



District Attendees

Daniel Gilliam	Board President
Misha Sarkovich	Board Vice President
Barry Brown	Board Member
Timothy Healey	Board Member
Randy Marx	Board Member
Tom R. Gray	General Manager
Michael Nisenboym	Operations Manager
Chi Ha-Ly	Senior Financial Analyst

Other Attendees

Paul Cornwell	Visitor
Shauna Lorance	San Juan Water District General Manager
Bob Walters	San Juan Water District Board President

Absent

AGENDA ITEMS

I. Call to Order

President Gilliam called the meeting to order at 6:30 p.m.

II. Public Comment

- None.

III. Consent Calendar

The following consent calendar items were considered and acted upon as follows:

1. Approval of Minutes:
 - a. Regular Board Meeting of April 13, 2009
2. Accept and file: Treasurer's report for the month of April, 2009
3. Accept and file: Investment report for the month of March, 2009
4. Accept and file: Monthly Financial Expenses for March, 2009
5. Approval of Warrants

6. Approval of Cal Card Statement
7. Approval of Monthly Board Expense Report for April, 2009

M/S/C Sarkovich /Marx, to approve the consent calendar.

IV. Presentation & Correspondence

1. Presentation from San Juan Water District's Board President and General Manager on wholesale water issues

- General Manager Gray introduced Shauna Lorance, SJWD General Manager and Bob Walters, SJWD Board President from San Juan Water District.
- Ms. Lorance provided a brief overview of the establishment of SJWD. She stated that one of the main priorities of the SJWD is to protect existing water rights and protect the ability of customers to use that water. She also indicated she is handling issues such as the Delta Vision on water allocation, conservation requirements and other legislation issues.
- Ms. Lorance stated that the increases in fees are necessary for capital improvements. She stated that SJWD put off the improvements to keep the rates low as long as they could; however, she noted that the 30 year old treatment plant needed improvements.
- Ms. Lorance stated that the updated rate increases for FOWD are:

2010	8.1%
2011	8.7%
2012	5.7%
- Ms. Lorance indicated that despite the rate increases, SJWD has one of the lowest wholesale water rates in California.
- Ms. Lorance stated that the purpose of the proposed water transfer project is to preserve the water rights.
- The FOWD Board inquired on the possibility of having an FOWD Board member on SJWD's budget committee.
- Mr. Walters stated that he will bring the item to SJWD Board. He also recommended that the FOWD Board attend the SJWD budget hearing and bring all the issues or questions for discussion at the hearing. He indicated that these are important issues that should be addressed by the full SJWD Board.
- Ms. Lorance thanked the Board for having them attend the FOWD meeting and she recommended that we enhance communication in the future.

2. April 16, 2009 Letter from USBR

- General Manager Gray stated that the District was "Short Listed" to receive grant funding for water conservation.

3. Report on the Regional Water Authority's proposed Policy on Water Efficiency and Conservation

- General Manager Gray stated that there are three different sets of BMPs: The Water Forum, the Bureau, and the Council's BMPs. He stated that the proposed update of the water conservation element to the Water Forum agreement is an attempt to align all water efficiency BMP's into one set.

M/S/C Brown/Sarkovich, move to authorize the General Manager to approve the proposed update of the Water Conservation Element of the Water Forum Agreement

VII. Upcoming Events

1. **May 13, 2009 at 7:00 PM / SJWD Public Hearing on proposed Fiscal Year 2009-2010 Wholesale and Capital Budget; including Quarterly Financial and Investment Presentation**
 - President Gilliam, Director Marx and General Manager Gray will be attending the meeting.
2. **May 19 - 22, 2009 / ACWA 2009 Spring Conference & Exhibition / Sacramento**
 - Information only.

VIII. Representative Reports

1. **Sacramento Groundwater Authority (SGA)**
 - No report.
2. **Regional Water Authority (RWA)**
 - Director Marx stated that they had discussions on Water Conservation policy. He indicated that RWA is trying to get everyone to agree on a joint policy. He stated that since RWA has an approved policy, it will be used to comment on proposed legislation.
3. **San Juan Family of Agencies Executive Committee**
 - Director Marx stated that Keith Duncan from SJWD gave a presentation on the capital projects that was very informative.
4. **Other**
 - None.

IX. Directors' Reports & Comments

1. **Budget Committee – (Sarkovich, Healey)**
 - No meeting.
2. **Technical Advisory Committee – (Brown, Marx)**
 - No meeting.

- 3. Capital Improvement Committee – (Gilliam, Sarkovich)**
 - Director Gilliam stated that the fence for the new building has been completed. He indicated that building completion date is scheduled for October 2009.
- 4. Personnel Committee – (Marx, Gilliam)**
 - No meeting.
- 5. Public Relations Committee – (Brown, Healey)**
 - No meeting.
- 6. Other**
 - None.

X. General Manager's Reports

- 1. Legal Matters**
 - General Manager Gray stated that a pre-trial date of 6/16 has been set for the criminal case of embezzlement against a former employee.
- 2. Meter Implementation (Installation & Future Planning)**
 - General Manager Gray stated that the District installed 70 meters in April of 2009. The decrease in installation was due to water main repairs completed by District staff.
- 3. New Building Projects**
 - General Manager Gray stated that the District approached the County and tried to negotiate for funding for frontage improvements.
- 4. Operate within 2009 Budget**
 - General Manager Gray noted that the District's operating budget is 25% under budget as of March 31, 2009.
- 5. FOWD Financial Plan for Metered Rates**
 - General Manager Gray stated that he will schedule meetings with the Budget Committee to draft the plan.
- 6. Surface Water and GW Supply Agreements**
 - Discussed earlier.
- 7. GW Remediation Issues (Aerojet)**
 - General Manager Gray stated that the District received \$600,000 from Aerojet for the balance on the sale of Chicago Well property.
- 8. Wholesale Meter Upgrades**

- General Manager Gray stated that the District is calibrating the three FOWD wholesale water meters that were recently installed.

9. Update and Revise FOWD Policy Manual

- General Manager Gray stated that this is an ongoing project.

10. Fair Oaks 40-inch Pipeline Project Planning & Design

- General Manager Gray stated that San Juan Water District is moving forward with the project now that the Hydraulic Model is complete.

11. Hydraulic Model Development

- General Manager Gray stated that staff is working on the selection of a consultant to refine the District's local model.

12. Website Update

- General Manager Gray stated that the District has updated the agendas and job descriptions. He also indicated the need to change the wording on stage 3, water conservation.

13. Other

- General Manager Gray stated that the District received \$1,850 for recycling and \$500 from a prior legal settlement.
- President Gilliam inquired the cost-benefits of having the website.
- General Manager Gray stated that the District posts information on the website that allows customers and the public easy access to District information.
- Operations Manager Nisenboym stated that the District directs customers to check the website for construction specifications. This saves staff time.

XI. Public Comment

- None.

XII. Adjournment

With no further business to come before the Board, President Gilliam adjourned the meeting at 8:58 p.m.

The Board approved the preceding minutes on June 8, 2009

Tom R. Gray
General Manager/Board Secretary

Date