

**MINUTES
BOARD OF DIRECTORS
SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
REGULAR MEETING
MONDAY, MAY 8, 2006
8:00 A.M.**

At 8:13 a.m. on May 8, 2006, the Board of Directors met in the Board Room of the District office at 549 East Sierra Madre Avenue, Azusa, California.

CALL TO ORDER:

Vice-President Montano called the meeting to order.

ROLL CALL:

Directors Present: Leung, Montano, Sunada

Directors Absent: Love, Reichenberger

ALSO PRESENT:

Darin Kasamoto, General Manager; David Johnson, Assistant Manager; Linda Flowers-Armour, Administrative Assistant; Wayne Lemieux, Attorney; Christine Montan, Director of Utilities, City of Alhambra; Chet Anderson, Assistant Director of Water, City of Azusa; Chris Cimino, Water Superintendent, City of Sierra Madre.

PUBLIC COMMENTS ON NON AGENDA ITEMS

There were no public comments.

CONSENT CALENDAR:

On motion of Director Leung, seconded by Director Sunada, and unanimously carried, the following items on the consent calendar were approved and further reading thereof waived:

Minutes of the Regular Meeting of April 24, 2006

Financial Statements – April 2006

Treasurers Investment Report dated April 29, 2006

Disbursements of the Revolving Fund Check Nos. 9214 - 9219 dated April 27, 2006 in the amount of \$34,537.33

Disbursements of the General Fund Check Nos. 29931 - 29973 dated May 8, 2006 in the amount of \$53,224.72

ACTION ITEMS:

Review 2006-2007 Draft Budget and Capital Expenditures

The General Manager presented the draft 2006-2007 budget and capital expenditures for discussion. Staff will come back in June with the final budget and resolution for adoption.

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SGVMWD

Request from Director Reichenberger to Drive to AWWA in San Antonio

The General Manager stated the lowest available airfare from Los Angeles to San Antonio with shuttle service to and from the airports and the AWWA Conference is \$596.40.

On motion of Director Leung, seconded by Director Sunada, and unanimously carried, Director Reichenberger was authorized to be reimbursed for vehicle use to and from San Antonio for the AWWA Conference in the maximum amount of \$596.40.

Review Director's Compensation and Expense Reimbursement Policy

The General Manager advised Director Reichenberger also suggested per diem compensation be paid when a Director is invited to speak at a City Council meeting or event and out of town meal rate should be the same as the IRS rates. There was additional discussion about rental car reimbursement when flying to a location. Attorney Lemieux will work on a draft of these areas for a future meeting.

Subordination Agreement with the City of Alhambra

Attorney Lemieux reported he obtained changes in the Subordination Agreement requested by the City of Alhambra. He recommended approval.

On motion of Director Leung, seconded by Director Sunada, and unanimously carried, the Subordination Agreement with the City of Alhambra was approved as submitted by the Attorney and the General Manager was authorized to execute the agreement on behalf of the District.

UNFINISHED BUSINESS

Report on Basin Management

In the absence of Director Love, Dave Johnson reported on the latest actions taken by Watermaster at the May 3, 2006 meeting. The annual Operating Safe Yield was unanimously set at 240,000 acre-feet over the Engineer's recommendation of 220,000 acre feet. The Baldwin Park Keywell elevation is 246.2 and rising a ½ foot a week with the Canyon releases until early June.

Report on WQA

Director Montano reported on the latest actions taken by the Water Quality Authority. The 2007 draft budget was reviewed and the administrative assessment is recommended at \$7.25 an acre-foot, the same as the last 3 years. A description of projects and operating expenses are also included.

Report of the Attorney

There was nothing to report.

Report of the General Manager

The General Manager reported there is a press release in your packet for water awareness month and the summary of employee benefits recap that was requested as well as notification of the LAFCO election results.

The General Manager will be attending the ACWA Conference in Monterey on Wednesday and Thursday. Directors Montano and Reichenberger are also attending.

Report of the Assistant Manager

There was nothing to report.

DIRECTOR COMMENTS

Director advised the District should look into the huge State Bond issue on the ballot. The General Manager reported that the Lobbyist had called to report this Bond issue is 100% for levy protection and no water infrastructure.

Informational Items

- Watermaster Agenda 5/3/06
- SGVMWD press release
- Summary of Employee Benefits
- LAFCO Election Results 4/25/06

ADJOURNMENT

There being no further business, upon motion made, seconded, and carried, the meeting was duly adjourned at 9:04 a.m. The next meeting of the Board will be on Monday, May 22, 2006, at 8:00 a.m. in the Board Room of the San Gabriel Valley Municipal Water District.

President

ATTEST:

Secretary

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