

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

November 16, 2009

BOARD MEMBERS PRESENT: John R. Fox, John S. Carter, George W. Emerson, Jerry D. Smith (late arrival)

BOARD MEMBERS ABSENT: Steven T. Majoewsky

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

OTHERS PRESENT: Bert Bertrando of Goleta Water District, Larry Meyer of Goleta West Sanitary District

CALL TO ORDER: President Fox called the meeting to order at 7:34 p.m.

APPROVAL OF MINUTES: Director Carter made a motion, seconded by Director Emerson to approve the minutes of the Regular Board meeting of 11/02/09.

(09/11/720)

AYES: Fox, Carter, Emerson

NOES: None

ABSENT: Majoewsky, Smith

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: Mr. Bertrando advised the Governing Board that he attended the Goleta Sanitary District Finance Committee meeting and that Goleta Water District is interested in hiring a financial consultant to review GWD's investment policy and associated investments.

BUSINESS:

1. CONSIDERATION OF RESOLUTION NO. 09-492, INITIATING PROCEEDINGS FOR ANNEXATION OF TERRITORY, ANNEXATION NO. 362 (MELLER)

Mr. Azoury advised the Board that Amanda Meller, the agent for the owners of 5580 Calle Real, Goleta, A.P.N. 069-160-050, is requesting annexation of this 30,000 SF parcel. Mr. Azoury advised the Board that in order to connect an existing 7,500 SF commercial use building to District sewer facilities a sewer main line extension will be required. Mr. Azoury further advised the Board that it was a standard application and the applicant has submitted the required documentation and associated fees to begin the process of annexation. He recommended that the Board approve Resolution No. 09-492, initiating proceedings for annexation of the above parcel. After further discussion, Director Emerson made a motion, seconded by Director Carter to approve Resolution No. 09-492, Initiating Proceedings for Annexation of Territory, Annexation No. 362 (Meller).

(09/11/721)

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

2. CONSIDERATION OF REQUEST FROM PENFIELD AND SMITH FOR ADDITIONAL FUNDS FOR THE FIRESTONE ROAD LIFT STATION PROFESSIONAL SERVICES CONTRACT FOR PLANNING AND DESIGN

Mr. Azoury advised the Board that the Firestone Road Lift Station is a joint project with the City of Santa Barbara. He advised the Board that due to flooding concerns, the first leg of the project was completed upon approval of the Board and is currently operating. Mr. Azoury advised the Board that in addition to this emergency situation, numerous changes have occurred that were not anticipated and not included in the scope of the original proposal. As a result Penfield and Smith has requested an additional \$35,000 to complete the planning, design, and permitting related to this project. Mr. Azoury advised the Board that District staff has reviewed this request, concluded that the costs are reasonable, and recommends the Governing Board approve the request for an amount not to exceed \$35,000. He also advised the Board that due to time constraints the Engineering Committee was unable to review this item before bringing it to the Board. After further discussion, Director Carter made a motion, seconded by Director Emerson to approve Penfield and Smith's request for additional funds for the Firestone Road Lift Station Professional Services Contract for Planning and Design.

(09/11/722)

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

3. GENERAL MANAGER'S REPORT

Messrs. Azoury and Salt reviewed the General Manager's Report.

4. LEGAL COUNSEL'S REPORT

Mr. Battles advised the Board of the CASA Attorneys Committee meeting he attended on November 13, 2009. Items discussed by committee members included AB1366 regarding residential self-regenerating water softeners, AB1234 regarding ethics training, and legislation for the pharmaceutical drop off program for unwanted and expired medications to keep them out of the water supplies around the country. Mr. Battles also advised the Board of the case of Adobe Lumber, Inc. vs. Hellman regarding the disposal of wastewater containing dry cleaning solvents.

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

Director Emerson advised the Board of the Finance Committee meeting he attended. He advised the Board that the committee discussed the District's Investment Policy and having an outside firm reviewing the policy. Director Emerson requested bringing this discussion to the next Board meeting.

Director Smith acknowledged Mr. Bertrando's invitation to the Board to attend Goleta Water District's meeting with an outside financial consultant's presentation to review investment options.

Director Carter advised the Board of an article regarding the prequalification of contractors.

6. PRESIDENT'S REPORT

President Fox commented on the District's open house. He also advised the Board of the Goleta Water District meeting he attended, and the scheduled meetings of the CSDA Executive Board and the CSDA Finance Corp Annual Planning Session.

7. CORRESPONDENCE

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

8. CLAIMS

Director Emerson made a motion, seconded by Director Carter to approve the claims as follows:

| | |
|---------------------------------------------|------------|
| Plant Facilities Upgrade Fund #4670 | 4,859.77 |
| Depreciation Replacement Reserve Fund #4655 | 699,400.10 |
| Running Expense Fund #4640 | 208,702.42 |

(09/11/723)

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AYES: Fox, Carter, Emerson, Smith

NOES: None

ABSENT: Majoewsky

ADJOURNMENT

There being no further business, the meeting was adjourned at 8:48 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