

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

August 06, 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 7:30 p.m.

APPROVAL OF MINUTES: Director Fox made a motion, seconded by Director
Trantow to approve the Minutes of the Regular Meeting
of July 16, 2007.

(07/08/457)

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 RESOLUTION NO. 07-461, INITIATING PROCEEDINGS FOR
ANNEXATION OF TERRITORY, ANNEXATION NO. 357 (CAVALETTO)
Mr. Azoury advised the Board that Jeffrey C. Nelson, an attorney with Mullen & Henzel,
LLP, is the agent for the owners of A.P.N. 069-100-006, a 17.63-acre lot off North
Patterson Ave. near Cathedral Oaks Road and is requesting annexation of this property.

The owner, Cavaletto Family Trust, proposes to subdivide this parcel and construct sixty (60) mixed-residential housing units. This would be part of a larger 145-unit development encompassing two adjacent parcels previously annexed to the District. Mr. Azoury further explained that there was a discrepancy in the A.P.N number as submitted by Mr. Nelson and that the District would verify the correct number. He continued to advise the Board that it was a standard application and that the parcel owners have submitted the required documentation and associated fees to begin the process of annexation. Mr. Azoury recommended that the Board approve Resolution No. 07-461, initiating proceedings for annexation. After confirming that the correct A.P.N. number would be verified by the District, Director Trantow made a motion, seconded by Director Majoewsky to approve Resolution No. 07-461, Initiating Proceedings for Annexation of Territory, Annexation No. 357 (Cavaletto).

(07/08/458)

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

2. CONSIDERATION OF APPROVAL OF EXTENSION OF THE PROFESSIONAL SERVICES AGREEMENT WITH AQUATIC BIOASSAY AND CONSULTING LABORATORIES, INC. (ABC LABS) FOR DISTRICT'S OCEAN MONITORING PROGRAM FOR FISCAL YEAR 2007-2008

The District is required to conduct quarterly and annual receiving water monitoring surveys as specified in NPDES Permit No. CA0048160. In 1998, the District contracted with ABC Labs to conduct its receiving water monitoring program. Mr. Azoury complimented ABC Labs for an excellent job done with minimal increases in their contract price over the years. There is no increase in the cost of the contract and will remain at \$103,756 for FY 07-08. Mr. Azoury recommended that the District extend the contract with ABC Labs for fiscal year 2007-08. After further discussion, Director Majoewsky made a motion, seconded by Director Fox, to extend/renew the contract with ABC Labs for fiscal year 2007-08 for an amount not to exceed \$103,756.

(07/08/459)

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

3. CONSIDERATION OF APPROVAL OF RESOLUTION NO. 07-462, APPROVING ADOPTION OF CALIFORNIA PUBLIC EMPLOYEES' DEFERRED COMPENSATION PLAN

At the July 16, 2007, the Governing Board recommended that the District enroll in the California Public Employees' Retirement System 457 Deferred Compensation Program. District staff was directed to bring the necessary CalPERS Resolution and the most recent CalPERS fund performance returns for the Board's consideration. Mr. Azoury advised the Board that a number of the funds were not offered by the CalPERS 457 Program prior to

June 2007 and that the Performance Summary Report provided was a historical benchmark used by CalPERS in determining their funds portfolio. Mr. Azoury advised the Board that counsel from Mullen & Henzel, LLP would review final documents before submitting the Employer Adoption Agreement and related application. He recommended that the Board approve Resolution 07-462 adopting the CalPERS 457 Plan. After a lengthy discussion, Director Trantow made a motion, seconded by Director Majoewsky to approve Resolution No. 07-462, Approving Adoption of California Public Employees' Deferred Compensation Plan and requested that counsel review the agreement and related documents before submitting to CalPERS.

(07/08/460)

AYES: Emerson, Trantow, Fox, Majoewsky

NOES: None

ABSENT: Carter

4. GENERAL MANAGER'S REPORT

Messrs. Azoury and Salt reviewed the General Manager's Report. The Board and Mr. Azoury discussed the Board meeting scheduled for September 3, 2007 that falls on Labor Day. They decided to move the meeting to September 4, 2007 at 12:00 p.m.

5. LEGAL COUNSEL'S REPORT

Mr. Battles advised the Board of amendments to Senate Bill 619 as it pertains to public contracts and retention proceeds. He also advised the Board that AB 503, a bill that would not allow public agencies to assign overtime unless notice was given eight hours before, has been changed to a study. Mr. Battles discussed SB 1001 as it pertains to the California Regional Water Quality Control Board members, education requirements, and demonstrated interest and proven ability in the field of water quality and water pollution control.

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

Director Trantow discussed the Goleta West Sanitary District memo regarding emerging chemicals in the environment. At that time, Mr. Azoury advised the Board of ***Our Stolen Future***, a book about endocrine disruption and the fact that common contaminants can interfere with the natural signals controlling development and reproduction. Director Trantow advised the Board of the Public Relations Committee he attended July 31, 2007 where the District Newsletter and the October 27, 2007 District Open House was discussed. He also commented on a number of articles and publications.

Director Fox advised the Board of various meetings he attended including LAFCO and CSDA Executive Board Meetings. He discussed the Public Education Award to the District.

Director Majoewsky advised the Board of the Goleta Water District Board Meeting he attended July 17, 2007. At Director Majoewsky's request, Mr. Bertrando of Goleta Water

District provided details of the meeting, the La Sumida Gardens Apartments permit that had expired, as well as the provision of the SAFE Ordinance.

7. PRESIDENT'S REPORT

President Emerson discussed speeches by Senator Tom McClintock and Santa Barbara County Taxpayers Association Vice-President Don Oaks, copies of which were provided to the Governing Board Members.

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 Fox, to approve the claims as follows:

Depreciation Replacement Reserve Fund #4655	\$ 239,766.20
Running Expense Fund #4640	202,593.90

(07/08/461)

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

ADJOURNMENT

There being no further business, the meeting was adjourned at 9:03 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