

MINUTES
REGULAR MEETING OF THE GOVERNING BOARD
GOLETA SANITARY DISTRICT
A PUBLIC AGENCY
DISTRICT OFFICE CONFERENCE ROOM
ONE WILLIAM MOFFETT PLACE
GOLETA, CALIFORNIA 93117

March 16, 2009

BOARD MEMBERS PRESENT: John R. Fox, John S. Carter, Steven T. Majoewsky, Jerry D. Smith

BOARD MEMBERS ABSENT: George W. Emerson

STAFF MEMBERS PRESENT: Kamil Azoury, General Manager, Kathy Johnson, Office Manager; Richard Battles, Legal Counsel from Howell Moore & Gough LLP

PUBLIC PRESENT: Larry Meyer of Goleta West Sanitary District

CALL TO ORDER: President Fox called the meeting to order at 7:35 p.m.

APPROVAL OF MINUTES: Director Carter, made a motion, seconded by Director Smith to approve the minutes of the Regular Board meeting of 03/02/09.

(09/03/667)

AYES: Fox, Carter, Majoewsky, Smith

NOES: None

ABSENT: Emerson

POSTING OF AGENDA: The agenda notice for this meeting was posted 72 hours in advance at the Goleta Sanitary District and at the Goleta branch of the Santa Barbara County Library.

PUBLIC COMMENTS: None

BUSINESS:

1. **REVIEW AND CONSIDERATION OF PARTICIPATION IN THE ANNUAL STATE OF THE CITY OF SANTA BARBARA BREAKFAST**

Mr. Azoury gave a brief report of the Annual State of the City of Santa Barbara breakfast that members of the Governing Board and staff attended March 27, 2008. This year's breakfast will feature presentations by Mayor Marty Blum, City Administrator Jim Armstrong and Chamber of Commerce Chairman Steve Amerikaner. Mr. Azoury advised the Board of the importance of maintaining relations with our contractual users by attending the breakfast,

but the price of the tickets are \$60 per person this year and to purchase a table for 10, as was done last year, would be \$600. After further discussion, Director Carter, made a motion, seconded by Director Majoewsky to approve the attendance at the Annual State of the City of Santa Barbara breakfast by Board President John Fox and District General Manager Kamil Azoury.

(09/03/668)

AYES: Fox, Carter, Majoewsky, Smith

NOES: None

ABSENT: Emerson

2. CONSIDERATION OF PUBLICATION OF PUBLIC NOTICE FOR ADJUSTMENTS TO DIRECTORS' COMPENSATION FOR FISCAL YEAR 2009-2010

Mr. Azoury gave a brief history of the District's policy as it pertains to adjustments to the Directors' compensation. He advised the Governing Board that in order to implement a change in their compensation by July 1, 2009, the District needs to publish the notice of its intent to make the adjustments in compensation by the end of March 2009. After further discussion Director Smith made a motion, seconded by Director Majoewsky for Directors' compensation to remain the same for Fiscal Year 2009-2010 and that no public notice would be necessary.

(09/03/669)

AYES: Carter, Majoewsky, Smith

NOES: Fox

ABSENT: Emerson

3. DISCUSSION AND ACTION TO DIRECT STAFF TO PROCEED WITH THE PROCESS OF ADJUSTING THE SEWER SERVICE RATE CHARGES TO COVER OPERATIONS AND MAINTENANCE INFLATIONARY COSTS AND THE DISTRICT'S CAPITAL IMPROVEMENT PROJECTS

Mr. Azoury advised the Board of the analysis he provided at the Strategic Planning workshop held February 27, 2009. At that workshop the Board discussed the need to increase the sewer service rate charges to meet the District's cash flow needs and to cover anticipated capital improvements. Mr. Azoury reminded the Board that at the workshop they had determined that it appeared necessary to increase the sewer service charges by \$3 per month per ERU. After further discussion, Director Majoewsky made a motion, seconded by Director Carter to direct staff to proceed with the process of adjusting the sewer service rate charges by \$3.00 per month, \$1.00 of which will cover operations and maintenance inflationary costs and \$2.00 of which will cover the District's capital Improvements. The motion directs staff to send the required Proposition 218 Notice to the record owner of each parcel.

(09/03/670)

AYES: Fox, Carter, Majoewsky, Smith
NOES: None
ABSENT: Emerson

4. GENERAL MANAGER'S REPORT

Mr. Azoury reviewed the General Manager's Report.

5. LEGAL COUNSEL'S REPORT

Mr. Battles advised the Board of the agenda item scheduled for the LAFCO meeting of April 2, 2009 regarding their policy for Out of Agency service extensions to agricultural parcels. He also advised the Board of the LAFCO report regarding the Santa Cruz Fire Protection Agency consolidation that was tabled due to the economic climate.

6. COMMITTEE/DIRECTOR'S REPORTS AND APPROVAL/RATIFICATION OF DIRECTORS' ACTIVITIES

Director Majoewsky advised the Board of the CASA Conference he attended in Washington D.C. March 9-11, 2009. He advised the Board of the panel discussions he attended and of the speakers he found well informed and knowledgeable.

Director Smith advised the Board of the LAFCO meeting held March 5, 2009 that he attended.

Director Carter and Majoewsky further discussed the HDR, Inc. and Value Engineering meeting they attended at the District on March 2, 2009, and reported on at the previous Board meeting of March 2, 2009.

7. PRESIDENT'S REPORT

President Fox advised the Board of the CSDA Board meeting he attended. He also advised the Board of the Santa Barbara Chapter CSDA meeting to be held March 23, 2009 at which Santa Barbara District Attorney Christie Stanley is scheduled to speak.

8. CORRESPONDENCE

The Board reviewed correspondence to and from the District in the agenda and made a part hereof as Exhibit "A".

9. CLAIMS

Director Majoewsky made a motion, seconded by Director Smith to approve the claims as follows:

Depreciation Replacement Reserve Fund #4655	191,141.00
Plant Facilities Upgrade Fund #4670	1,463.87
Running Expense Fund #4640	237,156.77

(09/03/671)

AYES: Fox, Carter, Majoewsky, Smith
NOES: None
ABSENT: Emerson

ADJOURNMENT

There being no further business, the meeting was adjourned at 9:28 p.m.

John R. Fox
Governing Board President

Kamil S. Azoury
Governing Board Secretary

John S. Carter

Steven T. Majoewsky

George W. Emerson

Jerry D. Smith