

**MINUTES  
BOARD OF DIRECTORS  
SAN GABRIEL VALLEY MUNICIPAL WATER DISTRICT  
REGULAR MEETING  
MONDAY, MAY 14, 2007  
8:00 A.M.**

At 8:10 a.m. on May 14, 2007, 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: Leung, Love, Montano, Paulson, Reichenberger

Directors Absent: None

**ALSO PRESENT:**

Darin Kasamoto, General Manager; David Johnson, Assistant Manager; Linda Flowers-Armour, Administrative Assistant; Wayne Lemieux, Attorney; Chet Anderson, Assistant Director of Water, City of Azusa; John O'Malley, Lobbyist, Lang Hansen O'Malley & Miller.

**PUBLIC COMMENTS ON NON AGENDA ITEMS**

There were no public comments.

**CONSENT CALENDAR:**

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

Minutes of the Regular Meeting of April 23, 2007

Treasurers Investment Report dated May 1, 2007

Financial Statements – March 2007

Disbursements of the Revolving Fund Check Nos. 9374 – 9382 dated April 26, 2007 in the amount of \$29,877.16

Disbursements of the Revolving Fund Check Nos. 9383-9389 dated May 10, 2007 in the amount of \$29,166.17

Disbursements of the General Fund Check Nos. 30731 – 30775 dated May 14, 2007 in the amount of \$709,908.47

**ACTION ITEMS:**

**20-Year Service Award – Linda Flowers-Armour**

The Board congratulated Linda for her 20 years of service that began on May 4, 1987.

## **Review 2007 proposed Legislation**

The General Manager introduced John O'Malley, Lobbyist, who reviewed the bills of interest to this District and he will continue to track and advise.

## **Annual Review of the Investment Policy**

The General Manager advised per the Administrative Code the Investment Policy is to be reviewed annually before adopting the fiscal year budget. There are no changes to the policy recommended.

On motion of Director Paulson, seconded by Director Love, and unanimously carried, the existing Investment Policy was ratified.

## **Approve Revised Minutes for July 10; August 14; and November 13, 2006**

The General Manager advised the check registers for the General Fund and Revolving Fund were reviewed to verify check number sequence. It is recommended these Minutes be revised to reflect the correct sequential check numbers for these dates in the Revolving Fund before the annual audit.

On motion of Director Leung, seconded by Director Montano, and carried by a 4/0 vote with Director Paulson abstaining, the Minutes for July 10, 2006 were revised to reflect check nos. 9244-9250; check nos. 9257-9262 on the Minutes of August 14, 2006; and check nos. 9294-9299 on the Minutes of November 13, 2006.

In addition, how to double check this in the future was discussed. The Attorney advised some agencies list the last check number used when issuing the Agenda. The Board thought listing the Revolving Check numbers on the Agenda and the first check number to be used to check number \_\_\_\_\_ (blank) for the General Fund when running those checks is after the posting of the Agenda would be sufficient and can be verified by reviewing the last check number used in the previous meeting's Minutes which are also included in the consent calendar.

## **Consider a Cost of Living Salary Adjustment for 2007-2008**

The General Manager presented the Consumer Price Index for the 12-month period ending March 31, 2007 for Los Angeles, Riverside & Orange Counties at 4% cost of living.

On motion of Director Paulson, seconded by Director Love, and unanimously carried, approving a 4% cost of living salary increase for employees excluding the General Manager effective on the first payroll following July 1, 2007 with a resolution for adoption to follow.

## **Special District LAFCO Alternate Ballot**

The General Manager presented the ballot for LAFCO Alternate Representative due to a previous tie vote.

On motion of Director Love, seconded by Director Paulson, and unanimously carried, supporting Joe Ruzicka for LAFCO Alternate Representative.

Also in the packet was a Rules ballot for Election of LAFCO Special District selection committee election procedures. This matter will be on the next Agenda for discussion.

## **UNFINISHED BUSINESS**

### **Report of the Watermaster**

Director Love reported on the latest actions taken by Watermaster at the May 2, 2007, meeting. The basin is dropping approximately a foot a week and could be less than 200 acre feet by summer and is artificially higher due to carry over storage and cyclic storage.

The City of Azusa has made a request for 3,500 acre feet for Canyon storage. 60% is Upper District and 40% is this District's. MWD is not able to deliver water at this time. A discussion ensued about making an arrangement where this District can deliver directly for Upper District on behalf of MWD and exchange it back into the District's Cyclic Storage Account.

### **Report on WQA**

Director Montano reported the WQA reviewed the annual budget and the Administrative Assessment will remain at the \$7.25.

### **Report of the Attorney**

There was nothing to report.

### **Report of the General Manager**

The General Manager reported the 60% delivery allocation is protected by the appeal filed by the Department of Water Resources.

The inquiry to the Cities regarding interest in purchasing cyclic storage water has only net a response of strong interest from the City of Alhambra to date.

The RFP's for a public relations firm have been reviewed by staff and given to the Public Information Committee today for a review and would like to interview the top three.

### **Report of the Assistant Manager**

The Assistant Manager thanked the Board for the cost of living increase.

## **DIRECTOR COMMENTS**

Director Reichenberger reported on his attendance at the ACWA Conference in Sacramento. He attended presentations on solar energy again some Districts are installing regardless of the expense. The State was also surveying should there be a storage only bond or a conveyance bond, some were in favor of a combo bond and perhaps renewed interest supporting a peripheral canal again. When educating the public there is a "storage and conveyance" problem, not a "drought" message.

## Informational Items

- Tribune article 4/24/07 "*Tap into water cleanup funds*"
- City of Monterey Park 4/18/07 Thank you letter for participation in the Green Fest
- Pasadena Star News article "*House approves massive water projects bill*"

## ADJOURNMENT

There being no further business, upon motion made, seconded, and carried, the meeting was duly adjourned at 9:00 a.m. The next regular meeting of the Board will be on Tuesday, May 29, 2007, at 8:00 a.m. in the Board Room of the San Gabriel Valley Municipal Water District.

S/ Joseph C. Reichenberger  
President

ATTEST:

S/ John S. Leung  
Secretary