



**SPECIAL MEETING MINUTES
OF
BOARD OF DIRECTORS
MONTECITO WATER DISTRICT
583 SAN YSIDRO ROAD
MONTECITO, CALIFORNIA**

**WEDNESDAY, MAY 30, 2018
9:30 A.M.**

1. CALL TO ORDER, ROLL CALL, DETERMINATION OF QUORUM

President Morgan called the meeting to order at 9:30 a.m.

Directors Present:

Directors W. Douglas Morgan, Tobe Plough, Richard Shaikewitz, and Floyd Wicks

Directors Absent:

Director Samuel Frye

Staff Present:

Nick Turner, General Manager
Daryl Smith, Business Manager
Bob Cohen, General Counsel

Marla Perez, Finance Specialist
Chad Hurshman, Treatment Supervisor
Lois Werner, Recording Secretary

Guests Present:

Bob Hazard, Montecito Journal
Vicki Hazard, District Customer
Sam Leno, District Customer

Pamela Leno, District Customer
Ken Coates, District Customer

2. PUBLIC FORUM

There were no members of the public present who wished to speak on matters not on the agenda.

3. DISTRICT BUSINESS

A. INFORMATION ONLY: Fiscal Year 2018/19 Budget Workshop

Mr. Smith and Mr. Turner presented the budget for FY 2018/19 and responded to questions from Directors and members of the public. The Board provided input for the final budget, to be adopted at the June 26, 2018 regular meeting of the Board.

B. BOARD ACTION: Bella Vista Treatment Plant Modifications

Mr. Njam of Water Quality Treatment & Solutions presented this item and he, Mr. Turner, and Mr. Hurshman responded to questions from Directors and members of the public. Following discussion it was moved by Director Shaikewitz, seconded by Director Wicks and carried, with Directors Morgan, Plough, Shaikewitz, and Wicks voting in favor, to authorize the purchase and installation of granular activated carbon filter media and a spray aeration and blower system at the Bella Vista Treatment Plant for a total cost not to exceed \$200,000.

4. LEGAL MATTERS

A. CLOSED SESSION: Pursuant to Government Code Section 54956.9(d)(2): Conference with Legal Counsel – Anticipated Litigation, 2 cases

The Board adjourned to closed session at 11:35 a.m.

The Board reconvened in open session at 12:26 p.m.

Report from closed session:

As to the first case under discussion, the Board received a report from District Counsel and reviewed one claim arising out of the mudslide event of January 9, 2018. On a motion by Director Plough, seconded by Director Shaikewitz, the Board voted 4 to 0 to reject the claim received on May 21, 2018 from Nielsen, Zehe, & Antus, P.C. on behalf of claimant Great American Insurance Company.

As to the second case, the Board discussed anticipated litigation with District Counsel as indicated in the agenda. No action was taken.

5. ADJOURNMENT

There being no further business to come before the Board, the meeting was adjourned at 12:28 a.m.

Approved:



W. Douglas Morgan, President

Attest:



Nick Turner, Secretary