

SAN MIGUEL COMMUNITY SERVICES DISTRICT
 BOARD OF DIRECTORS
 MAY 24, 2018 REGULAR MEETING MINUTES
 MEETING HELD AT DISTRICT OFFICES
 1150 MISSION STREET
 SAN MIGUEL, CA 93451

- I. Meeting Called to Order by President Green – 6:02 p.m.
- II. Pledge of Allegiance lead by President Green.
- III. **Roll Call:** Directors Present: Green, Parent, Buckman, Sangster. Director Kalvans informed Interim General Manager Rob Roberson that he would be late, and arrived at 6:15 P.M.

District Staff in attendance: Rob Roberson, Tamara Parent, Kelly Dodds, Paola Freeman and District General Counsel Schweikert, Baral, and closed session District General Counsel Siekaly.

IV. **Adoption of Special Meeting Agenda:**

Motion by Director Parent to adopt Regular Meeting Agenda.

Seconded by Director Sangster Motion was approved by vote of 5 AYES and 0 NOES and 0 ABSENT

V. **ADJOURN TO CLOSED SESSION:**

Closed Session convened at 6:02 p.m.

A. **CLOSED SESSION AGENDA:**

1. **CONFERENCE WITH DISTRICT GENERAL COUNSEL – Existing Litigation**

Pursuant to Government Code Section 54956.9 (d)(1) Case: *Steinbeck v. City of Paso Robles, Santa Clara County Superior Court Case No. 1-14-CV-265039* and Case: *Eidemiller v. City of Paso Robles, Santa Clara County Superior Court Case No. 1-14-CV-269212*

2. **CONFERENCE WITH DISTRICT GENERAL COUNSEL-ANTICIPATED LITIGATION**

Initiation of litigation pursuant to paragraph (4) of subdivision (d) of Section 54956.9: (1 case)

3. **CONFERENCE WITH LABOR NEGOTIATORS** (Pursuant to Government Code Section 54954.5(f) and Government Code Section 54957.6)

District Representatives: District General Counsel, Director Kalvans, and Director Green.
 Unrepresented Bargaining Units: Non-Management Non-Confidential Unit and Non-Management Confidential Unit

VI. Call to Order for Regular Board Meeting/Report out of Closed Session: 7:02 P.M.
 Report out of Closed Session by District General Counsel Schweikert: Staff was given direction

VII. Public Comment and Communications for matters not on the Agenda:
 Cordelia Perry, San Miguel Resident informed the Board that there is a leak on Oak St. Barbara Berkery, San Miguel Resident would like to have a stop sign placed at 10th & K Street. She was informed that she should discuss this with the Advisory Counsel. Richard Smithens, San Miguel Resident asked that Highway Patrol was going to be available during the highway construction.

VIII. Special Presentations/Public Hearings/Other:

PUBLIC HEARING FOR THE ADOPTION OF WATER AND SEWER RATES:
 Pursuant to Article XIII (D) of the California Constitution that San Miguel Community Services District is holding a public hearing as part of the District's Board meeting to consider increasing its rates for water and wastewater services.

Interim General Manager/ Fire Chief thanked the public for attending and described what the District has done to be compliant with the Prop 218 requirements. Presentation was given on the Water & Wastewater increase by Director of Utilities and Mr. Helgenson from Bartle Wells.

Public Comment: Cordelia Perry, Owen Davis, Cyndi Vance, Eva Arebalo, Rose Ripple, Mike Sanders, Joe Peckham, Andy Vierra, and Nanette Roe, San Miguel residents voiced that they understand that the District needs to raise the rates but are against the large amount proposed by the Rate Study. These residences voiced that they would like to see more accountability by the District and Board of Directors.

PUBLIC HEARING CLOSED @ 9:16 P.M.

*Prop 218 Protest final count 269- Protest defeated rate increase discussion continued.

Board Comment: Director Buckman voiced that he feels that the proposed sewer rates are too high.

Director Sangster, fears that if the Board of Directors don't take action that they board is mitigation a solution to make the District solvent. If the increase is not put into place they are getting the District further in the hole.

Director Parent, Concurred with Director Sangster

Director Kalvans voiced that he feels that the community of San Miguel cannot afford the significant increase that the Staff has proposed and a lot of people are on fixed incomes.

Director Green voiced that the community has had a twenty-dollar water bill for a long time. Voiced that he would like the new rates to be looked at and not implemented until October 2018, he would also like to have one more unit added to the base rate.

Director Kalvans Concurred with Director Green on waiting till October 2018.

Motion by Director Kalvans to have water increase to 80%, sewer 60%, no river fee, and put a Bond on the November election for the people to vote.

Motion fails with no second.

Director Sangster voiced that the District needs to have 1.2 times the cost to get the grants that are being proposed.

Motion by Director Parent to pass Resolution 2018-19 as written

Motion fails with no second

Motion by Director Green to start new water rates at \$30.00 a year for four years, wastewater \$50.00 1st year, \$60.00 2nd year, \$70.00 3rd year, \$75.00 4th year. Tier two adding \$3.25, third tier \$5.00, fourth tier \$5.50.

Motion fails with no second

Director Buckman asked Eric Helgenson from Bartle-Wells, what the bottom cost would need to be? Mr. Helegenson explained that this rate study and changes made are the least that the District needs to raise the rates to be solvent.

Consensuses of the Board is to table/continue the Public Hearing to May 31st, 2018

IX. STAFF & COMMITTEE REPORTS:

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| 1. San Luis Obispo County Sheriff | No Report |
| 2. San Luis Obispo County Board of Supervisors | No Report |
| 3. San Luis Obispo County Planning and/or Public Works | No Report |
| 4. San Miguel Area Advisory Council | No Report |
| 5. Camp Roberts—Army National Guard (LTC Kevin Bender) | No Report |
| 6. Interim General Manager: Verbal Report updating the Board of | |
| 7. Board Comment: None | |
| Public Comments: None | |
| 8. District General Counsel: Presented by Counsel White. ChurchwellWhite, LLC. has nothing new to report. | |
| Board Comments: None | |
| Public Comments: None | |
| 9. District Engineer: Written report submitted as is. Blaine Reely asked for any questions. | |
| Board Comments: None | |
| Public Comments: None | |

10. Director of Utilities: Written report submitted as is. Director of Utilities Kelly Dodds asked for any questions.

Board Comment: None

Public Comments: None

11. Fire Chief: Fire Chief Rob Roberson, updates the Directors Fire Department calls

Board Comments: None

Public Comment: None

X. CONSENT ITEMS:

Director Kalvans pulls Item # 2 for review. Fire Chief Rob Roberson explains that the tax and small modification was not added to last resolution and wanted to bring back to the Board for clarification.

Motion by Director Sangster to Approve consent Item #2

Seconded by Director Kalvans. Motion was approved by Vote of 5 AYES and 0 NOES and 0 ABSENT.

1. Review and Approve Board Meeting Minutes
 - a) 03-22-18 Special Meeting Minutes
 - b) 04-26-18 Regular Meeting Minutes
2. Review and Approve **revision** to **Resolution 2018-12**, from Amount not to exceed \$9,950.00 to not to exceed \$10,698.19 for purchase of high pressure pump system from Micro Droplet Systems.

Motion by Director Parent to Approve consent item #1

Seconded by Director Kalvans. Motion was approved by Vote of 5 AYES and 0 NOES and 0 ABSENT.

XI. BOARD ACTION ITEMS:

1. **Review, Discuss, Receive and File the Enumeration of Financial Report for March 2018**

Item presented by Interim General Manager Rob Roberson explaining that this item is in the action items for discussion. Asked for any questions.

Board Comments: None

Public Comments: None

Motion by Director Kalvans to Receive and File the Enumeration of Financial Report for April 2018

Seconded by Director Sangster. Motion was approved by Vote of 5 AYES and 0 NOES and 0 ABSENT.

2. Consider Adoption of Resolution No. 2018-15 Adopting the FY 2018-19 Operations and Maintenance Budget.

Item postponed to next regular meeting June 28, 2018

3. Review and adopt Resolution 2018-18 increasing connection fees for water and wastewater based on the recommendation by Bartle Wells. New connection fees would be effective July 1st, 2018

Item postponed to next regular meeting May 31, 2018 Special Meeting

Board Comment: None

Public Comments: Laverne Buckman, San Miguel Resident would like to have clear definitions with the new Connection Fees.

4. Review and Discuss the existing District purchasing policy and procedure manual.

Item postponed to next regular meeting June 28, 2018

Board Comment: None

Public Comment: None

5. Review timeline of water and wastewater projects in process and future projects.

Item Tabled

Board Comment: None

Public Comment: None

Director Parent left meeting due to work schedule @ 11:04 P.M

6. Review and Discuss Public Surplus list, declaring items on the list as surplus and authorizing staff to dispose of them in accordance with the District's Surplus equipment policy.

Item presented by Interim General Manager/Fire Chief Rob Roberson, updating the Board on Surplus items.

Board Comment: None

Public Comment: None

Motion by Director Sangster to declaring items on the list as surplus and authorizing staff to dispose of them in accordance with the District's Surplus equipment policy.

Seconded by Director Kalvans. Motion was approved by Vote of 4 AYES and 0 NOES and 1 ABSENT.

7. Consider Adoption of Resolution No. 2018-17 Authorizing the Abatement of Weeds Within the District Boundaries.

Item presented by Interim General Manager/Fire Chief Rob Roberson asking for any objections to the "Notice to Remove, Destroy, and/or Abate Vegetation, Rubbish and Debris", overrule any objections and adopt Resolution No 2018-17 authorizing Fire Chief to have weed abatement work performed.

Board Comment: None

Public Comment: None

Motion by Director Kalvans, Adoption of Resolution No. 2018-17 Authorizing the Abatement of Weeds Within the District Boundaries.

Seconded by Director Sangster. Motion was approved by Vote of 4 AYES and 0 NOES and 1 ABSENT.

XII. BOARD COMMENT:

Director Kalvans asked about getting support from the Directors to send in a letter to support the San Luis Obispo ban on Styrofoam containers.

Director Green asked about the leak in front of his driveway. Director of Utilities Kelly Dodds explained that it was scheduled to be fixed tomorrow, if everything goes well.

XIII. ADJOURNMENT TO NEXT MEETING MAY 31st. : 11:24 P.M.