



# SCOTTS VALLEY WATER DISTRICT

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

GENERAL MANAGER  
Piret Harmon

Board of Directors  
**Regular Meeting – 7:00 p.m.**  
**Thursday, August 11, 2016**  
Santa Margarita Community Room  
2 Civic Center Drive, Scotts Valley, California

## Draft Minutes

### I. Convene Meeting

- I.1. Call to Order and Roll Call  
President Reber called the meeting to order at 7:00 p.m. in the Santa Margarita Community Room, 2 Civic Center Drive, Scotts Valley, California.
- I.2. Pledge of Allegiance and Invocation  
Director Kannegaard led the pledge of allegiance and Director Perri 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 Items

- 2.1. Approval of Minutes – July 13, 2016 Regular Board Meeting  
Director Hodgkin moved, seconded by Director Perri to approve the minutes of the July 13, 2016 regular meeting as submitted.  
**MOTION CARRIED: VOICE VOTE**  
Ayes: Hodgkin, Kannegaard, Perri, Reber and Stiles.  
Noes: None.  
Absent: None.
- 2.2. Presentation  
2.2.1 Advanced Metering Infrastructure (AMI) Development Program (Triton AMI)  
Susie McMullan, Triton AMI presented a progress report on the AMI development project. [Click here](#) to view the presentation.  
Operations Manager McNair provided background information on how and why Triton AMI was asked to perform the study.  
The Board discussed the different systems and associated costs. Consensus is that Badger system is preferred.

**3. Consent**

There were no items on the consent agenda.

**4. Public Hearings**

No public hearings were scheduled.

**5. General Business Items**

5.1. Compensation Adjustments for Exempt Employees

General Manager Harmon provided the staff report.

Director Hodgkin moved, seconded by Director Perri to approve the compensation adjustments for Assistant to General Manager, Finance Manager and Operations Manager.

MOTION CARRIED: VOICE VOTE

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

Noes: None.

Absent: None.

**6. Committee Reports**

6.1. Finance and Personnel Committee July 19, 2016

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

6.2. Santa Margarita Groundwater Sustainability Agency (GSA) Formation Committee July 25, 2016

Director Perri reported that the first meeting with potential members and interested parties was held on July 25, 2016. The ad hoc committee will be using the Mid-count GSA as a model for the Santa Margarita GSA which will save time and lower costs. There is consensus that the County of Santa Cruz, San Lorenzo Valley Water District and Scotts Valley will be signatories and each agency will have two representatives. City of Scotts Valley and two private pumpers (Mt. Hermon) will each have one representative. The next meeting is scheduled for August 29, 2016.

6.3 Finance and Personnel Committee (Closed Session) -- August 2, 2016

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

6.4 Executive and Public Affairs Committee (Closed Session) August 2, 2016

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

**7. Staff Reports**

7.1. District Counsel I

Legal Counsel Bosso reported that the Supreme Court has not scheduled hearings for the proposition 218 water rate cases and that he will be attending the ACWA Legislative Conference in San Diego on September 15 and 16<sup>th</sup>.

7.2. General Manager

The General Managers report is appended.

7.3. Finance

Director Hodgkin commented that this month's Finance Report is once again only a list of checks.

7.4. Operations

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

**8. Individual Directors Reports**

Director Hodgkin reported that he will attend an ACWA Finance Committee meeting on August 23, 2016, ACWA/JPIA Board on August 28 and 29, 2016. He also reported that he had the opportunity to tour several water treatment plants with in Ecuador.

Director Stiles reported that she and Director Perri attended a webinar on General Manager Evaluations. This an important responsibility of the Board and she would like to make it a Board project for next year. It will require two extra meetings, one workshop soon to establish the criteria for the evaluation and another in July/August 2017.

President Reber created the ad Hoc General Manager Evaluation Committee and appointed Director Perri and Director Stiles.

President Reber thanked the District for it presence at Art Wine and Beer Festival this year and reported that he graduated the Leadership Santa Cruz program.

**9. Written Communications and Correspondence**

9.1. Thank you from Association of California Water Agencies August 1, 2016

The written communications and correspondence was accepted without comment.

**10. Community Relations**

There were no community relations items.

At 8:33 p.m. President Reber recessed open session.

**11. Closed Session**

At 8:37 p.m. President Reber convened Closed Session with General Manager Harmon and Legal Counsel Bosso present.

11.1. Pursuant to Government Code Section §54957  
Public Employee Performance Evaluation  
Title: General Manager

At 9:16 p.m. President Reber adjourned closed session and reconvened open session.

**12. Report on Closed Session and Additional Items**

12.1. Report on Closed Session

President Reber reported that the Board conducted a performance evaluation of the General Manager.

Scotts Valley Water District Board of Directors  
Minutes – August 11, 2016  
Page 4

12.2 Approval of terms of revised Employment Agreement with General Manager

Director Perri moved, seconded by Director Kannegaard to approve the General Manager's salary increase of 6.6%.

MOTION CARRIED: VOICE VOTE

Ayes: Hodgin, Kannegaard, Perri, Reber and Stiles.  
Noes: None.  
Absent: None.

13. **Adjournment**

At 9:20 p.m. the meeting was adjourned. The next regular meeting of the Board of Directors is scheduled for September 9, 2016 at 7:00 p.m. in the Santa Margarita Community Room, 2 Civic Center Drive, Scotts Valley, California.

Submitted:

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

Approved:

DocuSigned by:  
*Danny Reber*  
DD52F899A378460...  
\_\_\_\_\_  
Danny Reber, President

Attest:

DocuSigned by:  
*Piret Harmon*  
1C230EFF40B44D1...  
\_\_\_\_\_  
Piret Harmon, General Manager

## STAFF REPORT – GENERAL ITEMS

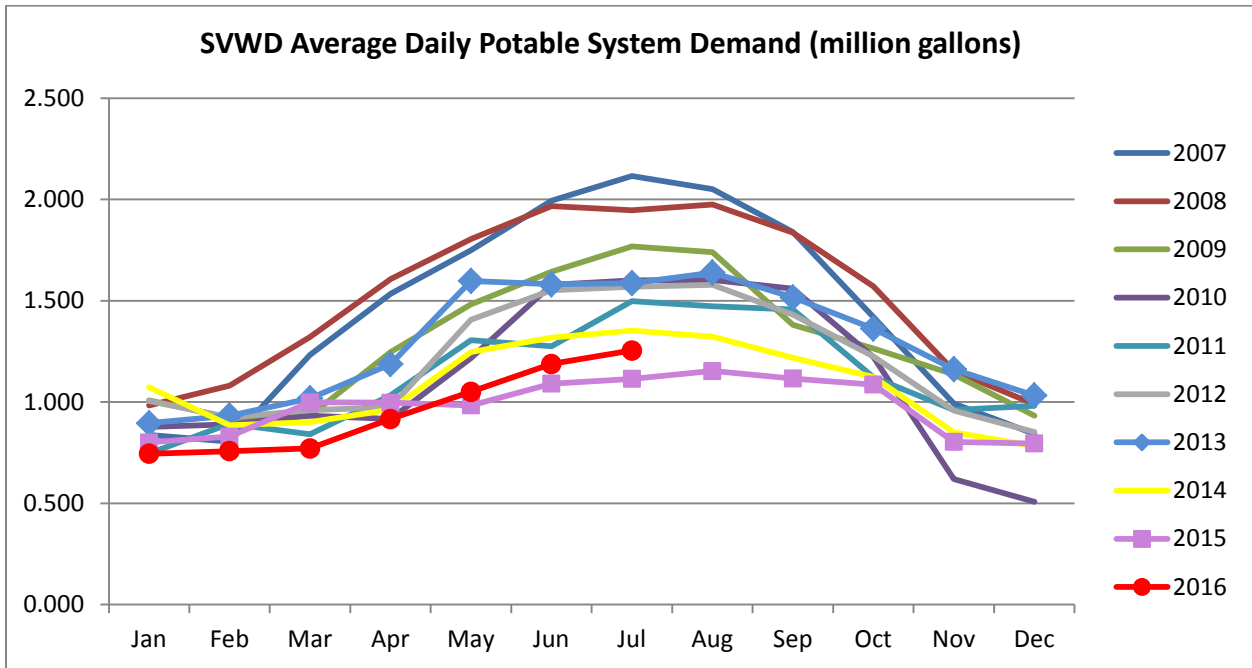
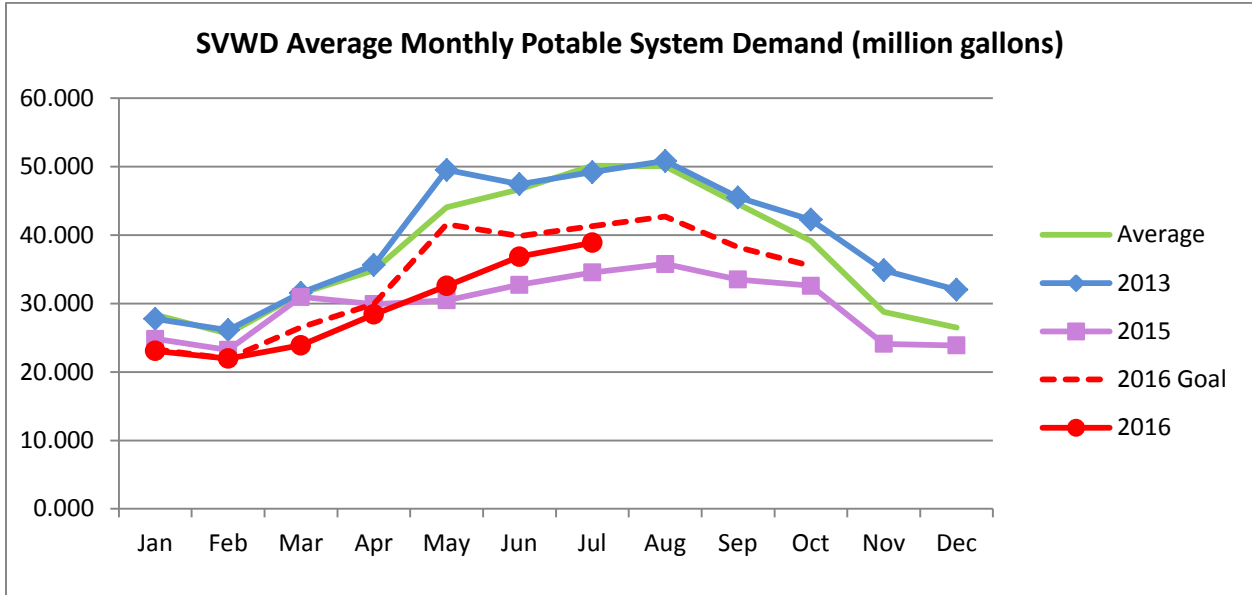
Scotts Valley Water District

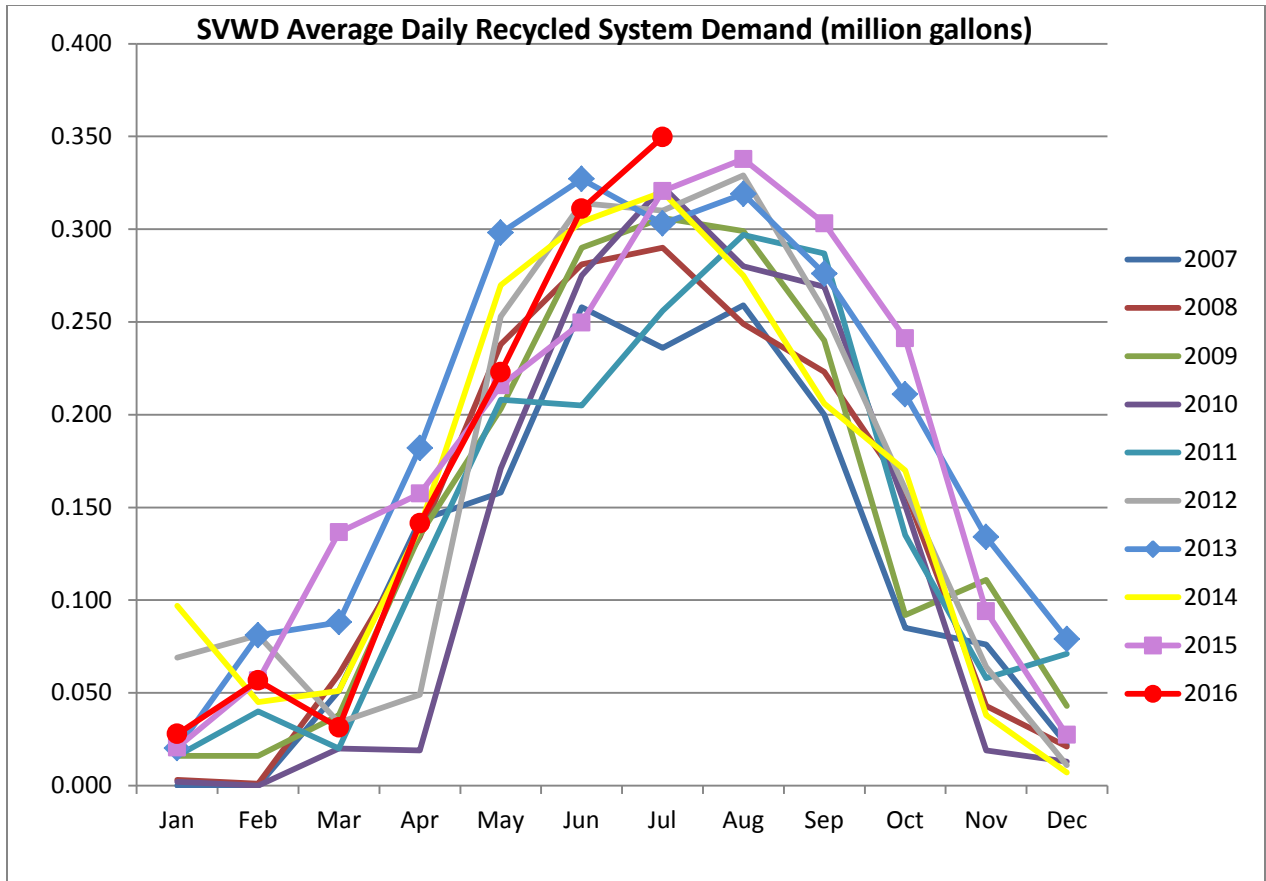
**Date:** August 11, 2016

**To:** Board of Directors

**From:** General Manager

### 1. Potable and Recycled Water Demand – July 2016





2. District hosted Santa Cruz County Utilities Collaboration Workshop on 8/5/16
  - a. Participants: Santa Cruz Water Department, Soquel Creek Water District, San Lorenzo Valley Water District, County of Santa Cruz Environmental Health, Regional Water Management Foundation, Scotts Valley Water District
  - b. Objective: To build mutual understanding and further relationships consistent with Board/Council directions
  - c. Agenda: To share water resources challenges for each utility and identify potential regional collaboration opportunities
  - d. Outcome: Five potential concepts that have regional benefits
    - i. Scotts Valley Recycled Water Optimization
    - ii. Santa Cruz WWTP Non Potable Reuse
    - iii. SLR Winter Flow Optimization in Santa Margarita GW Basin
    - iv. Climate Change Scenario Analysis
    - v. Beneficial Water Rights Changes Examination

The feasibility of the concepts will be further discussed in great detail in future meetings.

Joint Board Meeting with SLVWD scheduled for October 13<sup>th</sup> – at SVWD. Also in the future, we are planning to schedule a Joint Workshop with SLVWD with Ann Macfarlane from Jurassic Parliament.