

NIPOMO COMMUNITY SERVICES DISTRICT

Celebrating 40 - Years of Service 1965 - 2005

MINUTES

REGULAR MEETING

MARCH 23, 2005 9:00 A. M.

BOARD ROOM 148 SOUTH WILSON STREET, NIPOMO, CA

BOARD of DIRECTORS

LARRY VIERHEILIG, **PRESIDENT**
ED EBY, **VICE PRESIDENT**
MICHAEL WINN, **DIRECTOR**
CLIFFORD TROTTER, **DIRECTOR**
JUDITH WIRSING, **DIRECTOR**

PRINCIPAL STAFF

MICHAEL LEBRUN, **GENERAL MANAGER**
LISA BOGNUDA, **ASSIST. ADMINISTRATOR**
DONNA JOHNSON, **BOARD SECRETARY**
JON SEITZ, **GENERAL COUNSEL**
DAN MIGLIAZZO, **UTILITY SUPERVISOR**

A. CALL TO ORDER AND FLAG SALUTE

President Vierheilig called the meeting to order at 9:00 a.m. and led the flag salute.

B. ROLL CALL

At Roll Call, the following Board members were present: Directors Wirsing, Trotter, Eby and Vierheilig. Director Winn arrived at 11:00 a.m. prior to the commencement of Item L-1.

C. PUBLIC COMMENT PERIOD PUBLIC COMMENT

The following members of the public spoke:

Bill Denneen, outside District resident – thanked the Board for being involved in the community as John and Carol Bowen have long been. He also asked the Board to stop the leap frog development next to Nelson Hay (Maria Vista).

Director Wirsing stated that she has voted three times (in Closed Session) against the project mentioned by Mr. Denneen.

Director Eby stated he was not on the Board when the development was approved and he agrees with Mr. Denneen.

Director Trotter stated that there is a gathering for John Bowen at Blacklake Activity Center, Saturday, March 26 at 1:30 p.m.

Director Trotter introduced George Billinger who is a member of the Blacklake Homeowner's Association.

D. CONSENT AGENDA

D-1) WARRANTS [RECOMMEND APPROVAL]

D-2) BOARD MEETING MINUTES [RECOMMEND APPROVAL]
March 10, 2005, Regular Board meeting

The Directors mentioned several changes in the Minutes for March 10, 2005. The Directors asked about the annual fee of the website and the total for Mr. Davis' services.

Upon motion of Director Eby and seconded by Director Wirsing, the Board unanimously approved the Consent Agenda with amendments in the Minutes. Vote 4-0.

E. MANAGER'S REPORT

Michael LeBrun, District General Manager, reviewed the following subjects:

Irrigation meter replacement program on-going in Blacklake Division.

Shut down Monday on the south side of District for a tie-in on Division and South Frontage.

Dissolved Oxygen levels at the Southland wastewater plant have improved. Surface aeration method has been implemented.

Draft pipeline study has been given to the Board for review. A committee meeting with the consultant needs to be set.

Next Board meeting will be April 13. There are several requests for water. A report will be given on the allocation of water so far this water year.

The Finance Sub-Committee needs to meet concerning the budget.

The annexation sub-committee will be meeting Friday, March 25.

MINUTES

F. COMMITTEE REPORTS

Director Eby mentioned that the Area 1 Ad hoc Annexation Committee will be meeting Friday, March 25.

G. DIRECTOR'S COMMENTS

Director Wirsing requested an accounting of the allocation given for Intent-to-Serve letters. President Vierheilg reminded the Board to have items for the Board's Vision Retreat to Mr. LeBrun by April 6th.

H. CLOSED SESSION ANNOUNCEMENTS

Jon Seitz, District Legal Counsel, was unable to attend today's meeting, therefore, there was no Closed Session. There was no public comment on the proposed Closed Session.

At 9:40 a.m. President Vierheilg called a recess until 11:00 a.m.

L. ADMINISTRATIVE ITEM

L-1) RATE STUDY WORKSHOP

At 11:00 a.m. the Board came back into session. All Directors were present.

Mr. Robert Reed presented information to the Board concerning the setting of water, sewer and capacity rates for the District. The Board discussed the presentation and provided feedback and direction to staff.

Upon motion of Director Eby and seconded by Director Trotter, the Board agreed to have Mr. Reed develop a two-tiered water rate structure for the Town and Blacklake Division, similar to current rate structure with a step increase at 40 billing units, that meets the District's revenue needs.

Vote 4-1 with Director Winn voting no.

Additionally, the Board directed staff to:

- Proceed with development of a water rate structure for new customers that includes a "buy-in" fee based on supplemental water costs and existing infrastructures.
- Proceed with development of a uniform water commodity rate for multi-family and non-residential customers
- Develop commercial sewer connection fees based on water meter size versus the current "DUE" process
- Proceed with development of a sewer rate for commercial customers based on water usage.

ADJOURN

President Vierheilg adjourned the meeting at 4:00 p.m.

THE NEXT REGULAR BOARD MEETING IS APRIL 13, 2005