms, GM recommended extending the deadline for refund claim submittal would allow additional time for claimants to submit forms. After discussion, the following action was taken:

◆ Motion by Director Eiskamp to extend the refund filing deadline for 90 days. Motion carried by the following roll call vote:

<b>AYES:</b>	Eiskamp
<b>NOES:</b>	Osmer, Imazio, Kegebein, Dobler, Koenig
<b>ABSENT:</b>	None
<b>ABSTAIN:</b>	None

◆ Motion by Director Kegebein to approve Ordinance 2009-01 to extend the refund filing deadline for 30 days as presented. Motion carried by the following roll call vote:

**AYES:** Osmer, Imazio, Kegebein, Dobler, Koenig  
**NOES:** Eiskamp  
**ABSENT:** None  
**ABSTAIN:** None

- C. Discuss recommendations of DWR report to the Governor "California's Drought": GM reported, that due to a third consecutive year of drought in the State of California, on February 27, 2009, Governor Arnold Schwarzenegger proclaimed a state of emergency. GM further stated that the Governor also directed that the Department of Water Resources (DWR) provide an updated report by March 30, 2009 on the state's drought conditions and water availability. If the emergency conditions are not sufficiently mitigated, the Governor will consider additional steps. These could include the institution of mandatory water rationing and mandatory reductions in the water use and other actions necessary to prevent, remedy or mitigate the effects of the extreme drought conditions. GM recommended that the Board consider options for responding to the drought emergency, including requesting agricultural as well as residential purveyor recommendation for a conservation program. No action was taken, as this was a discussion item only.

#### 11. Reports/Informational Presentations

##### A. Board Committee Reports:

1. Report of Chair on Ad hoc Funding Committee: Director Kegebein reported on the April 13, 2009 Public Meeting and stated that he had received good community feedback.
2. Report of Chair on the Administrative/Finance Committee: Director Osmer reported on the April 14, 2009 Admin/Finance Meeting. Also noted that the May 12, 2009 meeting will need to be rescheduled.
3. Report of Chair on Water Quality and Project Operations (WQOP) Committee Meeting: GM reported that staff is working on the Recycled Water Facility permit and requirements. Next meeting is set forth for May 27, 2009.

##### B. Staff Reports

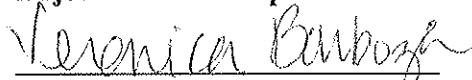
1. Facility Operations Report: GM reported that staff continues to divert water from Harkins Slough to the Recharge Basin. Staff also continues to deliver water and has begun delivering recycled water from the treatment facility.

#### 12. Written Communication/Correspondence: None

#### 13. Future Meetings and Agenda Items

- A. Ad Hoc Funding Committee – April 20, 2009, 4:00 pm – 6:00 pm, PVWMA Conference Room
- B. Ad Hoc Funding Committee Public Presentation No. 2 – time and location TBD
- C. Administrative/Finance Committee – May 12, 2009, 4:00 pm, PVWMA Conference Room
- D. Board Meeting – May 13, 2009, 7:00 pm, "New" City of Watsonville Council Chamber, 275 Main St, 4<sup>th</sup> Floor \*\*\*\*\* *Note change in date due to conflict with ACWA conference*\*\*\*\*\*

#### 14. Adjourned at : 8:05 pm

  
 Veronica Barboza, Secretary

  
 Date Approved