

**MINUTES
BOARD OF DIRECTORS
SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT
REGULAR MEETING
MONDAY, SEPTEMBER 25, 2006
8:00 A.M.**

At 8:25 a.m. on September 25, 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:

President Reichenberger called the meeting to order.

ROLL CALL:

Directors Present: Love, Montano, Reichenberger, Sunada

Directors Absent: Leung

ALSO PRESENT:

Darin Kasamoto, General Manager; Dave Johnson, Assistant Manager; Linda Flowers-Armour, Administrative Assistant; Wayne Lemieux, Attorney; Chet Anderson, Assistant Director of Water, City of Azusa; Victor Meza, Water Utility Manager, City of Monterey Park; Jerryl Shankland, Brown, Lloyd & Stevenson.

PUBLIC COMMENTS ON NON AGENDA ITEMS

Victor Meza congratulated Joe Reichenberger for his appointment to the Monterey Park Environmental Commission.

CONSENT CALENDAR:

On motion of Director Love, seconded by Director Sunada, and unanimously carried, the following items on the consent calendar were approved with a change to the Minutes and further reading thereof waived:

Minutes of the Regular Meeting of September 11, 2006
Disbursements of the Revolving Fund Check Nos. 9276 – 9281 dated September 14, 2006 in the amount of \$27,549.82
Disbursements of the General Fund Check Nos. 30252 – 30272 dated September 25, 2006 in the amount of \$233,505.64

ACTION ITEMS:

Presentation of 2005-2006 Audit

Jerryl Shankland, Auditor, Brown, Lloyd & Stevenson, reviewed the draft fiscal year 2005-2006 audit with the Board.

September 25, 2006

SGVMWD

On motion of Director Love, seconded by Director Sunada, and unanimously carried, the Board approved the 2005-2006 fiscal year audit and authorized appropriate distribution.

Consider Edison and City of Azusa Power Purchase Agreements

Bob Tang, City of Azusa Utility Department, answered questions on the two power agreements with Southern California Edison and the City of Azusa.

On motion of Director Montano, seconded by Director Love, and unanimously carried, the long term power purchase agreement with the City of Azusa was approved subject to review by Attorney Lemieux.

UNFINISHED BUSINESS

Report of the Attorney

There was nothing to report.

Report on the State Water Contractors

The General Manager advised the Chief Engineer, Dee Dillon and General Manager of the Contractors Authority is leaving October 1st for another job.

Report of the General Manager

The General Manager reported that the resolution for legislature approved last month was not sent to ACWA on the advice of John O'Malley, Lobbyist, and will be handled by Lobbyist at a later date, if needed. Director Love also advised he attended a meeting of stakeholders who are working on solutions for the Santa Ana area.

The Proposition 50 IRWMP draft will be available for review after October 1st.

Report of the Assistant Manager

There was nothing to report.

DIRECTOR COMMENTS

Director Montano asked if the District could qualify for grant funding for the District's ULFT program under Proposition 50.

Director Reichenberger advised the State Water Project presentation will be December 5, 2006 at the ACWA conference.

Informational Items

- SWP Presentation by DWR 12/5/06
- SCE short run avoided cost energy price update for qualifying facilities through September 30th

ADJOURNMENT

There being no further business, upon motion made, seconded, and carried, the meeting was duly adjourned at 9:50 a.m. The next regular meeting of the Board will be on Monday, October 9, 2006, at 8:00 a.m. in the Board Room of the San Gabriel Valley Municipal Water District.

President

ATTEST:

Secretary