

**NORTH MARIN WATER DISTRICT
MINUTES OF REGULAR MEETING
OF THE BOARD OF DIRECTORS
July 5, 2005**

CALL TO ORDER

President Baker called the regular meeting of the Board of Directors of North Marin Water District to order at 7:30 p.m. at the Dance Palace, Point Reyes Station, CA and the agenda was accepted with minor sequence changes. Present were Directors Jack Baker, Rick Fraites, Steven Petterle, Dennis Rodoni and John Schoonover. The General Manager was absent. Also present were Auditor-Controller David L. Bentley, Chief Engineer Drew McIntyre and Acting Secretary Sue Kessler.

District employees Mike McMaster (Operations Superintendent), Robert Clark (Facilities Maintenance Superintendent), Mr. Sig Hansen (SPH & Associates) and eight people were in the audience at the beginning of the meeting.

MINUTES

On motion of Director Petterle, seconded by Director Baker and unanimously carried, the Board approved the minutes from the previous meeting as presented.

GENERAL MANAGER'S REPORT

Mr. Bentley stated that the General Manager was absent but had asked that the Board be provided with following information:

Trout Unlimited

Mr. Bentley reported that General Manager Chris DeGabriele met with legal counsel for Trout Unlimited (TU) on June 22, 2005, regarding NMWD's West Marin water rights. Mr. DeGabriele received TU's assurance that they will support NMWD in encouraging the Department of Fish and Game to drop their protest against perfecting the water rights that NMWD purchased from Giacomini. Mr. Bentley stated that part of the settlement agreement with TU allows for some of NMWD's junior water rights to be left as instream use for fish, leaving the senior water rights for public use.

Meeting with Inverness Public Utility District and National Park Service

Mr. Bentley reported that on July 13, 2005, Mr. DeGabriele would be meeting with both the Inverness Public Utility District and the National Park Service regarding the green waste composting issue.

Meeting in Sacramento with State Revolving Fund

Mr. Bentley also reported that on July 13, 2005, he would be going to Sacramento with Mr. DeGabriele and Drew McIntyre for a meeting regarding NMWD's State Revolving Fund loan for the recycled water treatment plant. Mr. Bentley stated that the District has received assurances that SRF money will be forthcoming.

Oceana Marin Homeowner's Association

Mr. Bentley reported that on July 16, 2005, Mr. DeGabriele would be attending the semi-annual Oceana Marin Homeowner's Association meeting.

OPEN TIME

President Baker asked if anyone in the audience or staff wished to bring up an item not on the agenda and the following items were discussed:

Worker's Compensation Insurance

Mr. Bentley reminded the Board that the District had been self-insured for worker's compensation insurance since July 2004. He reported that he had recently received a proposal to provide excess worker's compensation coverage which would protect the District from any claim exceeding \$750K. He noted that the District had never had a claim that large, but such excess insurance coverage would provide a stop-loss. Mr. Bentley further reported that the premium for such coverage was \$36K, and noted that he had several insurance consultants reviewing the proposal to advise the District on whether or not it would be worthwhile.

West Marin Housing

Mr. Michael Mery, a Point Reyes Station property owner present in the audience, commented that he felt it was apparent that the NMWD Board was aware of the housing problem in West Marin, in view of the District's purchase of staff housing. He noted that the houses were originally meant to be for low- to moderate-income purchasers. Mr. Mery stated he was curious as to why the District's connection fees to EAH/non-profit housing were charged at the same rates charged to developers, knowing that those costs would ultimately be borne by the tenants of those houses. Mr. Mery stated he wondered if the NMWD Board would entertain the possibility of lowering those fees.

Director Baker responded that the District has consistently not made any reduction in connection fees to any development project, and noted that the charges were "the same for everybody."

Mr. Bentley commented that a number of non-profit agencies with similar programs have come before the Board over the years asking for discounts for their particular program. He noted that those programs were certainly well-intentioned and well-merited, but stated that in order to cover the District's connection costs, if the fees were lowered for some groups, they in turn would have to be raised for other groups.

Mr. Mery then suggested that the Board at least entertain the idea that those fees can legitimately be seen in relation to a group's ability to pay them, and noted that a "one size fits all" fee system does not seem to be an appropriate solution.

Director Baker thanked Mr. Mery for his comments.

Olema Tank Replacement

Mr. McIntyre gave a brief update to the Board on the Olema Tank Replacement Project. He commented that the contractor was today placing the concrete for the roof slab, and noted that the project is on schedule. He reported that the project should be ready for water testing sometime in late August, and it is hoped to have the tank online no later than the middle of September, as per schedule.

Black Point Recycled Water Project

Mr. McIntyre also commented on the Black Point Recycled Water Project, and reported that the bid results have been received. He noted that bid opening was held on June 30, 2005, and that the engineer's estimate was \$3M, which does not include a 10% contingency fee. He reported that the low bid was \$3.1M. Mr. McIntyre commented that only four bids were received, but noted that it is a very busy market with lots of projects out for bid. He noted that he was pleased that the District had received the four bids, and noted that the second-lowest bid was \$3.3M.

Mr. McIntyre further noted that the District is continuing to work with the Black Point Partnership (BPP) on the culmination of the Recycled Water Service Agreement. He stated that there is a maximum 60-day window between bid opening and bid award, and stated that he hopes to still be able to execute an agreement with BPP and get the project moving forward no later than the end of August.

Retirement of Engineering Services Representative

Mr. McIntyre reported to the Board that Barbara Netter, the District's Engineering Services Representative, had given notice of impending retirement. He stated that everyone wishes her well, and commented that she would be missed. He noted that she had done an excellent job at her

position and was a pleasure to work with.

WEST MARIN ITEMS:

HEARING: WEST MARIN WATER FY 05/06 BUDGET

President Baker opened the public hearing on the West Marin Water Budget for FY 05/06 and invited comments from the audience.

Mr. Bentley noted that there were two actions for the Board to consider: (1) approval of the rate increase, and (2) adoption of the West Marin Water System Budget. Mr. Bentley noted that a 6% water rate increase is proposed for most West Marin customers; in addition, 61 customers in the West Marin water system, who used over 20,000 cubic feet (150,000 gallons) of water during 2004, had received a personalized letter and chart alerting them to the proposed Conservation Incentive Rate (CIR), now before the Board for consideration. Mr. Bentley commented that for the past several years, the District has heard from several West Marin customers that they would like to see a tiered rate structure adopted, and that recommendation of the Conservation Incentive Rate is in response to those requests. He stated that the CIR is aimed toward those customers whose water usage is more than three times that of the typical customer. Mr. Bentley noted that the District received six phone calls in response to the mailing: three customers were borderline in terms of using more than 7,500 cf per bimonthly billing period, and believed that they would be able to remain under that limit; two customers requested a free water audit from the District; and one customer questioned why the CIR was being implemented at this time.

Mr. Bentley further explained that the 6% rate increase was being implemented because operating costs and expenses were significantly higher over the past year, up about \$100K, or 33%. He noted there had been a number of problems with the Point Reyes Treatment plant, problems involving the telemetry system, and there had been several major leaks in the West Marin system.

In regard to the West Marin Budget, Mr. Bentley noted that there were three significant Improvement Projects in the upcoming budget: \$213K to complete the 150,000-gallon, concrete Olema Tank; \$50K for design of upgrades and enhancements to the Point Reyes Treatment Plant; and \$50K to place a compound meter at Point Reyes National Seashore. In response to a question from audience member Ken Drexler, Mr. Bentley explained that a compound meter is designed with a small orifice for normal flow, but had a second orifice large enough to allow for fire use.

Mr. Bentley further reported that the West Marin five-year financial plan shows an inter-District loan from Novato of \$274K during the coming year to be used to complete the budgeted improvement projects. He noted that the West Marin water system has exhausted its cash reserves

as of June, 2005, and it was necessary to borrow funds from the Novato system in order to complete the Improvement Projects. Mr. Bentley commented that over the next five years, the West Marin system would be borrowing \$1.2M, which would be repaid at the interest rate earned on the District's portfolio (currently 2.8%) plus \$50 per month. He further noted that two additional significant projects, not included in the long-range financial plan, were (1) improvements needed for the Point Reyes Treatment Plant itself, and (2) construction of the Gallagher Pipeline, further upstream on Lagunitas Creek, to protect the system from salinity intrusion.

Finally, Mr. Bentley noted that even with the proposed increases, the typical West Marin water system customer would continue to see an annual water cost below that of other coastal area residents.

Ms. Ellen Serber, a West Marin resident, informed the Board that she had received one of the letters regarding the CIR. She commented that at least one acre of her property was devoted to growing vegetables, as well as several acres devoted to livestock. Ms. Serber noted that the letter made reference to "the median household" in the West Marin area, and questioned whether the calculation had taken into account that approximately 40% of the residences in West Marin are vacant at any given time. She commented that it was "highly important" that that the District considers that many West Marin residents are weekend- and vacation-only users.

Ms. Serber further commented that for the past year, there had been a great deal of confusion regarding the reading of meters in West Marin. She questioned how the District could base a median usage on incorrect readings. She cautioned that if the District desires to set up rates for excessive use, it should do so based on authentic, correct information, and not just "throw out" a rate increase simply to generate cash. She suggested finding out which houses are actually occupied and which stand vacant or are used as vacation homes, and using as a median those homes which are occupied on a full-time basis.

Mr. Bentley acknowledged that there had in fact been several meter reading errors last year, and commented that 37% of West Marin users had been overbilled and received refunds, and 11% of customers were underbilled due to misreads and received adjustments. He explained that the median user figures were based on a 7-year consumption study, and noted that the typical West Marin customer uses 9,400 cubic feet annually, and that figure has remained fairly consistent for several years. He further explained that the median bimonthly figure of 2,400 cubic feet was used because, as stated in Regulation 1, when a new customer asked to be hooked up into the system, that figure is the water entitlement that the customer buys with their connection fee. He noted that a small amount of customers are using significantly more water than they are "entitled" to, and

explained that the rate has been calculated as an attempt to “lease” customers an additional water entitlement over and above that which they’ve purchased. Mr. Bentley further noted that the rate increase is not a revenue-generating program, but rather to encourage customers to review their water consumption and reduce their usage.

Mr. Mery commented that he applauded the District in trying to address a tiered rate structure. He further commented that within the District’s West Marin service area, the occupancy rate is highly variable, and noted that within Point Reyes Station, there were very few part-time occupants, but that in other areas, such as Paradise Ranch Estates, two-thirds or more of the dwellings were occupied by part-time residents.

Mr. Ken Drexler, a part-time West Marin resident, also applauded the District for adopting the Conservation Incentive Rate. He suggested that the District might determine West Marin median water usage by looking at Point Reyes and eliminating data from other West Marin areas that have a high proportion of use by “weekenders.” Mr. Drexler further complimented the Board and the District for adopting a reasonable inter-District loan rate policy, and commented that the present plan prevents penalizing the Novato system for subsidizing the West Marin system, and at the same time prevents West Marin from becoming a “profit center” for Novato.

Mr. Drexler commented that he was sorry that the District would be losing long-time secretary Joyce Arnold to retirement, but stated that he wished her well.

President Baker closed the public hearing.

Director Rodoni thanked Mr. Bentley for his work on the budget and rate proposals. He stated he felt that the rate increases were quite reasonable, considering the improvement programs which the District has undertaken in West Marin (tanks in PRE, Point Reyes Station and Olema). Director Rodoni further stated that he has been a long-time supporter of both the CIR and tiered rates, and believes that they are essential for water conservation, especially in West Marin. He stated that he felt that the high-use limit, set at three times normal use, was reasonable and could always be adjusted at a later date if necessary.

Director Schoonover commented, in reaction to questions from the public, that he felt sure that the CIR and tiered rates were a good start to water conservation.

Director Fraites stated that the comments regarding the summer rentals and occupancy rates in West Marin made a good point. He suggested that the District take a look at whether or not this situation merited investigation. Mr. Bentley stated that it was something that could certainly be done, and commented that the Board can set the water use threshold at any point. He further noted

that as a comparison, Inverness Public Utility District has its threshold set at 6,000 cf, at a rate of \$14.73, which is below NMWD's threshold of 7,500 cf, with a peak rate of \$8.58.

The Board took the following actions:

(1) On motion of Director Schoonover, seconded by Director Rodoni and unanimously carried, the Board approved Resolution 05-24 entitled "Resolution of the Board of Directors of North Marin Water District Amending Regulation 54 – Water Rates" effective August 1, 2005.

(2) On motion of Director Schoonover, seconded by Director Rodoni and unanimously carried, the Board adopted the FY 05/06 West Marin Water Service Operating and Improvement Projects budget as presented.

HEARING: OCEANA MARIN SEWER FY 05/06 BUDGET

President Baker opened the public hearing on the Oceana Marin Sewer Budget for FY 05/06.

Mr. Bentley reported that no rate increases were proposed for Oceana Marin this year, and that staff received no comments on the proposed budget. He noted that Oceana Marin Sewer fully repaid its loan from the Novato Water System in February 2005, and commented that it was the first time since 1989 that the OM Sewer System has been free of debt. He further reported that the five-year financial plan assumes that in the following fiscal year (FY 06/07), Governor Schwarzenegger will follow through on his commitment to restore the ad valorem tax money borrowed from Oceana Marin.

President Baker requested comments from the public regarding the proposed budget and rate increase and hearing none, closed the public hearing.

On motion of Director Rodoni, seconded by Director Petterle and unanimously carried the Board adopted the FY 05/06 Oceana Marin Sewer Service Operating and Improvement Project Budget as presented.

APPROVE: EMERGENCY INVERNESS INTERTIE AND COOPERATIVE SERVICES AGREEMENT

Mr. Bentley explained that the need for an update to the subject agreement was determined in the fall of 2003 when a customer whose property is adjacent to the intertie line approached the Inverness Public Utility District (IPUD) for water service and was refused. He stated that the customer then approached NMWD who determined that the property was north of the valve that interties the two water systems. Mr. Bentley noted that the new agreement combines the 1982 Intertie Agreement and the 1984 Cooperative Services Agreement with IPUD. Mr. Bentley reported

that the new agreement: clarifies Intertie facility ownership, operation and maintenance; allows for future relocation of the Intertie; enables delivery of emergency water supply and payment thereto; and provides for cooperation between the two districts, especially during times of emergency. He noted that the agreement has already been executed by IPUD's Board of Directors.

Director Baker asked whether or not there was a boundary between the two districts, and stated he thought that the valve would be located right at the boundary line. Mr. Ken Fox commented that the valve is indeed not on the line, but is in fact located to the south. Mr. Bentley added that the customer's property was located north of the valve, but south of IPUD's service territory.

On motion of Director Schoonover, seconded by Director Fraites and unanimously carried, the Board adopted the Emergency Inverness Intertie and Cooperative Services Agreement with Inverness Public Utility District.

INFORMATION: POINT REYES WATER TREATMENT PLANT UPGRADE STUDY – ADMINISTRATIVE DRAFT

Mr. McIntyre informed the Board that Mr. Sig Hansen (SPH & Associates) was present to give an overview of SPH's report on the Point Reyes Water Treatment Plant (PRWTP) Upgrade Study. He noted that the District has completed various studies and evaluations for the water supply, storage and pipeline needs in the West Marin service area. The most recent of these studies were Long-Range Master Plan, Brelje & Race, 2001 and Pt. Reyes Water Treatment Plant Backwash Water Study, Brelje & Race, 2004, and the Lagunitas Creek Salinity Intrusion Study prepared jointly by the District and Soldati Engineering Services in 1997. Mr. McIntyre commented that the 2001 Plan recommended that the District continue to monitor salinity levels to determine if and when the Gallagher Well and Pipeline Project would need to be constructed to address salinity concerns. The 2001 Plan also identified that the current treatment capacity of 550 gpm was adequate to service existing demands, but noted that improvements would be needed in the future to address continued growth within the West Marin service area. Mr. McIntyre also reported that a summer 2004 water leak at the National Park Service Pt. Reyes National Seashore reaffirmed the need to both short- and long-term improvements in both water supply and treatment.

Mr. McIntyre stated that staff had received Board authorization during the FY04-05 budget year to perform a Pt. Reyes Water Treatment Plant Upgrade Study to evaluate alternatives to upgrade and improve the PRWTP.

Mr. McIntyre then introduced Mr. Sig Hansen, who shared a PowerPoint presentation with the Board. During his presentation, Mr. Hansen reiterated several points made by Mr. McIntyre: that

the existing facilities are presently meeting treated water requirements but are in need of improvement; that increasing summer water demands are placing a strain on the existing facilities; and that additional filtration capacity is required to provide redundant back-up service to reduce the possibility of a supply interruption during the summer months.

Mr. Hansen further noted that the study evaluated alternatives to meet both short- and long-term requirements, and also considered four possible sites for a new facility and evaluated three water treatment process alternatives. Dependent upon which treatment process is selected and which location is chosen for a future treatment plant, total project development costs could range from \$2.8M to \$4M. Mr. Hansen commented that this study should be regarded as a planning effort to be used by the District to guide activities to upgrade and improve water supply facilities in the Pt. Reyes Service Area.

Director Fraites questioned whether current zoning restrictions would allow for any new construction for one of the proposed treatment plant sites. Mr. Hansen replied that the study had only looked at actual physical conditions, but commented that zoning would certainly have to be taken into consideration.

Director Rodoni commented that in the past, there have been discussions about using the Gallagher Well as a blending well to reduce salinity, and assuming that was feasible, suggested that might be a path forward to addressing salinity issues. Mr. Hansen responded that Gallagher certainly could be used as a blending well, but stated that he believed that the well's capacity (130 gallons per minute) did not allow for much potential use as such. Mr. McIntyre commented that the actual capacity was about 170 gpm, and noted that it is possible to construct additional wells at this site.

Mr. McIntyre requested that the Board keep this item for review and to bring any questions or comments to the next Board meeting.

Director Baker thanked Mr. Hansen for attending the meeting in West Marin and for presenting his findings to the Board.

Mr. Hansen and Mr. Drexler left the meeting.

NOVATO ITEMS

CONSENT CALENDAR:

Item 7 (Vallejo Avenue Main Extension – O'Hanrahan and Wigert) and Item 8 (Mesa Road Apartments) were removed from the consent calendar to be discussed during the West Marin portion of the meeting.

WATER AGREEMENTS

Vallejo Avenue Main Extension – O’Hanrahan and Wigert

Mr. McIntyre reported that the project is located west of Portola Avenue on the subject street in Inverness Park, and consists of extending an existing 6” water main by approximately 1,020 feet to supply water to two properties on the western end of Vallejo Avenue. The Water Service Application was submitted by Ms. Brigid O’Hanrahan, owner of 240 Vallejo Avenue. Mr. Bill Wigert, owner of the adjacent property is also interested in water service and both parties are requesting a domestic water service for their respective properties. Mr. McIntyre noted that Mr. Wigert’s property would remain on the existing septic sewer system, while Ms. O’Hanrahan’s property would have a new septic system installed during the construction of her new home.

Mr. McIntyre applauded both parties for their efforts to cooperatively work together to get the extension funded. He noted that pursuant to NMWD regulations (Regulation 30), because this is a water main extension which could possibly benefit other parcels in addition to these two applicants, the project is eligible for an estimated reimbursement of up to approximately \$75K over a ten-year period, but cautioned that this amount is contingent upon the amount of money coming into the reimbursement program over that ten-year period.

Director Rodoni stated that it was his understanding that should any changes in the reimbursement policy take place, the applicants would also benefit from any changes. Mr. Bentley replied that any reimbursement fund money that comes in over a ten-year period would certainly benefit the applicants.

On motion by Director Fraites, seconded by Director Rodoni and unanimously carried, the Board authorized Resolution 05-25 entitled “Authorization of Execution of Water Service Facilities Construction Agreement with Brigid O’Hanrahan and Bill Wigert.”

Mesa Road Apartments

Mr. McIntyre reported that the Mesa Road Apartments is located at 505 Mesa Road in Point Reyes Station. The project consists of converting the historic Foresters Hall into four apartments and two offices. He noted that proposed water facilities for the building include a 1-1/2” backflow device for the fire sprinkler system and a 1” domestic water service, and that the existing 3/4” service will be killed after the new 1” service is online. The Marin County Fire Department has determined that no new fire hydrant is required for this project, and that the existing residential fire hydrant adjacent to the building meets fire flow requirements. Mr. McIntyre noted that projected water usage for the renovated building is 4 EDUs and that the applicant will be credited 1 EDU for

the existing water service. The property will remain on a septic sewer system.

On motion by Director Rodoni, seconded by Director Fraites and unanimously carried, the Board authorized Resolution 05-26 entitled "Authorization of Execution of Water Service Facilities Construction Agreement with Stephen Marshall."

At this point, most of the audience members left the meeting.

On the motion of Director Schoonover, seconded by Director Petterle and unanimously carried the following remaining items were approved on the consent calendar:

New Beginnings Employment and Training Facility

The subject project is located at 1399 North Hamilton Parkway, in Hamilton Field, and consists of construction a 32-unit affordable studio apartment complex, food service employment/training center and an administrative office, totaling 23,096 square feet. He noted that normal pressure Zone 1 water will be supplied to these facilities from Amaroli Tank, and that sanitary sewer service will be provided by Novato Sanitary District.

The Board authorized Resolution 05-27 entitled "Authorization of Execution of Water Service Facilities Construction Agreement with Homeward Bound of Marin."

Novato Advance Summer Advertorial Series

The District has received a quote from the Novato Advance to place four summer advertorial pieces in the weekly paper similar to the 2004 campaign. Total cost will not exceed \$690 and will focus on water conservation issues.

The Board authorized the General Manager to produce and place the four advertorials with the Novato Advance for an amount not to exceed \$690.00.

Water Conservation Bill Insert, July and August 2005

The District has produced a bill insert to be sent to all Novato customers. The insert is meant to remind customers to use water efficiently in the summer and to advertise the District's available water conservation programs. Cost for producing the inserts will be funded through the 2004/2005 Water Conservation Budget (\$1,798).

The Board authorized staff to insert the Water Conservation Bill Stuffers in District water bills starting in July 2005.

Group Life Insurance Renewal

The District's benefit package includes a group life insurance policy for regular employees with a benefit equal to their annual salary. The group life benefit also includes an accidental death and dismemberment policy. Staff asked ISU-McNeil Insurance Agency in Novato, the broker for the District's group life policy going back to 1957, to survey the current market for the District's group life insurance renewal. Based on McNeil's survey of nine insurance carriers, Jefferson Pilot came in with the lowest cost at \$2.52/\$1,000, a 9% decrease from the District's expiring policy.

The Board authorized the Auditor-Controller to renew the Group Life and Accidental Death and Dismemberment Insurance agreement with Jefferson Pilot at a rate of \$2.52 per \$1,000 of payroll for a two-year period commencing August 1, 2005.

Wild Horse Valley Zone 3 Tank #2 Project – License Agreement With Marin County Open Space

Director Petterle requested that this item be removed from the consent calendar for the purpose of conducting a separate vote.

On motion of Director Schoonover, seconded by Director Fraites and carried by the following vote the Board authorized the General Manager to execute the License Agreement with Marin County Open Space District for water pipelines crossing a portion of the Verissimo Hills Open Space Preserve.

AYES: Directors Baker, Fraites, Rodoni and Schoonover

NOES: Director Petterle

ABSTAIN: None

ABSENT: None

Disbursements

The Board authorized payroll and accounts payable vouchers totaling \$528,544.76 and estimated overheaded payroll for July of \$263,000.

Director Rodoni briefly left the meeting.

ACTION CALENDAR

APPROVE: CONSULTANT SUPPORT (BLANKINSHIP & ASSOCIATES) FOR NMWD COMPLIANCE WITH STATEWIDE GENERAL NATIONAL POLLUTANT DISCHARGE ELIMINATION SYSTEMS (NPDES)

Mr. McMaster noted that on July 16, 2004, the NMWD Board had approved a Notice of Intent to comply with the newly-enacted requirements by the California Regional Water Quality Control Board to participate in a general statewide permit for the continued use of aquatic

pesticides in California waters for Stafford Lake. He noted that this began the process for public review of NMWD's CEQA and Aquatic Pesticide Application Plan for compliance with the statewide NPDES general permit. He also noted that on June 1, 2005, the State Board approved the inclusion of North Marin Water District to its list of statewide agencies under the provisions of the general permit. Mr. McMaster reported that some one-time essential tasks must be completed to ensure compliance with the general permit, and commented that staff requested a proposal from Blankinship and Associates for completing those tasks.

On motion of Director Fraites, seconded by Petterle and unanimously carried, the Board approved this proposal including the retainer for the not-to-exceed amount of \$10,500.

APPROVE: SET SPECIAL MEETING FOR CLOSED SESSION IN ACCORDANCE WITH CALIFORNIA GOVERNMENT CODE SECTION 54957, GENERAL MANAGER PERFORMANCE EVALUATION

On motion of Director Fraites, seconded by Petterle and unanimously carried, the Board set a special meeting for closed session to be held on Tuesday, July 12, 2005 at 7:00 p.m. at the District's Administrative Office for the purpose of the General Manager's performance evaluation.

INFORMATION ITEMS:

NORTH BAY WATERSHED ASSOCIATION MEETING (JULY 1, 2005)

The Board received the agenda and information from the North Bay Watershed Association meeting held on July 1, 2005 at the Novato Sanitary District.

WATER ADVISORY COMMITTEE MEETING (JUNE 27, 2005)

The Board received information from the Water Advisory Committee meeting held on June 28, 2004. Mr. DeGabriele's memo indicated that the WAC has approved the final draft of the Extended MOU and Final Draft Restructured Water Supply Agreement. The memo further noted that Mr. DeGabriele had asked John Nelson to attend a workshop with the NMWD Board on Tuesday evening, July 26, 2005, to review both the Extended MOU and Draft Restructured Water Supply Agreement. All Board members indicated that they would be available on this date.

CALIFORNIA WATER PLAN UPDATE (BULLETIN 160-05)

The Board received information from the General Manager on the California Water Plan highlights. In his memo, the General Manager noted that the document is also "A Framework for Action" and is very similar in content to the recently-distributed ACWA "No Time to Waste – A Blueprint for California Water."

MISCELLANEOUS:

The Board received the following pieces of miscellaneous information: Delta Down and Out? and ACWA Memorandum, June 23, 2005.

The Board also received the following news article: Top Posts Filled by Familiar Faces (6/23/05).

ADJOURNMENT

President Baker adjourned the meeting at 9:18 p.m.

Submitted by

Sue Kessler
Acting District Secretary

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