

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

June 4, 2007

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

BOARD MEMBERS ABSENT: George W. Emerson, John S. Carter

STAFF MEMBERS PRESENT: Kamil Azoury, General Manager; Jeff Salt, Operations Manager; Kathy Johnson, Office Manager; Kathleen Werner, Technical Services; 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 Pro Tem Trantow called the meeting to order at 7:30 p.m.

APPROVAL OF MINUTES: Director Fox made a motion, seconded by Director Majoewsky to approve the Minutes of the Regular Meeting of May 21, 2007.

(07/06/430)

AYES: Trantow, Fox, Majoewsky
NOES: None
ABSENT: Emerson, 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 CLAIM FILED BY A FORMER DISTRICT EMPLOYEE FOR RECOVERY OF LEGAL FEES ASSOCIATED WITH ASSURANT, THE LONG TERM DISABILITY INSURANCE COMPANY FOR DISTRICT EMPLOYEES

Mr. Azoury advised the Board of a claim filed by former District employee Nancy Millington. He gave a brief history of her employment with the District, Assurant disability benefits payments to her, and their termination of her benefits based on her

current medical records. Mr. Azoury provided details of correspondence received by the District from Ms. Millington requesting that the Governing Board consider reimbursing certain legal fees she incurred in order to obtain disability payments from Assurant, the long-term disability insurance company for District employees. Mr. Azoury advised the Board that it is not the District's responsibility to administer disability insurance and recommended that the Board direct District staff to send Ms. Millington a letter denying her claim. After reviewing the letter from the District to Ms. Millington, Director Fox made a motion, seconded by Director Majoewsky to send the letter as presented to Nancy Millington.

(07/06/431)

AYES: Trantow, Fox, Majoewsky

NOES: None

ABSENT: Emerson, Carter

2. CONSIDERATION AND REVIEW OF DISTRICT'S INVESTMENT POLICY

The law that had required the Board to review the District's Investment Policy each year was changed so that an annual review was no longer required. Mr. Azoury felt it was advisable for the Board to review the policy to see if any changes were necessary. The Finance Committee met and reviewed it to make sure its investments are in accordance with acceptable standards and practices for public fund management. The Finance Committee members requested that the District Auditor review and comment on the District investment policy, and the auditor's letter was presented to the Board members. Director Majoewsky made a motion, seconded by Director Fox, that the current District's Investment Policy is appropriate for the District's investments of public funds.

(07/06/432)

AYES: Trantow, Fox, Majoewsky

NOES: None

ABSENT: Emerson, Carter

3. DISCUSSION OF THE FINAL DRAFT OF THE INTEGRATED REGIONAL WATER MANAGEMENT PLAN (IRWMP)

Mr. Azoury reminded the Board of the District's decision to participate in SB County's Integrated Regional Water Management Plan (IRWMP) process. Ms. Werner advised the Board that she has been attending committee meetings with the cooperating partners. She provided details of the last meeting where updating and revising the guidelines of the project selection process was discussed. She advised the Board that the District submitted the Fairview Avenue sewer line replacement project to be included in the IRWMP for future Prop 50 funding. She reported that infrastructure seems to be the underlying theme of the projects submitted. Mr. Azoury advised the Board that the District has received an invoice of \$2,490.27 for its share of the additional work necessary to package the final plan. He recommended that the Board approve payment of the additional invoice and direct District staff to prepare a resolution considering approval of the IRWMP for the

Board's next meeting. Director Majoewsky made a motion, seconded by Director Fox, to pay the invoice in an amount not to exceed \$2,490.27 and for District staff to prepare a resolution to approve the IRWMP to be considered at the Board's next meeting.

(07/06/433)

AYES: Trantow, Fox, Majoewsky

NOES: None

ABSENT: Emerson, Carter

4. CONSIDERATION OF APPROVAL OF NOMINATION OF DISTRICT'S GOVERNING BOARD DIRECTOR JOHN R. FOX FOR ELECTION AS A DIRECTOR OF CALIFORNIA SPECIAL DISTRICTS ASSOCIATION (CSDA)

Mr. Azoury advised the Board that Director Fox is seeking re-election as a Director of CSDA. He reported that any independent special district that is a current member of the CSDA may designate one board member for election as a director of CSDA. Directors are nominated and elected by region and candidates must be affiliated with a member district located within the geographic region that they seek to represent. Mr. Azoury advised the Board that Director Fox seeks to represent Regional Division 5. Director Majoewsky made a motion, seconded by President Pro Tem Trantow to nominate Director Fox for Director of California Special Districts Association.

(07/06/434)

AYES: Trantow, Fox, Majoewsky

NOES: None

ABSENT: Emerson, Carter

5. GENERAL MANAGER'S REPORT

Messrs. Azoury and Salt reviewed the General Manager's Report. Mr. Azoury discussed having District staff and Governing Board members visit various treatment plants with HDR Engineering, Inc. After discussing dates to consider for this year's Open House, the Board decided on October 27, 2007.

6. LEGAL COUNSEL'S REPORT

Mr. Battles advised the Board that in order to conform to the Uniform District Election Law, Goleta Sanitary District may not conduct its own election. He also reported on a court of appeal decision regarding state mandates confirming that some mandates implemented in NPDES permits may be eligible for State reimbursement.

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

Director Majoewsky reported on the Personnel Committee meeting he attended regarding Retiree Medical Health Benefits and the actuarial results. He recommended a special Board meeting be held in order to come to a conclusion and implementation of the Retiree Medical Health Benefits Plan. After some discussion the Board decided to

hold a Special Board meeting on June 22, 2007 (this date has been changed to June 28, 2007).

Director Fox asked Mr. Bertrando of Goleta Water District to report on the public hearing held at the Water District on May 22, 2007 at which public input and written protest over the proposed change in meter charges was considered by the GWD Board. Mr. Bertrando reported that in order to allow sufficient time for customers to respond to the notice of changes, they would hold a continued public hearing on July 9, 2007. Director Fox also advised the Board of the LAFCO meeting and their election of a public member and alternate.

President Pro Tem Trantow had some questions regarding the HDR Engineering, Inc. presentation and on the alternative processes for the Treatment Plant Facilities Upgrade. He also advised the Board on the Santa Barbara Recycling Resource Guide.

8. PRESIDENT'S REPORT

None given

9. CORRESPONDENCE

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

10. CLAIMS

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

Depreciation Replacement Reserve Fund #4655	\$ 12,013.55
Facilities Upgrading Project Fund #4670	38,574.46
Running Expense Fund #4640	126,284.30

(07/06/435)

AYES: Trantow, Fox, Majoewsky

NOES: None

ABSENT: Emerson, Carter

ADJOURNMENT

There being no further business, the meeting was adjourned at 9:55 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