

**MINUTES OF THE REGULAR MEETING OF  
THE BOARD OF DIRECTORS OF THE  
CARPINTERIA VALLEY WATER DISTRICT**

**July 23, 2008**

President Lemere called the regular meeting of the Board of Directors of Carpinteria Valley Water District to order at 4:00 p.m. Wednesday, July 23, 2008.

Directors Present: Lemere, Lieberknecht, Drain, Van Wingerden

Directors Absent: Roberts

Others Present: Charles Hamilton

Norma Rosales

Suzie Lara

Kathy Stone

Mark Manion (arrived at 5:03 pm)

Rob McDonald

Alex Keuper

Tad Buchanan

Chris Gabriel

Mark Lloyd

Matt Bousman, Whitaker Contractors, Inc.

Representatives of C.A. Rasmussen, Inc.

Rebecca Bjork (arrived at 5:30 pm)

**MINUTES**

Following discussion, Director Van Wingerden moved and Director Lieberknecht seconded the motion to approve the minutes of the June 18, 2008 Board meeting. The motion carried by a 3-0 vote. Directors Drain and Roberts were absent.

**MONTHLY BILLS**

Business Manager Norma Rosales presented the monthly bills for the period of May 15, 2008 through June 18, 2008. Following discussion, Director Lieberknecht moved and Director Van Wingerden seconded the motion to approve the monthly bills as presented. The motion carried by a 3-0 vote. Directors Drain and Roberts were absent.

**PUBLIC FORUM**

No one from the public addressed the Board.

**OLD BUSINESS**

**DIRECTOR DRAIN  
ARRIVED**

Director Drain arrived at 4:04 p.m.

**AGREEMENT FOR  
JOINT INSURANCE  
WITH MONTECITO  
WATER DISTRICT  
FOR THE ORTEGA  
RESERVOIR COVER**

Following discussion, Director Van Wingerden moved and Director Lieberknecht seconded the motion to authorize the General Manager to execute the agreement with Montecito Water District for joint insurance on the Ortega Reservoir cover. The motion carried by a 4-0 vote, with Director Roberts absent.

**NEW BUSINESS**

**FIRST AMENDMENT TO CAPITAL RESERVE AND SECURITY AGREEMENT FOR RANCHO MONTE ALEGRE PHASE 5**

Following an introduction by General Manager Hamilton about the need for an amendment to the Capital Reserve and Security Agreement with RMA Partners VI to address District exposure related to large projected monthly expenditures in the Rancho Monte Alegre Phase 5 Roadway & Infrastructure Improvements contract proposed to be awarded to Whitaker, and discussion, Director Drain moved and Director Van Wingerden seconded the motion to authorize the Board President to execute the First Amendment to the Capital Reserve and Security Agreement for Rancho Monte Alegre Phase 5 Roadway & Infrastructure Improvements. The motion carried a 4-0 vote.

**AWARD OF CONTRACT TO WHITAKER CONTRACTORS INC. FOR RMA PHASE 5 ROADWAY AND INFRASTRUCTURE IMPROVEMENTS**

Following an introduction by Mr. Hamilton, discussion and comments from staff, Board and representatives from C.A. Rasmussen Inc., Director Drain moved and Director Van Wingerden seconded the motion to award contract to Whitaker Contractors Inc. for Rancho Monte Alegre Phase 5 Roadway & Infrastructure Improvements, for an amount not to exceed \$4,316,770 to be fully reimbursed to the District by RMA Partners VI. The motion carried by a 4-0 vote.

**AWARD OF CONTRACT TO PENFIELD & SMITH FOR CONSTRUCTION MANAGEMENT AND INSPECTION SERVICES FOR RMA PHASE 5 ROADWAY & INFRASTRUCTURE IMPROVEMENTS**

Following an introduction by Mr. Hamilton, and discussion, Director Drain moved and Director Lieberknecht seconded the motion to award contract to Penfield and Smith for construction management and inspection services for Rancho Monte Alegre Phase 5 Roadway & Infrastructure Improvements, for an amount not to exceed \$270,500 to be fully reimbursed to the District by RMA Partners VI. The motion carried by a 4-0 vote.

**COUNSEL MARK MANION ARRIVED**

Counsel Mark Manion arrived at 5:03 p.m.

**INTEREST TO ACQUIRE PORTION OF STATE WATER ALLOCATION**

Following a brief introduction by Mr. Hamilton and discussion with Mark Lloyd from L&P Consultants, Director Drain moved and Director Van Wingerden seconded the motion to authorize the Manager to prepare a Processing Agreement with L&P Consultants and begin discussions to consider a sale of a maximum of 800AF of District State Water Allotment for an undisclosed property owner. The motion carried by a 3-1 vote. Director Lieberknecht voted no.

**2008-2009 COUNTY CLOUDSEEDING PROGRAM**

Following a brief introduction by Mr. Hamilton, and discussion, Director Van Wingerden moved and Director Lieberknecht seconded the motion to participate in the 2008-2009 County Cloudseeding Program for an estimated cost to the District of \$1,555. The motion carried by a 4-0 vote.

**CUSTOMER REQUEST FOR A**

Following a brief presentation by Business Manager Norma Rosales, and discussion, Director Van Wingerden moved and Director Lieberknecht

**CREDIT OF \$264.87  
FOR AN UNUSUALLY  
HIGH BILL**

seconded the motion to issue a credit applied to customer account no. 0925451 in the amount of \$264.87 for an unforeseen water loss pursuant to District Rule No. 15.

**GENERAL MANAGER  
REPORTS**

**FINANCE-MONTHLY  
STATEMENTS**

Mrs. Rosales reported on the Monthly Statements for the month of June 2008.

**OPERATIONS &  
MAINTENANCE-  
MONTHLY REPORT**

Mr. Hamilton presented the Operations & Maintenance report for the month of June 2008.

**ENGINEERING-  
MONTHLY REPORTS**

District Engineer Bob McDonald presented the monthly Project Status report for July 2008.

**GENERAL**

**CARPINTERIA  
GROUNDWATER  
BASIN ANNUAL  
REPORT FOR 2007**

Mr. Hamilton distributed copies of the District's Groundwater Basin Annual Report and noted that there were no significant changes in the water levels or water quality of the District's groundwater in 2007.

**LAND USE  
ANALYSES FOR 2003  
THROUGHOUT**

Mr. Hamilton distributed copies of the Land Use Analysis report prepared by Dr. Alex Keuper and Bob McDonald for the years 2003 through 2006. Dr. Keuper noted that the number of covered nurseries analyzed in the study has declined, due to more of them using both private groundwater wells and District water. He noted that this has resulted in a smaller sample on which to estimate private pumping, and some additional communication with growers is necessary to determine a more certain estimate of private pumping. Director Van Wingerden offered suggestions to address this need.

**TRANSFER OF  
STATE WATER TO  
IRVINE RANCH  
WATER DISTRICT  
BANK IN KERN  
COUNTY**

Mr. Hamilton reported that he had recently given the order to Bill Brennan at the Central Coast Water Authority to arrange for the transfer of 600 AF of the District's' unused State Water Allotment to be transferred into the Irvine Ranch Water District groundwater bank in the Rosedale-Rio Bravo Water Storage District in Kern County. Up to about 300 AF will be available for return to the District by transfer for up to 5 years.

**LIABILITY,  
PROPERTY AND  
WORKERS  
COMPENSATION  
RISK ASSESSMENT**

Mr. Hamilton reported on the status of efforts completed or underway to comply with the risk control recommendations made by the Association of California Water Agencies / Joint Powers Insurance Authority stemming from their visit to the District on June 17, 2008.

**INTEGRATED  
REGIONAL WATER  
MANAGEMENT  
PLAN  
COOPERATING**

Mr. Hamilton provided a verbal report to the July 10 meeting of the Integrated Regional Water Management Plan Cooperating Partners. He reported that representatives from the State Water Resources Control Board are expected to visit the area and perhaps the El Carro Well and Pipeline Project in our District on August 14 or 15. He also noted that the Partners are

**PARTNERS  
MEETING**

in the process of selecting a consultant to assist the Partners in the preparation of applications for Proposition 84 grant funds.

**CENTRAL COAST  
WATER AUTHORITY  
OPERATING  
COMMITTEE**

Mr. Hamilton reported on the meeting of the Central Coast Water Authority Operating Committee, for which he is the Chair, held on July 10, 2008. He noted that it was reported by CCWA Manager Bill Brennan that the Department of Water Resources is projecting a very low - perhaps just 10% - allocation allowance for the beginning of the coming year due to very low storage in the large northern California reservoirs.

**SANTA BARBARA  
COUNTY WATER  
PURVEYORS  
MEETING**

Mr. Hamilton reported on the Santa Barbara County Water Purveyors meeting held on July 10, 2008. He noted that in discussion about the dry year and water demand it was reported by Rebecca Bjork of the City of Santa Barbara that production at Cater in June of this year set an all time record.

**LEADERSHIP AND  
STRATEGIC  
MANAGEMENT FOR  
CHIEF  
INFORMATION  
OFFICERS**

Mr. Hamilton gave a brief report on the training he received in the "Leadership and Strategic Management program for Chief Information Officers at Harvard University's Kennedy School of Government, June 16 – 18, 2008. He reported that while some public agencies are very advanced in the development and integration of management level personnel who utilize computers and the internet to engage and interact with the public, others are not. There is however a growing expectation from the public that they have full and immediate access to public information through the internet.

**CHAMBER OF  
COMMERCE GREEN  
EGGS & HAM  
BREAKFAST  
MEETING**

Mr. Hamilton reported that he was invited to speak at the chamber of Commerce Green Eggs & Ham breakfast meeting on July 24, 2008 and that Omar Castro would be representing the District instead.

**DIRECTOR REPORTS**

**CACHUMA  
CONSERVATION  
RELEASE BOARD  
AND CACHUMA  
OPERATION AND  
MAINTENANCE  
BOARD MEETINGS**

Director Van Wingerden gave an oral report of the Cachuma Conservation Release Board meeting and Cachuma Operation and Maintenance Board Meeting held on June 23, 2008, and Director Lieberknecht on the CCRB and COMB meetings held on July 21, 2008. Rebecca Bjork, Acting Water Supply Manager for the City of Santa Barbara was present to express her views on the Quagga mussel issue before COMB. She expressed concern that the total cost of boat inspections etc, was not to be borne by the boat users at Lake Cachuma. She also indicated that in her opinion it was in the best interest of the Cachuma water agencies to make some financial contribution to the County to ensure that complete and thorough efforts are made by County Parks to prevent what would be a terribly costly problem for the water agencies if Quagga infestation occurred. It was further discussed that the County's request for financial participation by the Cachuma water agencies should include detailed information about County Parks' financial resources and needs, and how monies would also be made available to the County Water Agency for its proposed contribution.

**CENTRAL COAST**

President Lemere gave an oral report of the Central Coast Water Authority

**WATER AUTHORITY** meeting held on June 26, 2008.

**NEXT MEETING** The next scheduled Board meeting will be a regular Board meeting held on August 27, 2008, at 4:00 p.m. at 1301 Santa Ynez Ave.

**ADJOURNMENT** President Lemere declared the meeting adjourned at 6:28 p.m.

A handwritten signature in black ink that reads "Charles B. Hamilton". The signature is written in a cursive style and is positioned above a horizontal line.

Charles B. Hamilton, General Manager/Secretary