

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

May 21, 2007

BOARD MEMBERS PRESENT: George W. Emerson, Elbert W. Trantow, John R. Fox,
Steven T. Majoewsky

BOARD MEMBERS ABSENT: John S. Carter

STAFF MEMBERS PRESENT: Kamil Azoury, General Manager; Jeff Salt, Operations
Manager; Kathy Johnson, Office Manager, Richard G.
Battles, Legal Counsel from Mullen & Henzell

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

CALL TO ORDER: President Emerson called the meeting to order at 7:38 p.m.

APPROVAL OF MINUTES: Director Fox made a motion, seconded by Director
Majoewsky to approve the Minutes of the Regular
Meeting of May 07, 2007.

(07/05/426)

AYES: Emerson, Trantow, Fox, Majoewsky

NOES: None

ABSENT: Carter

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

PUBLIC COMMENTS: None

BUSINESS:

1. CONSIDERATION OF A DRAFT MUTUAL SERVICES AGREEMENT BETWEEN THE CITY
OF SANTA BARBARA AND THE GOLETA SANITARY DISTRICT FOR WASTEWATER
SERVICE IN EASTERN GOLETA VALLEY

Mr. Azoury advised the Board of a previous Local Agency Formation Commission
(LAFCO) meeting at which the City of Santa Barbara's sphere of influence was discussed.
LAFCO is considering a proposal to expand the City of Santa Barbara's sphere of

influence to include the unincorporated area known as the Eastern Goleta Valley and at the same time approve the annexation of the Eastern Goleta Valley to the City. Mr. Azoury advised the Board of the draft Mutual Services Agreement between the City of Santa Barbara and the District for wastewater service in Eastern Goleta Valley. Mr. Battles clarified some points of the agreement for the Board and discussed the enforceability of such agreements. Director Trantow had questions for Mr. Bert Bertrando of Goleta Water District. Mr. Azoury answered questions from the Board on the timeline with Santa Barbara and LAFCO and the necessity for the District to be ready with the agreement if LAFCO votes to change the City's sphere of influence. He recommended that the Board review the draft agreement and provide District staff with any comments the Board may have so the draft can be revised and submitted to the City at the appropriate time. Director Majoewsky made a motion, seconded by Director Trantow to conceptually approve the draft Mutual Services Agreement, to direct District staff to submit the agreement to the City at the appropriate time for negotiations, and to bring the agreement back to the Board for future consideration.

(07/05/427)

AYES: Emerson, Trantow, Fox, Majoewsky

NOES: None

ABSENT: Carter

2. REVIEW AND APPROVAL OF DRAFT AGREEMENT FOR CONSTRUCTION OF HOLLISTER LIFT STATION AND COLLECTION SYSTEM FACILITIES

Mr. Azoury advised the Board that the District's existing lift station and collection system facilities in the vicinity of Hollister Avenue and Robin Hill Road are in need of upgrading in order to properly handle wastewater flows from the area. The City of Santa Barbara also has lift stations and collection system facilities in the area which are in need of upgrading. The District and the City have discussed undertaking a joint project for the construction, operation and maintenance of a new lift station and collection system facilities for the area. Mr. Azoury recommended that the Governing Board review the draft Agreement for Construction of Hollister Lift Station and Collection system Facilities, provide District staff with any comments the Board may have so the draft can be revised as appropriate and submitted to the City for review. Director Majoewsky made a motion, seconded by Director Trantow to accept the agreement conceptually, to start negotiations with the City of Santa Barbara and to make any necessary changes to the agreement prior to bringing it back to the Board for review.

(07/05/428)

AYES: Emerson, Trantow, Fox, Majoewsky

NOES: None

ABSENT: Carter

3. GENERAL MANAGER'S REPORT

Messrs. Azoury and Mr. Salt reviewed the General Manager's report. Mr. Salt advised the Board of the status of the 2006 Sewer Rehabilitation Project and of the repairs planned for the Reclamation Facilities.

4. LEGAL COUNSEL'S REPORT

Mr. Battles reported on the *Wolfe v. City of Fremont* court case regarding a violation of the Ralph M. Brown Act, and the subsequent Senate Bill 964 that overrules the Wolfe decision. Mr. Azoury also advised the Board of the amendment to Senate Bill 343 and the posting requirements for Governing Board meeting agendas.

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

Director Trantow advised the Board of the biosolids incineration information given to him by Director Majoewsky. He also advised the Board of the Finance Committee Meeting he attended on May 17, 2007 at which the draft Budget for 2007-2008 was reviewed. After some changes are made it will be brought to the Board at its June 18, 2007 meeting.

Director Fox discussed the Legislative Days conference in Sacramento he attended as well as the Goleta Water District meeting scheduled for Tuesday, May 22, 2007 at 7:00 p.m.

Director Majoewsky advised the Board of the Engineering Committee Meeting he attended where the HDR Engineering presentation of alternatives for the District Facilities Upgrading Project alternatives was discussed.

6. PRESIDENT'S REPORT

President Emerson advised the Board that the CSDA had a strong hand in the changes that were made to AB343. He also advised the Board about "SLOANS" which are loans available without the requirement for voter approval.

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 Fox, to approve the claims as follows:

Depreciation Replacement Reserve Fund #4655	\$ 7,079.70
Facilities Upgrading Project Fund #4670	36,159.44
Running Expense Fund #4640	90,049.74

(07/05/429)

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

ADJOURNMENT

There being no further business, the meeting was adjourned at 9:35 p.m.

George W. Emerson
Governing Board President

Kamil S. Azoury
Governing Board Secretary

Elbert W. Trantow

John R. Fox

John S. Carter

Steven T. Majoewsky