

# **Mission Hills Community Services District**

1550 E Burton Mesa Blvd., Lompoc CA 93436-2100

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## **Directors:**

Walt Fasold  
Danny Hayes  
James Mac Kenzie  
Tim Naughton  
Bruce Nix

## **M-I-N-U-T-E-S Special Meeting June 29, 2016**

The Special Meeting of the Board of Directors of the Mission Hills Community Services District was called to order by Vice President Naughton at 6:36 p.m. on Wednesday, June 29, 2016 at the District Office, 1550 Burton Mesa Blvd, Lompoc, California.

### **DIRECTORS PRESENT:**

By roll call: Walt Fasold, James Mac Kenzie, Tim Naughton, and Bruce Nix

### **DIRECTORS ABSENT:**

Danny Hayes

### **STAFF PRESENT:**

Michael Riley, Melissa Stevens, and Casey Fowler

### **OTHERS PRESENT:**

None

### **3. PLEDGE OF ALLEGIANCE:**

Pledge of Allegiance.

### **4. SPECIAL PRESENTATION:**

None

### **5. AGENDA REVIEW:**

**Agenda Item 5a.** Motion by Director Mac Kenzie, second by Director Fasold that all resolutions and ordinances presented tonight be read in title only and all further readings be waived. Unanimous 4-0.

### **6. COMMUNITY COMMENTS AND SUGGESTIONS:** None

**7. NEW BUSINESS:**

**Agenda Item 7a. Preliminary Budget Approval for Fiscal Year 2016-17.**

Recommended Action: District Board of Directors review, discuss, and approve the Preliminary Budget for Fiscal Year 2016-17 totaling \$1,772,634. It was noted that the itemized budget was given out previously this is just an update in income only with 10 months at the new rate and 2 months with the old rate. With these rates we will be going in with a \$22,000 loss. Director Naughton feels this is unacceptable to go into this next budget year with a loss with everything we just went through. He added that he will be inclined to not approve this budget based on this alone. Director Fasold suggested that we cut the budget spending and establish clear goals for the District Staff.

**Motion by Director Mac Kenzie, second by Director Nix to approve the preliminary budget for FY 2016-17 totaling \$1,772,634. Motion failed by roll call vote 2-2. Directors Mac Kenzie and Nix voting Yes, Directors Fasold and Naughton voting No.**

**Motion by Director Fasold, second by Director Mac Kenzie to approve the preliminary budget for FY 2016-17 with further review in more cost reductions. Roll call vote was 4-0.**

**8. GENERAL MANAGER ITEMS: none**

**9. BOARD MEMBER COMMUNICATIONS:**

Director Naughton felt that the Public Forum went well. It was significant to note that we received about 25% of the District in protests. He went on to say that he is for the new rates but that doesn't mean that the District doesn't still need to cut costs and try to bring down the actual rates needed from the community.

Director Mac Kenzie stated that he will be available by phone at the next scheduled meeting. He also stated that the Ad-Hoc Committee as well as staff did a superb job on the data and presentation for the public forum. He particularly liked the slide showing the use of the CPI and where the costs would have been if we never went through the first rate restructure.

Director Fasold was pleased with the team effort to make this presentation and a strong plan on where we hope to be going in the future of this District. He requested that the General Manager, as well as the Board of Directors, set goals for this next budget cycle and where we can cut costs.

**10. STAFF COMMUNICATIONS: none**

**11. ADJOURNMENT:**

There being no further business to come before the Board the meeting was adjourned at 7:45 p.m. to the next Regular Meeting to be held July 20, 2016 at the District's meeting room beginning at 6:30 pm.

Respectfully Submitted,

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Casey Fowler  
Secretary, Board of Directors

APPROVED AS TO FORM:

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Tim Naughton  
Vice President, Board of Directors