

SWEETWATER SPRINGS WATER DISTRICT
BOARD OF DIRECTORS MEETING

MINUTES*
(*In order discussed)

Board of Directors Meeting
June 7, 2012
6:30 p.m.

Board Members Present:

Victoria Wikle
Sukey Robb-Wilder
Jim Quigley
Gaylord Schaap
Richard Holmer

Board Members Absent:

(None)

Staff in Attendance:

Steve Mack, General Manager
Julie A. Kenny, Secretary to the Board

Others in Attendance:

Mike Gogna, Meyers Nave et al.
David Warner, Meyers Nave et al.
John Wanger, Coastland Engineering
Jack Miller
Bob Valentine
C.J. Skilling

I. CALL TO ORDER

The properly agendized meeting was called to Order by President Sukey Robb-Wilder at 6:32 p.m.

II. CHANGES TO AGENDA and DECLARATION OF CONFLICT (6:32 p.m.)

(None.)

III. CONSENT CALENDAR (6:33 p.m.)

Director Wikle moved to approve the Consent Calendar as submitted. Director Quigley seconded. Motion carried 5-0, except that Director Schaap abstained as to Item III-A (Minutes). The following items were approved:

- A. Approval of the Minutes of the May 3, 2012 Board Meeting
- B. Approval of Operations Warrants/Online payments/EFT payment
- C. Receipt of Item(s) of Correspondence:

IV. PUBLIC COMMENT (6:34 p.m.)

(None.)

V. ADMINISTRATIVE (6:34 p.m.)

- A. (6:34 p.m.) Discussion/Action re Rejecting All Bids for the FY 2013 CIP and Directing Staff to Rebid the Project.** The GM provided an overview of this item. Board questions ensued. Comments were made by District Counsel David Warner. Further questions ensued. Further comments were made by David Warner. Project Engineer John Wanger discussed his findings with the Board. Further questions ensued. Public comment was made by Robert Valentine of Valentine Construction. Public comment was made by Jack Miller of Valentine Construction. Board questions to Valentine ensued. Comments were made by David Warner. Further public comment was made by Robert Valentine. Board discussion ensued. Further public comment was made by Jack Miller. Board discussion ensued. John Wanger made additional comments. David Warner made additional comments. Further Board questions and discussion ensued.

Director Wikle moved to find the bid of Valentine Construction to be non-responsive. Director Holmer seconded. Motion carried 3-2, with Directors Wikle, Holmer and Robb-Wilder voting in favor and Directors Schaap and Quigley voting against.

Further Board questions and discussion ensued. John Wanger made additional comments. Further discussion ensued.

Director Wikle moved to find the bid of Piazza Construction responsive and to waive any defects or irregularities in their bid. Director Holmer seconded. Further discussion ensued. Motion carried 3-2, with Directors Wikle, Holmer and Robb-Wilder voting in favor and Directors Quigley and Schaap voting against.

Further discussion ensued. Director Wikle called the question.

Director Holmer moved to approve Resolution 12-11, Awarding the Contract for the FY 2013 Capital Improvement Project to Piazza Construction in the Sum of \$1,353,885, and Authorizing the General Manager Total Change Order Approval of \$135,389 and Single Change Order Approval up to \$25,000. Director Wikle seconded. Further discussion ensued. Motion carried 4-1, with Directors Holmer, Wikle, Robb-Wilder, and Quigley voting in favor and Director Schaap voting against.

**** A brief recess was taken at 8:40 p.m. The meeting resumed at 8:48 p.m.**

- B. (8:48 p.m.) Discussion/Action re 2014-2018 Capital Improvement Projects priorities.** The GM provided an overview of this item. Board discussion ensued. No action was taken.
- C. (9:06 p.m.) Discussion/Action re Potential debt restructuring.** The GM provided an overview of this item. Board discussion ensued. No action was taken.
- D. (9:10 p.m.) Discussion/Action re Compensation for Board members.** The GM provided an overview of this item. Discussion ensued. No action was taken.
- E. (9:23 p.m.) Discussion/Action re Crystal Communications lease.** The GM provided an overview of this item. Discussion ensued. No action was taken.

- F. **(9:24 p.m.) Discussion/Action re Rio Vista Terrace saddle failures.** This item was deferred to Closed Session.
- G. **(9:25 p.m.) Discussion/Action re Cancelling the Regular July 5, 2012 Meeting and Scheduling a Special Meeting for July 12, 2013.** This item was removed from the agenda.

VI. GENERAL MANAGER'S REPORT

This item was not discussed. The staff report covered the following items:

1. Laboratory testing
2. Water Production and Sales
3. Leaks
4. Guerneville Rainfall Chart
5. Russian River Flow at Hacienda
6. Toilet Rebate Program
7. In-House Construction Projects
8. Events
8. Gantt Chart

VII. BOARD MEMBERS' ANNOUNCEMENTS/COMMENTS (9:30 p.m.)

(None.)

VIII. CLOSED SESSION (9:30 p.m.)

At 9:30 p.m. President Robb-Wilder announced the items for discussion in Closed Session. At 9:31 p.m. the Board went into Closed Session. At 9:49 p.m. the meeting reconvened and the following actions on Closed Session items were announced:

- A. **Conference with Legal Counsel – Significant exposure to litigation pursuant to subdivision (b) of Section 54956.9. Number of cases: 1**
Direction was given to staff.
- B. **Pursuant to Gov. Code Section 54957 – Public Employee Performance Evaluation**
Title: Legal Counsel
Direction was given to staff.

IX. ITEMS FOR THE NEXT AGENDA (8:57 p.m.)

1. Dissolve Ad Hoc Budget Committee
2. CIP priorities
3. Board compensation
4. Board and GM Goals and Objectives
5. Crystal Communications lease
6. Rio Vista saddle failures

ADJOURN

The meeting adjourned at 9:52 p.m.

Respectfully submitted,

Julie A. Kenny
Clerk to the Board of Directors

APPROVED:

Victoria Wikle: _____
Gaylord Schaap: _____
Sukey Robb-Wilder: _____
Jim Quigley: _____
Richard Holmer _____