



PAJARO VALLEY WATER MANAGEMENT AGENCY

36 BRENNAN STREET • WATSONVILLE, CA 95076

TEL: (831) 722-9292 • FAX: (831) 722-3139

email: info@pvwma.dst.ca.us • http://www.pvwma.dst.ca.us

Board of Directors Meeting
City Council Chambers

February 18, 2009, 7:00 p.m.
275 Main Street, 4th Floor, Watsonville, CA

BOARD MEETING MINUTES

1. Call to Order

2. **Call to Order, Roll Call of the PVWMA Directors, and Pledge of Allegiance:** The Regular Board Meeting of Pajaro Valley Water Management Agency was called to order in the City Council Chambers, 275 Main Street 4th Floor, Watsonville, CA, at 7:07p.m. by Chair Osmer.

Board Members Present: Osmer, Eiskamp, Kegebein, Imazio, Dobler, Koenig

Board Members Absent: None

Staff Members Present: Mary Bannister, Interim General Manager (IGM)
Veronica Barboza, Administrative Analyst (AA)
Others Present: Anthony Condotti, Counsel

3. Pledge of Allegiance

4. **Oral Communications:** Joseph Pendry expressed his concerns regarding the Agency's water lack of conservation program.

5. Director Comments: None

6. **Counsel Report:** Counsel stated that the Pajaro Sunny Mesa Community Service District (PSMCSD) motion for reconsideration was heard and denied by the judge. He further stated that the court will enter final judgment period for PSMCSD to appeal.

7. **Interim General Manager Report:** IGM provided an update to the Board regarding the Recycled Water Facility Project. Also stated that the Federal and State Economic Stimulus Plan will make grant funds available for "shovel ready" projects.

8. Consent Agenda:

- A. Approve January 21, 2008 Minutes
- B. Approve Financial Report for January 2009
- C. Approve Disbursement Ledger for January 2009

◆ Motion by Director Imazio to approve the Consent Agenda as presented. Motion carried by the following roll call vote:

AYES: Osmer, Eiskamp, Kegebein, Dobler, Imazio, Koenig
NOES: None
ABSENT: None
ABSTAIN: None

9. Discussion and/or Action Items

- A. Resolution 2009-01, Expressing Appreciation to Marc Cervantes for his Service as Directors of the Pajaro Valley Water Management Agency: IGM stated that on February 2, 2009 Director Marc Cervantes resigned as Director and Vice-Chair of the Pajaro Valley Water Management Agency's Board of Directors. She also stated that Director Cervantes was first appointed by the Santa Cruz County Board of Supervisors on April 5, 2006, and served on a number of committees and as Vice-Chair of the Board since that time. IGM recommend Board approval for Expressing Appreciation to Director Cervantes for his Service as Director of the Pajaro Valley Water Management Agency. The following action was taken:

◆ Motion by Director Dobler to approve Resolution 2009-01, Expressing Appreciation to Marc Cervantes for his Service as Directors of the Pajaro Valley Water Management Agency as presented. Motion carried by the following roll call vote:

AYES: Osmer, Eiskamp, Imazio, Dobler, Koenig
NOES: Kegebein
ABSENT: None
ABSTAIN: None

- B. Consider approval of audited Financial Statements for Fiscal Year ended June 30, 2008:
Public Comments: IGM reported that the Agency's auditor Bartlett, Pringle & Wolf, LLP (BP&W), has completed the audited financial statements for the Fiscal Year 2007-2008. Stacy Hansen, of BP&W presented the Financial Statements to the Board and reported that the audit resulted in a clean opinion, revealing that the Agency's Financial Statements were presented fairly and was found to be in conformity with generally accepted accounting principles. After discussion, the following action was taken:

◆ Motion by Director Imazio to approve Audited Financial Statements for Fiscal Year ended June 30, 2008 as presented. Motion carried by the following roll call vote:

AYES: Osmer, Eiskamp, Kegebein, Imazio, Dobler, Koenig
NOES: None
ABSENT: None
ABSTAIN: None

- C. Receive report on expedited claims processing and refunds: IGM provided an update to the Board regarding claims processing and refunds. She stated that a total of 3,300 claims were mailed and 1,322 have been returned, verified and ready to pay. Director Eiskamp inquired on the handling of the outstanding balance of the Plaintiffs. IGM responded that the plaintiff's outstanding balances were being deducted from their refunds, however, the Board could reconsider the policy as desired. No action was taken on this item.

- D. Resolution 2009-02, Appointing Board Chair as the Agency's Director Representative to Joint Powers Insurance Authority (JPIA) and Interim General Manager as Alternate Director Representative: IGM stated that by resolution, the Board needs to appoint a Director Representative to the Joint Powers Insurance Authority (JPIA). To ensure representation at semi-annual conferences the appointment of the Board Chair as Director Representative and the Interim General Manager as Alternate is recommended. The following action was taken:

◆ Motion by Director Kegebein to approve Resolution 2009-02, Appointing Board Chair as the Agency’s Director Representative to Joint Powers Insurance Authority (JPIA) and Interim General Manager as Alternate Director Representative as presented. Motion carried by the following roll call vote:

AYES: Osmer, Eiskamp, Kegebein, Imazio, Dobler, Koenig
NOES: None
ABSENT: None
ABSTAIN: None

E. Appointment of new Board Vice Chair and Committee Members: IGM stated that Director Cervantes served as Board Vice Chair and on the Ad Hoc Funding Committee and the Administrative/Finance committee and that the Board would need to select a new Vice Chair make appointment to the two committee vacancies. After discussion, the following action was taken:

◆ Motion by Director Kegebein to appoint Director Imazio as new Vice Chair and Committee Member for the Administrative/Finance Committee and Director Koenig as Committee Member for the Ad Hoc Funding Committee. Motion carried by the following roll call vote:

AYES: Osmer, Eiskamp, Kegebein, Imazio, Dobler, Koenig
NOES: None
ABSENT: None
ABSTAIN: None

10. Reports/Informational Presentations

A. Board Committee Reports:

1. Report of Chair on Ad hoc Funding Committee: Director Kegebein reported on the February 17, 2009 Meeting. He stated that the Santa Cruz Farm Bureau has been attending as well as representatives from the City of Watsonville, and feels that the committee has been making progress.
2. Report of Chair on the Administrative/Finance Committee: Director Osmer reported that the Committee is working on the Budget Amendment and will discuss at the next Board Meeting.
3. Report of Chair on Water Quality and Project Operations (WQOP) Committee Meeting: IGM reported that the WQOP Committee Meetings have been moved to an every two weeks schedule. IGM stated that staff is working with customers regarding the Recycled Water permits, and also working with customers in installing backflow devices

B. Staff Reports

1. Facility Operations Report: IGM stated that USCS has been doing some monitoring at the recharge basin.
2. Recycled Project Implementation Report: IGM announced that the Agency will be holding a Grower/Shipper Meeting possibly the second week of March. A formal announcement mailed/email out.

11. Written Communication/Correspondence: None

12. Future Meetings and Agenda Items

- A. CDS Mandatory Irrigation Supervisors and Irrigators Meeting – February 18, 2009, 10:00 am-12:00 pm, Santa Cruz County Ag Extension Auditorium, 1432 Freedom Blvd
- B. Water Quality and Project Operations Committee – February 27, 2009, 2:30 pm-4:30 pm, PVWMA Conference Room (**Please Note: Changed date, time & location**)
- C. Ad Hoc Funding Committee – March 2, 2009, PVWMA Kegebein Conference Room
- D. Water Quality and Project Operations Committee – March 18, 2009, 2:00 pm-4:00 pm, Watsonville Waste Water Treatment Facility
- E. Administrative/Finance Committee – March 10, 2009, 4:00 pm, PVWMA Conference Room
- F. Board Meeting – March 18, 2009, 7:00 pm, “New” City of Watsonville Council Chamber, 275 Main St, 4th Floor

13. Closed Session

A. Conference with Legal Counsel- Pending Litigation

Pursuant to Government Code Section 54956.9(a)

Name of Case: Pajaro Sunny Mesa CSD, et al. , v. PVWMA (SCSC Case No. CV 159506)

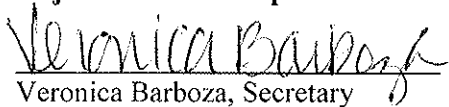
B. Public Employment

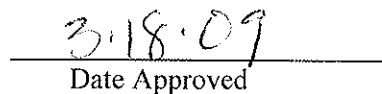
Unrepresented Employee: Interim General Manager

Agency Designated Representatives: Admin/Finance Committee, General Counsel

The closed session commenced at approximately 8:30 p.m. with Directors Osmer, Imazio, Eiskamp, Dobler, Kegebein and Koenig, and Interim General Manager Bannister, General Counsel Condotti. Item B was taken out of order, after which Director Eiskamp left the meeting, at approximately 8:40 p.m. The meeting ended at approximately 9:50 p.m., at which time it was reported that the Board would Item 13.B on the March agenda for further discussion and action.

14. Adjourned at : 9:50 pm


Veronica Barboza, Secretary


Date Approved