



SCOTTS VALLEY WATER DISTRICT

BOARD OF DIRECTORS
PRESIDENT Ruth Stiles
VICE PRESIDENT Chris Perri
David Hodgkin
Ken Kannegaard
Danny Reber

GENERAL MANAGER
Piret Harmon

Board of Directors
Regular Meeting 7:00 p.m.
Thursday, May 4, 2017
Santa Margarita Community Room
2 Civic Center Drive, Scotts Valley, California

Minutes

I. Convene Meeting

I.1. Call to Order and Roll Call

President Stiles called the meeting to order at 7:00 p.m. in the Santa Margarita Community Room, 2 Civic Center Drive, Scotts Valley, California.

Roll Call

Present: Hodgkin, Kannegaard, Perri, Reber and Stiles.

Absent: None.

Staff: Bosso, Harmon, McNair and Paul

I.2. Pledge of Allegiance and Invocation

Director Perri led the pledge of allegiance and Director Reber provided the invocation.

I.3. Closed Session Report

There was no closed session report.

I.4. Additions/Deletions to the Agenda

There were no additions or deletions to the agenda.

I.5. Oral Communications

There were no oral communications.

2. Administrative

2.1. Approval of Minutes – April 13, 2017 Regular Board Meeting

Director Perri moved, seconded by Director Reber, to approve the minutes of the April 13, 2017 meeting as submitted.

MOTION CARRIED: VOICE VOTE

AYES: Hodgkin, Kannegaard, Perri, Reber and Stiles.

NOES: None.

ABSENT: None.

2.2. Presentations

There were no presentations.

2.3. Committee Meeting Reports

Scotts Valley Water District Board of Directors

Minutes -- Thursday, May 4, 2017

Page 2

Finance & Personnel Committee Meeting Report (04/18/17)

In addition to the written report there was nothing further to add.

Executive & Public Affairs Committee Meeting Report (04/18/17)

Director Perri reported on the General Manager evaluation will include staff feedback in the form of a survey. The draft survey will be shared with the Board for comment.

Santa Margarita Groundwater Basin Advisory Committee Meeting Report (04/19/17)

In addition to the written report there was nothing further to add.

Santa Margarita GSA Formation Committee (04/24/17)

In addition to the written report there was nothing further to add.

Water Resources and & Engineering Committee Meeting Report (04/25/17)

Staff reported that the qualifying medical needs rate will be beneficial to the customer based on last years consumption.

3. Consent

Item 3.2 was removed from the Consent Agenda.

- 3.1 Service Application with Main Extension Agreement – Marriott Residence Inn, Enterprise Way, APN 024-031-19

The terms were approved and the General Manager authorized to execute the Main Extension Agreement for the Marriott Residence Inn project (APN 024-031-19).

- 3.3 Application for Qualifying Medical Needs Rate

The application for Qualifying Medical Needs Rate was approved.

- 3.4 Draft Strategic Work Plan FY 2018

The Draft Strategic Work Plan FY 2018 was accepted.

Director Kannegaard moved, seconded by Director Perri, to approve the consent agenda as amended.

MOTION CARRIED: VOICE VOTE

AYES: Hodgin, Kannegaard, Perri, Reber and Stiles.

NOES: None.

ABSENT: None.

Items Removed from Consent

- 3.2 Service Application with Main Extension Agreement – Pinnacle View, Lundy Lane, APNs 021-281-01, 021-281-02, 021-281-05, 021-281-06 and a portion of 021-271-04

Director Reber recused himself on this item and did not participate in the discussion.

Director Perri moved, seconded by Director Kannegaard, to approve the terms and authorize the General Manager to execute the Main Extension Agreement for the

Scotts Valley Water District Board of Directors

Minutes -- Thursday, May 4, 2017

Page 3

Pinnacle View subdivision (APNs 021-281-01, 021-281-02, 021-281-05, 021-281-06 and a portion of 021-271-04).

MOTION CARRIED: VOICE VOTE

AYES: Hodgin, Kannegaard, Perri, Reber and Stiles.

NOES: None.

ABSENT: None.

4. Public Hearing

No public hearings were scheduled.

5. General Business

5.1. Sustainable Groundwater Management Act (SGMA) – Joint Exercise of Powers Agreement to create Santa Margarita Groundwater Agency (SMGA)

General Manager Harmon provided the staff report. Several public meetings have been held on the creation of the new agency. The state has mandated that for impaired basins, agencies must be created by June 30, 2017. County of Santa Cruz will consider on May 23, 2017 and SLVWD on May 25, 2017.

The potential financial impacts to the District were discussed.

Director Hodgin moved, seconded by Director Reber to approve and authorize the General Manager to execute the Joint Powers Agreement forming Santa Margarita Groundwater Agency (SMGA).

MOTION CARRIED: VOICE VOTE

AYES: Hodgin, Kannegaard, Perri, Reber and Stiles.

NOES: None.

ABSENT: None.

Director Perri moved, seconded by Director Kannegaard, to appoint Director Perri and President Stiles as representatives and Director Reber as alternate representative to the Santa Margarita Groundwater Agency Board of Directors.

MOTION CARRIED: VOICE VOTE

AYES: Hodgin, Kannegaard, Perri, Reber and Stiles.

NOES: None.

ABSENT: None.

Director Reber moved, Director Perri seconded, to terminate the District's participation in, and consent to the dissolution of the Santa Margarita Groundwater Basin Advisory Committee.

MOTION CARRIED: VOICE VOTE

AYES: Hodgin, Kannegaard, Perri, Reber and Stiles.

NOES: None.

ABSENT: None.

5.2 Community Members on Water Resource and Engineering and Finance and Personnel Committees

Scotts Valley Water District Board of Directors

Minutes -- Thursday, May 4, 2017

Page 4

General Manager Harmon provided the staff report.

After a lengthy discussion, consensus of the Board was to defer this item until the next Board Presidents retreat in the Spring of 2018.

5.3 Employment Policies

Director Perri moved, seconded by Director Hodgkin to adopt Resolution No. 08-17 establishing Policy P100-17-1 Driving on District Business.

MOTION CARRIED: ROLL CALL VOTE

AYES: Hodgkin, Kannegaard, Perri, Reber and Stiles.

NOES: None.

ABSENT: None.

Director Hodgkin moved, seconded by Director Reber, to adopt Resolution No. 09-17 establishing Policy P100-17-2 Drug and Alcohol Free Workplace and rescind Resolution No. 03-96.

MOTION CARRIED: ROLL CALL VOTE

AYES: Hodgkin, Kannegaard, Perri, Reber and Stiles.

NOES: None.

ABSENT: None.

Director Perri moved, seconded by Director Kannegaard, to adopt Resolution No. 10-17 establishing Policy P100-17-3 Technology Resources as amended by Board discussion and rescind Resolution No. 09-11.

MOTION CARRIED: ROLL CALL VOTE

AYES: Hodgkin, Kannegaard, Perri, Reber and Stiles.

NOES: None.

ABSENT: None.

6. Staff Reports

6.1 District Counsel

District Counsel Bosso reported that the California Supreme Court has taken no action on the Proposition 218 cases.

6.2 General Manager

There was no General Manager's report.

6.3 Finance

In addition to the written report, General Manager Harmon reported that reserves continue to go down, consumption and revenues have not gone up.

6.4 Operations

Operations Manager McNair reported on a coordination meeting held with City Ventures and Lennar in preparation for construction starting May 15; temporary staff hires for the fill station and AMI installation; the Recycle Water Fill Station opening May 22; discussions with City of Santa Cruz regarding participating in a mixing/corrosion study.

Scotts Valley Water District Board of Directors

Minutes -- Thursday, May 4, 2017

Page 5

6.5 Water Use Efficiency

In addition to the written report there was nothing further to add.

7. Individual Directors Reports

Individual Directors Reports – oral

Director Hodgkin reported on the upcoming ACWA Spring Conference in Monterey May 8 – 12, 2017; attending a ACWA Board Meeting June 1-2 in Sacramento and the Region 5 event scheduled for September 17-18 in Goleta/Santa Barbara.

In addition, Director Hodgkin reported that ACWA has requested letters of support for the Bay Delta Flow Requirements and he would like the District to send such a letter.

8. Written Communications and Correspondence

8.1. Letter of Support: AB 968 (Rubio): Urban Water Use Efficiency

8.2. Letter of Support: AB 1654 (Rubio): Urban Water Management Planning

The written communications and correspondence were accepted without further comment.

9. Community Relations

9.1. April 2017 eNews

9.2. ACWA News - State Water Board Rescinds “Stress Test” Requirements, Remaining Mandatory Conservation Standards

The Community Relations items were accepted without further comment.

10. Closed Session

There was no closed session.

11. Report on Closed Session and Additional Items

There was no report on closed session or additional items.

12. Adjournment

At 8:52 p.m. Director Kannegaard moved, seconded by Director Hodgkin to adjourn the meeting.

Submitted:

Approved:

DocuSigned by: Donna Paul
1079981CD1DC41A...
Donna Paul, Asst. to the General Manager

DocuSigned by: Ruth L Stiles
80A644B5E1C1401...
Ruth Stiles, President

Attest:

DocuSigned by: Piret Harmon
1C236EFF40B44D1...
Piret Harmon, General Manager