

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

July 21, 2010

President Lemere called the regular meeting of the Board of Directors of Carpinteria Valley Water District to order in the District Board Room at 4:02 p.m. Wednesday, July 21, 2010, and led the Board and others present in the Pledge of Allegiance.

Directors Present: Lemere, Lieberknecht, Van Wingerden, Drain, Roberts

Directors Absent: None

Others Present: Charles Hamilton
Rob McDonald
Alex Keuper
Norma Rosales
Susan Basham
Tracy Solomon
Matt Blois

MINUTES

Following discussion, Director Van Wingerden moved and Director Roberts seconded the motion to approve the minutes of the July 14, 2010 Board meeting. The motion carried by a 5-0 vote.

PUBLIC FORUM

No one from the public addressed the Board.

**RATE & BUDGET
COMMITTEE
MEETING**

Director Drain gave a brief oral report about the Rate & Budget Committee meeting held on July 14, 2010.

**NOOZHAWK SEED
FUNDING REQUEST
FOR PROJECT
RAPTOR**

Directors Drain and Roberts reported on the Noozhawk funding request for Project Raptor, the name given to a Noozhawk seed funding program to enable the development and expansion of coverage by Noozhawk primarily of land use and planning and development issues. It was considered by Directors Drain and Roberts at the Rate & Budget Committee meeting held on July 14, 2010. General Manager Hamilton commented that it would not be legal for the District to make a contribution to such a program as requested, but that the District could choose to purchase an ad with Noozhawk, as it currently does with print media. Following discussion no action was taken.

**ENGAGEMENT FOR
AUDIT SERVICES OF
BARTLETT PRINGLE
& WOLF**

General Manager Charles Hamilton presented this item and introduced Tracy Solomon of Bartlett Pringle & Wolf, who answered Director questions. Following discussion, Director Roberts moved Director Van Wingerden seconded the motion to engage the services of Bartlett Pringle & Wolf to perform an audit of the District's financial statements and prepare the Special District Report to the State Controller for the year ending June 30, 2010. The motion carried by a 5-0 vote.

CCRB AND COMB

Mr. Hamilton reported on the status of discussions among the Cachuma

**REORGANIZATION
AND POSSIBLE
IMPACTS ON
DISTRICT'S FY 10/11
BUDGET**

Project member unit managers about a possible Cachuma Conservation Release Board (CCRB) reorganization also potentially involving the Cachuma Operations and Maintenance Board (COMB), and possible impacts on the District's adopted FY 10/11 Budget. As much as \$75,000 may be needed to continue the District's funding of certain CCRB activities through June of 2011, whether or not a CCRB reorganization goes into effect in January of 2011. No action was taken.

**RESOLUTION
NUMBER 908
ADOPTING AND
ESTABLISHING A
METHODOLOGY
FOR CALCULATION
OF THE CAPITAL
COST RECOVERY
FEE**

President Lemere reported that proposed Resolution No. 908 was not ready for consideration at this time, and a different, more conventional approach to the Capital Cost Recovery Fee methodology and calculation is being contemplated by staff for future presentation to and consideration by the Board. No action was taken.

**THIRD PARTY
LABOR
COMPLIANCE
AGREEMENT
BETWEEN THE
CARPINTERIA
VALLEY WATER
DISTRICT AND
GOLDEN STATE
LABOR
COMPLIANCE, LLC**

Following a brief presentation by District Engineer McDonald, and discussion, Director Roberts moved and Director Drain seconded the motion to approve the Third Party Labor Compliance Agreement Between the Carpinteria Valley Water District and Golden State Labor Compliance, LLC for Designated State Funded (Prop 50 or Prop 84) Facility Projects with a total fee cost of \$4,310, and directed the General Manager to prepare the necessary Resolution for action at the next regular Board meeting on July 28, 2010. The motion carried by a 5-0 vote.

**RESOLUTION
NUMBER 909 TO
ADOPT ADDENDUM
NO. 2 TO THE FINAL
MITIGATED
NEGATIVE
DECLARATION/INITI
AL STUDY AND
REVISED
MITIGATION
MONITORING
PROGRAM FOR THE
EL CARRO WELL
REPLACEMENT AND
CENTRAL ZONE
PIPELINE
IMPROVEMENTS
PROJECT**

Following discussion, Director Van Wingerden moved and Director Roberts seconded the motion to approve Resolution No. 909 To Adopt Addendum No. 2 to the Final Mitigated Monitoring Program for the El Carro Well Replacement and Central Zone Pipeline Improvements Project.

Roll call on Resolution No. 909 resulted in adoption as follows:

Ayes: Roberts, Van Wingerden, Lieberknecht, Lemere, Drain
Nays: None
Absent: None

**CUSTOMER
REQUEST FOR**

Following a brief presentation by Business Manager Norma Rosales, and discussion, Director Roberts moved and Director Drain seconded the motion

REFUND to credit account # 14-146077-01 in the amount of \$349.80 to address a Capital Improvement Program (CIP) overcharge. The motion carried by a 5-0 vote.

ORTEGA RESERVOIR LAWSUIT SETTLEMENT FUNDS DISPOSITION Mr. Hamilton reported briefly on the receipt and deposit of \$1.45 million of Ortega Reservoir lawsuit settlement funds, and the need for future decision-making and collaboration with Montecito Water District. Directors Lieberknecht and Roberts of the Ortega Reservoir will meet with a Montecito Water District Committee on July 27 to discuss a new agreement and process, using the available settlement funds to address the leaking Ortega Reservoir.

ORTEGA RESERVOIR LEGAL EXPENSE Business Manager Rosales provided a brief status report on the Ortega Reservoir legal expense.

EL CARRO PROJECT District Engineer McDonald provided a summary report on the status of the El Carro Well project.

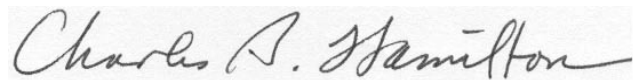
PROJECT REPORT Mr. McDonald presented the Engineering report for the month of July 2010 for Board review and comment.

OPERATIONS Mr. McDonald presented the O&M report for the month of July 2010.

WATER SUPPLY REPORT Administrative Analyst Dr. Alex Keuper presented the Water Supply Report for the month of June 2010.

NEXT MEETING The next scheduled Board meeting will be a regular Board meeting held on July 28, 2010, at 4:00 p.m. in the Board meeting room at 1301 Santa Ynez Avenue.

ADJOURNMENT President Lemere declared the meeting adjourned at 5:35 p.m.



Charles B. Hamilton, General Manager/Secretary