

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

September 18, 2009

BOARD MEMBERS PRESENT: John R. Fox, Steven T. Majoewsky, George W. Emerson,
Jerry D. Smith

BOARD MEMBERS ABSENT: John S. Carter

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

OTHERS PRESENT: Alexandra Barnhill, Legal Counsel for GWSD, Dan
Singer, Manager of the City of Goleta

CALL TO ORDER: President Fox called the meeting to order at 12:15 p.m.

APPROVAL OF MINUTES: Director Majoewsky made a motion, seconded by
Director Emerson to approve the minutes of the Special
Board meeting of 09/08/09.

(09/09/702)

AYES: Fox, Majoewsky, Emerson

NOES: None

ABSENT: Carter

ABSTAIN: Smith

POSTING OF AGENDA: The agenda notice for this meeting was posted 24 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 ADOPTION OF PENSION PROTECTION ACT OF 2006 (PPA) AMENDMENT AND OTHER LEGISLATIVE AND REGULATORY CHANGES TO GOLETA SANITARY DISTRICT 457(B) GOVERNMENTAL PLAN

Mr. Azoury explained the history of the District's 457 (B) plan with Lincoln Financial Group and that periodic legal changes to the law require the District to amend the plan. Mr. Azoury advised the Board that Lincoln Financial had supplied the amendment and that the Finance Committee had reviewed it. After further discussion, Director Majoewsky made a motion, seconded by Director Smith to adopt the Pension Protection Act of 2006 (PPA) Amendment and other legislative and regulatory changes to the GSD 457(B) Governmental Plan.

(09/09/703)

AYES: Fox, Majoewsky, Emerson, Smith

NOES: None

ABSENT: Carter

2. CONSIDERATION OF A REQUEST FROM THE CITY OF GOLETA FOR PROPOSAL TO PROVIDE SERVICES FOR OPERATIONS AND MAINTENANCE OF WASTEWATER COLLECTION FACILITIES THAT CURRENTLY SERVE CERTAIN TERRITORIES WITHIN THE CITY

Mr. Azoury advised the Board that the District had received a letter from the City of Goleta requesting a proposal to provide collection system services for the City. He provided some background and reasons for such a request. Mr. Azoury emphasized the good relationship the District has with both Goleta West Sanitary District (GWSD) and the City of Goleta and looks for this to continue in the future. Mr. Singer, Manager of the City of Goleta, explained that the requests set forth in the City's letter to the District were motivated by and a direct result of LAFCO's request as part of the City of Goleta's application to detach the collection system from GWSD. Mr. Singer updated the Board on the status of the application and explained that he anticipates that the application should be considered complete by the end of October. This would be followed by a time period allowing for action by LAFCO. Director Majoewsky advised the Board that the Ad Hoc Committee had met and discussed the fact that the recommended response to this request would be similar to any request from the public for service. Director Emerson also emphasized that the response would be a typical type of response that any utility would provide for a request for service. Mr. Azoury advised that this is a "cost opinion" only, not a contract proposal. Director Majoewsky made a motion, seconded by Director Emerson to direct staff to provide a cost opinion based on the District's cost for providing service to its customers.

(09/09/704)

AYES: Fox, Majoewsky, Emerson, Smith

NOES: None

ABSENT: Carter

3. GENERAL MANAGER'S REPORT

Messrs. Azoury and Salt reviewed the General Manager's Report. Mr. Azoury advised the Board of the status of the permits for the Treatment Plant Upgrade Project and the additional costs for compacting the fault trenches done at the direction of the Santa Barbara County Grading Inspector. He also provided an update on the NPDES permit renewal and the results of a meeting staff had with the EPA and RWQCB staff regarding the permit application. He explained there were concerns regarding endangered species found around the outfall and the EPA's guarded position about 301H permits in light of Hawaii's permit denial.

4. LEGAL COUNSEL'S REPORT

No Report.

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

Director Smith advised the Board of the Finance Committee meeting he attended and that they reviewed the draft audit that will be brought to the Board in October.

Director Majoewsky advised the Board of the Personnel Committee meeting he attended and stated that the IRS regulation regarding cell phone use will require a policy change for the cell phones provided by the District. A Resolution will be brought to the Board at a future meeting.

6. PRESIDENT'S REPORT

President Fox advised the Board of the City of Goleta Council meeting he attended at which the financial status of the city was discussed. He also advised that the upcoming CSDA Conference was expected to have 500 attendees and had sold over 60 booths.

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

Depreciation Replacement Reserve Fund #4655	14,457.11
Plant Facilities Upgrade Fund #4670	6,468.81
Outfall Reballasting Fund #4666	152,157.05
Running Expense Fund #4640	245,625.75

(09/09/705)

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AYES: Fox, Majoewsky, Emerson, Smith

NOES: None

ABSENT: Carter

ADJOURNMENT

There being no further business, the meeting was adjourned at 1:54 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