

Board of Directors  
**Regular Meeting 7:00 p.m.**  
**Thursday, June 8, 2017**  
Santa Margarita Community Room  
2 Civic Center Drive, Scotts Valley, California

**Minutes**

**1. 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.

**Board Members Present**

David T. Hodgkin

Chris Perri

Danny Reber

Ruth Stiles

**Staff Members Present**

Robert Bosso, Legal Counsel

Katherine Chang, Finance Manager

Piret Harmon, General Manager

David McNair, Operations Manager

Donna Paul, Assistant to General Manager

**I.2. Pledge of Allegiance and Invocation**

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

At this time the Board paid its respect to Director Kannegaard who passed away May27, 2017.

**I.3. Closed Session Report**

There was no closed session report.

**I.4. Additions/Deletions to the Agenda**

There were no additions or deletions.

**I.5. Oral Communications**

There we no oral communications.

**2. Administrative**

**2.1. Approval of Minutes – May 4, 2017 Regular Board Meeting**

**MOTION:** Hodgkin / Perri to approve the minutes of the May 4, 2017 regular Board meeting as submitted. Motion carried by unanimous voice vote.

**2.2. Presentations**

There were no presentations.

## 2.3 Committee Meeting Reports

Finance & Personnel Committee 05/22/17

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

Water Resources & Engineering 05/23/17

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

Committee Assignments 2017

The Committee assignments were discussed. Director Perri will continue as alternate on the Water Resources and Engineering. Director Reber will be added as an alternate and Director Hodgins deleted from the Santa Margarita Groundwater Management Agency.

## 3. Consent

### 3.1 Service Application with Main Extension Agreement – Anderson Pacific Office Building, APN 022-491-25

MOTION: Reber / Perri to approve the terms and authorize the General Manager to execute the Main Extension Agreement for the Anderson Pacific Office Building, APN 022-491-25. Motion carried by unanimous voice vote.

## 4. General Business

### 4.1. FY 2018 Proposed Budget

Finance Manager Chang provided the staff report. [Click here](#) to view a copy of the presentation.

MOTION: Hodgins / Reber to adopt the Fiscal Year 2018 (FY 2018) budget. Motion carried by unanimous voice vote.

### 4.2. Board Vacancy

General Manager Harmon reported that notification of Director Kannegaard's death began the 60-day time-period for filling the vacancy.

MOTION: Hodgins / Reber moved to fill the Board of Director vacancy by appointment. Motion carried by unanimous voice vote.

In addition, the Board directed staff to prepare announce and advertise the vacancy, the regular meeting in July will be rescheduled to July 17<sup>th</sup> at 4:00 p.m. with a second date of July 24<sup>th</sup> at 7:00 p.m. if necessary.

### 4.3 Orchard Run Water Treatment Plant Improvements – Design Contract

Operations Manager McNair provided the staff report.

MOTION: Perri / Reber to authorize the General Manager to execute an agreement with Kennedy Jenks Consultants in the amount of \$267,664 for the design of the Orchard Run Water Treatment Plant improvements. Motion carried by unanimous voice vote.

#### 4.4 ACWA Region 5 Election – Nomination of Director David T. Hodgkin

General Manager Harmon provided the staff report.

MOTION: Perri / Reber to adopt Resolution No. 11-17 placing in nomination David T. Hodgkin for the Association of California Water Agencies (ACWA) Region 5 Board of Directors. Motion carried by roll call vote with one abstention.

#### 4.5 District Policies

General Manager Harmon provided the staff report.

MOTION: Perri / Reber to adopt Resolution No. 12-17, revising Policy P100-17-4 Harassment, Discrimination and Retaliation Prevention and rescinding Resolution No. 02-96. Motion carried by a unanimous roll call vote.

MOTION: Reber / Hodgkin to adopt Resolution No. 13-17 establishing Policy P200-17-2 Cash Reserves. Motion carried by a unanimous roll call vote.

### 5. Public Hearing

#### 5.1 Scotts Valley Board of Directors Compensation

President Stiles opened the public hearing.

General Manager Harmon reported that this action reinstates the fees structure rescinded in error in April 2017.

Public Comments were made by Bill Ekwall.

MOTION: Perri / Hodgkin to close the public hearing. Motion carried by unanimous voice vote.

MOTION: Hodgkin / Director Perri to adopt Ordinance No. 166-17 reinstating the Director Compensation Rates for the Board of Directors of Scotts Valley Water District. Motion carried by a unanimous roll call vote.

### 6. Staff Reports

#### 6.1. District Counsel

Legal Counsel Bosso reported that the State Supreme Court has taken no action on the Prop 218 cases.

#### 6.2. General Manager

General Manager Harmon reported Mike Legg will be graduating from Leadership Santa Cruz County and the District will sponsor one employee and one Director for the next class. She and Director Stiles will be on the Danish Water Resources Management Tour August 21 through August 25. This tour is funded by the Danish government and airfare will be paid by the individual travelers not District funds. She

will be on vacation on June 18 to July 6.

6.3. Finance

The Finance Report was accepted without comment.

6.4. Operations

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

7. Individual Directors Reports

Director Hodgkin reported that he attended ACWA Board Meetings June 1/2 in Sacramento.

8. Written Communications and Correspondence

8.1 Letter in Support of the ACWA Policy Statement on Bay-Delta Flow Requirements

8.2 ACWA Policy Statement on Bay-Delta Flow Requirements

The written communications and correspondence items were accepted without comment.

9. Community Relations

9.1. May 2017 eNews

The Community Relations item was accepted without 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 8:34 p.m. the meeting was adjourned.

Submitted:

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

Approved:

DocuSigned by:  
*Ruth L. Stiles*  
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Ruth Stiles, President

Attest:

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