

Board of Directors
Regular Meeting 7:00 p.m.
Thursday, April 12, 2018
Santa Margarita Community Room
2 Civic Center Drive, Scotts Valley, California

Minutes

I. Convene Meeting

I.1. Call to Order and Roll Call

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

Present:

Directors

David T. Hodgin
Chris Perri
Danny Reber
Ruth Stiles

Staff

Piret Harmon
David McNair
Donna Paul

Guests

Bill Ekwall
David Young

Absent:

Director

Wade Leishman

I.2. Pledge of Allegiance and Invocation

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

I.3. Closed Session Report

There was no closed session on March 8, 2018.

I.4. Additions/Deletions to the Agenda

No additions or deletions were made to the agenda.

I.5. Oral Communications

There were no oral communications.

2. Administrative Items

2.1. Approval of Minutes – 03/08/2018 Regular Board Meeting

MOTION: Hodgin/Stiles to approve the minutes of the 03/08/2018 regular board meeting. The motion carried by unanimous voice vote.

2.2. Presentation

There were no presentations.

2.3. Committee Meeting Reports

Executive & Public Affairs Committee 03/19/18

In addition to the written report, Director Perri reported that public relations and

Scotts Valley Water District Board of Directors

Minutes -- Thursday, April 12, 2018

Page 2

communications relating to messaging to our ratepayers and the community at large were discussed. Director Reber mentioned that the upcoming General Manager's annual review along with the employee survey were also a topic of discussion.

Finance & Personnel Committee 03/21/18

In addition to the written report, Director Stiles asked staff to report if there had been any new developments on the new Accessory Dwelling Unit (ADU) regulations effective January 1, 2018. A brief discussion ensued on this subject.

David Young commented on this item.

Water Resources & Engineering Committee 03/21/18

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

David Young commented on this item.

- 2.4. Santa Margarita Groundwater Agency (SMGWA) Board Meeting
The Santa Margarita Groundwater Agency Board did not meet.

3. Consent

- 3.1 Well 7A (Orchard Well) Replacement Project – Contract Administration

This item was pulled for discussion

General Manager (GM) Harmon reported that contract change order No. 5 is a credit for (\$51,395). Operations Manager McNair reported that the five change orders accumulated during the emergency well replacement project.

David Young commented on this item.

MOTION: Reber/Hodgin to ratify Change Orders No. 1 Bonding \$20,700; No. 2 Sonic Log \$3,850; No. 3 Slow Penetration \$101,200; and authorize the General Manager to execute No. 4 Additional Fluid Disposal \$186,4500 and No. 5 Credit for Retaining Wall Replacement (\$51,395) to the contract with Pacific Coast Well Drilling dated November 15, 2017. The motion carried by unanimous voice vote.

4. Public Hearings

No public hearings were scheduled.

5. General Business Items

- 5.1. Dissolution of Scotts Valley Water District Public Facilities Corporation

MOTION: Reber/Stiles to adopt Resolution No. 02-08 Dissolving the Scotts Valley Water District Public Facilities Corporation. The motion carried by unanimous roll call vote.

- 5.2. Water Supply Outlook, Water Year 2018

GM Harmon provided the staff report.

Scotts Valley Water District Board of Directors

Minutes -- Thursday, April 12, 2018

Page 3

MOTION: Stiles/Reber to establish Stage I Water Supply Conditions for Water Year 2018. The motion carried by unanimous voice vote.

5.3. FY 2019 Draft Work Plan

GM Harmon provided the staff report and answered question.

The Board discussed and accepted the FY 2019 Draft Work Plan as presented.

5.4. FY 2019 Budget Assumptions

GM Harmon provided the staff report and answered Board questions.

David Young commented on this item.

No action was taken on this item.

5.5. Capital and Maintenance Projects FY 2019- 2023 Budget Projections

General Manager Harmon provided the staff report and answered Board questions.

Operations Manager McNair provided specific project information.

No action was taken on this item.

6. Staff Reports

6.1. District Counsel

District Counsel Bosso reported that the State Supreme Court has ruled in the Buena Ventura case that groundwater pumping charges levied to fund a basin-wide conservation and management programs were not property-related fees subject to Proposition 218. The Great Oaks case is still pending and the Goleta case is pending in the 2nd Circuit Court of Appeals.

6.2. General Manager

General Manager Harmon reported that our new Finance & Customer Service Manager Nicholas Kurns will begin work on Monday, April 16, 2018.

6.3. Finance

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

6.4. Operations

In addition to the written report, Operations Manager McNair reported that he attended a City project review committee (PRC) meeting; will meet with Polo Ranch about the new pump station; construction begins next week (300 linear feet water main) for Lundy Lane and grading begins for Dunslee Way; the Aviza EIR is out for comment; Bay Photo (parking lot) is pulling permits; Sheraton Four Points hotel is adding a restaurant; Thayer Construction is at Bethany Booster Station; Operations staff will at the Touch-a-Truck event; District received insurance money \$67,000 Bethany and \$40,000 Well I I; ACWA/JPIA Safety Award submission has been submitted on behalf of District Electrician/Instrumentation Technician Matthew

DeBrito for his work at the Bethany Booster Station.

- 6.5. District Regulations Review Calendar
This is a new report that presents on the calendar item every month

7. Individual Directors Reports

Director Hodgins reported that he will be at ACWA Spring Conference 05/05/2018 to 05/11/2018 in Sacramento and that ACWA/JPIA is returning over \$6,000,000 to agencies. He presented a check for \$4,208.00 to the District.

Director Stiles reported on the recent Water Reuse Conference in Monterey. The State is accepting applications for direct potable reuse for case by case approval.

Director Perri also attended the event and highly recommends it. He attended an AWCA membership committee meeting via teleconference today.

8. Written Communications and Correspondence

The written communications and correspondence were accepted without comment.

9. Community Relations

There were no community relations items.

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

MOTION: Hodgins/Stiles at 8:49 p.m. to adjourn the meeting.

Submitted:

DocuSigned by:

 1073981CD1DC41A...

Donna Paul, Asst. to the General Manager

Approved:

DocuSigned by:

 8270DCF086E94D9...

Chris Perri, President

Attest:

DocuSigned by:

 1C236EFF40B44D1...

Piret Harmon, General Manager

STAFF REPORT – General Items

Scotts Valley Water District

Date: April 12, 2018
To: Board of Directors
From: General Manager

1. The State Water Resources Control Board reported on March 5th that statewide water savings were just 0.8 percent in January compared to January 2013, the benchmark pre-drought year. Of the 372 agencies reporting water use, 135 used more water this year than in 2013. Only 109 agencies had savings greater than 10 percent, and they only serve 5.3 million of California's 39 million people. Statewide water use was 71.1 gallons per person per day. Savings have been dwindling steadily since mandatory conservation targets were dropped in spring of 2017. The statewide conservation rate in December was 2.8 percent.
2. Water Supply and Water Quality Bond Act of 2018 slated for November ballots. The proposed legislation includes funding for urban water conservation, stormwater management and SGMA implementation among many programs with the total bond amount set at \$8.877 billion.