

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

January 18, 2006

President Lemere called the regular meeting of the Board of Directors of Carpinteria Valley Water District to order at 4:00 p.m. Wednesday January 18, 2006.

Directors Present: Lemere, Roberts, Van Wingerden, Drain
Directors Absent: Lieberknecht
Others Present: Charles Hamilton
Bob McDonald
Omar Castro
Bill O'Brien
Danna McGrew
Roger Myers
Chip Wullbrandt

MINUTES

Following discussion, Director Van Wingerden moved and Director Drain seconded the motion to approve the minutes of the regular Board meeting held on January 11, 2006. The motion carried by a 4-0 vote.

PUBLIC FORUM

No one from the public addressed the Board.

OLD BUSINESS

**FINANCIAL
STATEMENTS FOR
THE PERIOD
ENDING JUNE 30,
2005 AUDITED AND
PRESENTED BY
BARTLETT PRINGLE
& WOLF, LLP.**

Danna McGrew of Bartlett Pringle & Wolf presented the changes to the Fiscal Year 2005 Financial Statements made since the first draft was reviewed by the Board. They reflected the results of her research related to the treatment of the District's cost share obligations and payments for Cater Treatment Plant improvements. Following discussion Director Van Wingerden moved acceptance of the FY 05 Financial Statements as revised, and Director Roberts seconded the motion. The motion carried by a 4-0 vote.

**REPORT AND
FINDINGS
PREPARED BY
KENNEDY/JENKS
CONSULTANTS
ENTITLED
"EVALUATION OF
LONG - TERM
DROUGHT WATER
SUPPLY OPTIONS."**

Bill O'Brien of Kennedy/Jenks commented briefly on additional thoughts related to the "Evaluation of Long-Term Drought Water Supply Options" report, presented and discussed by the Board a week ago, in particular the following option suggested by Director Van Wingerden. Mr. Hamilton proposed that an action plan to address the District's long term drought water supply needs be included in an update of the District's 1999 Strategic and Capital Facilities Plan. He indicated that this task could be done in-house over the next several months by Administrative Assistant, Dr. Alex Keuper, with assistance from Bill O'Brien as an advisor, paid on a time and materials basis. There was considerable discussion about the need to include emergency planning and preparedness in the Plan document. Following discussion President Lemere directed Mr. Hamilton to schedule a Strategic and Capital Facilities Plan Committee meeting to consider a project schedule and proposed content of the Plan in more detail.

**STATUS REPORT
ABOUT DRAINAGE
AND SOIL EROSION
PROBLEMS
ASSOCIATED WITH
STORAGE TANK
PROJECT**

General Manager Hamilton provided a verbal status report about recent drainage and soil erosion problems associated with the Storage Tank Project on Rancho Monte Alegre. He reported that numerous measures were put in place on the Project site and Ranch on January 13 in preparation for a storm event. He also reported on the status of the temporary measures put in place on the Teton property. He commented on the discussions with neighbors and their Engineer Glenn Hawks about a comprehensive program to address the chronic problem of drainage in the area above Foothill. He noted that the Ranch was considering the construction of a second detention basin and that another preferred component of the comprehensive program would require participation of County Flood Control District. He also reported that Dave Johnson was leaving for a several week vacation. In his absence, Wayne Haefle, Construction Manager on contract with MNS Engineers, will handle Mr. Johnson's administrative project management tasks.

**AGREEMENT FOR
STORAGE AND
DISPOSITION OF
ROCKS RE:
STORAGE TANK
PROJECT**

Director Van Wingerden recused herself from this item of discussion and any action on the item. Mr. Hamilton presented the proposed agreement for the storage and disposition of rocks from the District Storage Tank Project. He distributed a missing Exhibit B (Waiver of Liability) and it was amended following review and discussion. Following further discussion Director Drain moved and Director Roberts seconded the motion to authorize Board President Lemere to execute the Agreement as amended. The motion carried by a 3 - 0 vote.

**PROCESS AND
AGREEMENT WITH
PLAINS
EXPLORATION &
PRODUCTION (PXP)
FOR
OPTION/PURCHASE
OF 400 ACRE FEET
OF DISTRICT STATE
WATER**

Mr. Hamilton reported on the status of meetings related to the agreement being prepared for an option to purchase 400 AF of District State Water allocation by Plains Exploration & Production (PXP). He reported that another effort was in progress to develop a question and answer document addressing various questions raised by other CCWA member agencies and members of the public as to possible impacts on third parties and necessary institutional approvals. During discussion it was determined that Mr. Hamilton would not attend an informational meeting scheduled in Lompoc about the proposed Purisima Hills project on January 24, 2005, but obtain a report about the meeting from another party in attendance.

NEW BUSINESS

**RESOLUTION NO. 824
CONCERNING
INVENTORY OF
DISTRICT LAND AND
AIR SPACE**

Following discussion, Director Van Wingerden moved and Director Roberts seconded the motion to adopt Resolution No. 824 Concerning Inventory of District Land and Air Space. The motion carried by a 4-0 vote.

**REPORT OF COMB
STRATEGIC
PLANNING AD HOC
COMMITTEE**

Mr. Hamilton reported on the status of the COMB Strategic Planning Ad Hoc Committee efforts relative to the merger of the Cachuma Conservation Release Board with the Cachuma Operation and Maintenance Board. Following discussion Director Roberts moved and Director Drain seconded the motion to advise Director Lieberknecht, the District's COMB and CCRB member, to support the recommendations set forth in the Committee report dated January 13, 2006. The motion carried by a 4 - 0 vote.

**GENERAL
MANAGERS REPORT**

**PRESIDENT'S
SPECIAL
RECOGNITION
AWARD FROM THE
ACWA JOINT
POWERS
INSURANCE
AUTHORITY**

Mr. Hamilton noted the inclusion in the Board packet of a copy of the ACWA Joint Powers Insurance Authority President's Special Recognition Award given to the District for achieving a low ratio of "Paid Claims and Case Reserves" to "Deposit Premiums" in the Property Program for the period 04/01/01 – 03/31/04. He noted that it would be framed and placed in a visible location in the front office.

**WATER ISSUES
STUDY GROUP
MEETINGS OF
JANUARY 10 AND
FEBRUARY 14, 2006**

Mr. Hamilton noted that the most recent Water Issues Study Group meeting was a well researched program by Dr. Alex Keuper about District sources of water supply. The next meeting will be a tour to Bradbury Dam on February 14, 2006, open to all members of the public.

NEXT MEETING

The next scheduled Board meeting will be a Regular meeting held on January 25, 2006, at 4:00 p.m. in the Board meeting room at 1301 Santa Ynez Avenue.

ADJOURNMENT

President Lemere declared the meeting adjourned at 5:45 p.m.

Charles B. Hamilton, General Manager/Secretary