

Mission Hills

Community Services District

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Directors:

Walter Fasold
Danny Hayes
James Mac Kenzie
Tim Naughton
Bruce Nix

M-I-N-U-T-E-S

Regular Meeting

April 15, 2015

The Regular Meeting of the Board of Directors of the Mission Hills Community Services District was called to order by President Mac Kenzie at 6:33 p.m. on Wednesday, April 15, 2015 at the District Meeting Room, 1550 East Burton Mesa Boulevard, Lompoc, California.

DIRECTORS PRESENT:

By roll call: Walter Fasold, Danny Hayes, James Mac Kenzie, Tim Naughton, and Bruce Nix

DIRECTORS ABSENT:

None

STAFF PRESENT:

Michael Riley, Melissa Stevens, Carry Via, and Casey Fowler

OTHERS PRESENT:

Shirley Kilcoyne, Margaret Clark, Dale Lardy, and Frank Miscione

3. PLEDGE OF ALLEGIANCE:

Pledge of Allegiance.

4. SPECIAL PRESENTATION:

none

5. AGENDA REVIEW:

Agenda Item 5a. Move that all resolutions and ordinances presented tonight be read in title only and all further readings be waived. **Motion by Director Mac Kenzie, second by Director Hayes. Unanimous 5-0**

- 6. COMMUNITY COMMENTS AND SUGGESTIONS:** Mrs. Clark stated that everything in her home that has water in it is turning a blue-green color and was wondering if we have heard of this happening to anybody else. General Manager Riley stated that the District would send somebody to her house the following day to take a look.

7. CONSENT AGENDA:

Motion by Director Nix, second by Director Naughton to approve the Consent Agenda after review.

Agenda Item 7a. Consideration of Approval of Minutes.

Approved Minutes of the Board of Directors Regular Meetings held March 11, 2015 and Special Meetings held March 25, and April 8, 2015.

Agenda Item 7b. Reports on Water, Wastewater and Street Sweeping.

Street Sweeping Report, Water Reports and Wastewater Reports were reviewed.

Agenda Item 7c. Consideration of the Manager's Project and Expenditure Reports.

March Profit and Loss Statement, Expenditures (year to date), Bank Account Summary, Disbursement Journal, Variation from Projected Income, Outstanding Issues in both Operational and Administrative, and the RNC Center monthly statement. General Manager Riley commented during the outstanding issue section that he has been in contact with the Regional Water Quality Control Board regarding the NOV and it looks like they may be considering writing a new permit. This would still have to go through their Board of Directors for approval but the conversations have gone well to date.

Vote to approve the Calendar of Consent was 5-0

8. CORRESPONDENCE: These items are placed on the agenda for informational purposes only. No action required.

Agenda Item 8a. Attendance at Springbrook Software Users Conference, May 4 thru May 8, 2015 with a cost not to exceed \$4,200.

9. CONTINUED BUSINESS:

Agenda Item 9a. Approval of the Preliminary FY 2015-16 District Budget.

Recommended Action: District Board of Directors accept the preliminary FY 2015-16 District Budget in the amount of \$1,635,534 as discussed at the April 8, 2015 workshop meeting. Director Naughton stated that he has never voted for an unbalanced budget and won't do it this year either. He believes that there is an additional \$80,000 that can be cut from the proposed budget by looking close at each line item. Director Fasold expressed his frustration with the current rate structure and stated that we are showing an \$84,000 reduction in income from just the winter averaging. He stated that the District needs to look at this as if it were our own bank account because we as individuals would not continue to pull large amounts of money out of our savings account, we would cut back everywhere we could. He would like for Staff to take the budget back and look for more areas to cut expenses. Director Mac Kenzie reiterated that the \$80,000 deficit is a potential not a guarantee. This number is based on high assumption of water usage cuts based on the uncertainty of what the Governor of California is going to implement. We are hoping to pump more to increase our income and feels that staff has scrubbed everything down to a minimum already. He feels that if we cut much more there is concern for the safety of staff and getting the job done the right way, not a temporary fix based on the budget. Director Nix discussed the rate structure further and stated that the structure did not put the

district in this position. It has a lot to do with the press and what is being presented to the community regarding the severe drought we are in, the community has no idea the amount of water we actually have.

PUBLIC COMMENT: Mrs. Kilcoyne stated that she has heard about the water issues throughout California and figured that we were in the same position so she personally has cut back her irrigation from three days a week to just one to try and help and felt this meeting was very informative to know that our water supply is ok and that she can water a little more.

Motion by Director Nix, second by Director Hayes to approve the preliminary FY 2015-16 District budget totaling \$1,635,534. Roll call vote was 3-2. With Directors Fasold and Naughton the no vote.

It was decided that another meeting will be called to order on April 23rd to discuss this further

Agenda Item 9b. Accept Resolution No. 15-228 Awarding a Contract in the Sewer Line Replacement Project.

Recommended Action: District Board of Directors review and adopt Resolution No. 15-228, A Resolution of the Mission Hills CSD to award the sewer line replacement project to Tierra Construction. Director Naughton stated that he had expressed some concerns with a peer regarding this project and that person had asked why the District did not do a P.E. review. Director Naughton wanted to have these concerns addressed so he directed General Manager Riley to have Frank Miscione from FMC Civil and Geotechnical Engineering do this review and bring his concerns to the Board meeting before we move on with a final decision. Attachment A is what was presented by Mr. Miscione addressing his professional concerns; all of these areas were discussed in detail and it was decided to table a motion on this agenda item to the next meeting and have these concerns addressed by the District Engineer.

10. NEW BUSINESS: none

11. GENERAL MANAGER ITEMS

The following item(s) were placed on the agenda by the District Manager in order to receive feedback and/or request direction from the Board. No formal action can be taken.

- The Public Forum was discussed and it was decided that the meeting will be held either May 13th or 14th depending on the location and availability.

12. BOARD MEMBER COMMUNICATIONS:

Director Mac Kenzie reiterated that this is the time and place to bring issues and concerns up so we can try to move forward more efficiently on projects.

13. STAFF COMMUNICATIONS:

14. ADJOURNMENT:

There being no further business to come before the Board the meeting was adjourned at 8:46 p.m. to the next Special Meeting to be held April 23, 2015 at the District's meeting room beginning at 6:30 pm.

Respectfully Submitted,

Casey Fowler
Secretary, Board of Directors

APPROVED AS TO FORM:

James Mac Kenzie
President, Board of Directors