

LEUCADIA WASTEWATER DISTRICT

Minutes of a Regular Board Meeting

April 11, 2007

A Regular Meeting of the Board of Directors of Leucadia Wastewater District (LWD) was held Wednesday, April 11, 2007 at 5:00 p.m., at the District Administration Office at 1960 La Costa Ave., Carlsbad, California.

1. Call to Order

President Hanson called the meeting to order at 5:00 p.m.

2. Roll Call

DIRECTORS PRESENT: Hanson, Sullivan, Kulchin Juliussen and Omsted

DIRECTORS ABSENT: None.

OTHERS PRESENT: General Manager (GM) Paul J. Bushee, Counsel Ken Cariff with Worden Williams APC, Administrative Services Manager Chuck LeMay, Project Manager Robin Morishita, Steve Deering with Dudek and Associates, CPA Richard Duffey with Brownell and Duffey, Richard Babbe with PFM, and Sarita Lemons with IEC

3. Pledge of Allegiance**4. Approval of Agenda**

Upon a motion duly made, seconded, and carried, the Board of Directors approved the agenda.

5. Public Comment

No public comment was received.

GM Bushee noted that Counsel Ken Cariff is present at tonight's meeting, sitting in for General Counsel Brechtel.

6. Presentations and Awards

None.

7. Consent Calendar**A. Minutes for the following meetings:**

March 21, 2007 Regular Board meeting.

April 2, 2007 Engineering Committee meeting.

April 2, 2007 Community Affairs Committee meeting.

B. Demands for February – March.

Payroll Checks Numbered 12292 - 12385; General Checking – Checks numbered 33998 – 34072; Reissued voided check 34016.

C. Operations Report (A copy was attached to the original April 11, 2007 Agenda)**D. Finance Report (A copy was attached to the original April 11, 2007 Agenda)**

GM Bushee noted that there were two corrections in the March 21, 2007 Regular Minutes. Under New Business, item 11C, staff will change the time of the Human Resources Committee meeting from 12:00 a.m. to 12:00 p.m. Also, under new business item 11E,

staff will change the wording FY 2007 Tactic and Action plans to FY 2007 Tactic and Action plan.

Following discussion and upon a motion duly made, seconded, and carried, the Board of Directors approved the consent calendar including the minutes as amended.

8. Encina Wastewater Authority Reports

A. Encina Wastewater Authority Report – March 28, 2007 Board meeting.

Director Sullivan reported on EWA's March 28, 2007 Board meeting.

B. Member Agency Manager (MAM) Meeting – April 11, 2007

GM Bushee noted that April 11, 2007 MAM had been cancelled; therefore, there was no report.

9. Committee Reports

A. Engineering Committee meeting – April 2, 2007.

Director Juliussen reported that the EC had met to review the recommendation that the Board of Directors authorize the General Manager to executive an agreement with Infrastructure Engineering Corporation (IEC) for design engineering services for the Satellite Pump Station Forcemain Replacement Project in an amount not to exceed \$290,040. Director Juliussen added that this item would be considered later in tonight's agenda.

Director Juliussen reported that the EC committee also reviewed the preliminary Fiscal Year 2008 Capital Acquisition and Capital Improvement Program Budget. The committee scheduled another meeting for May 8, 2007 to review the final draft Capital Budget.

B. Community Affairs Committee meeting – April 2, 2007

Director Sullivan reported that the CAC had met to review the draft spring 2007 newsletter. The CAC recommended edits to the newsletter and the final newsletter will be forwarded to the committee and staff for approval.

President Hanson asked if the full Board would review the newsletter before it is distributed. GM Bushee replied that the newsletter would be distributed to the full Board prior to final approval.

The CAC also reviewed and discussed potential changes to LWD's scholarship Program. The following changes were considered and approved because the District received only one scholarship application by the March 9th deadline:

- Separate the timing of the CSDA and LWD scholarship application processes
- Extend the LWD scholarship deadline to mid-May each year
- Annually advertise the LWD scholarship in the spring newsletter

10. Old Business

None.

11. Public Hearing

A. Public Hearing to consider the following:

1. A Proposal to repeal obsolete ordinances.
2. A Proposal to repeal obsolete resolutions.

No public comment was received.

12. New Business

A. Adopt Resolution No. 2176 repealing obsolete resolutions.

GM Bushee presented the recommendation to Adopt Resolution No. 2176, which would repeal obsolete resolutions. Following discussion, Resolution No. 2176 was passed and adopted by the following vote:

AYES: Directors Hanson, Sullivan, Juliussen, Kulchin, and Omsted
NOES: None
ABSENT: None
ABSTAIN: None

B. Adopt Ordinance No. 115 repealing obsolete ordinances.

GM Bushee presented the recommendation to Adopt Ordinance No. 115, which would repeal obsolete ordinances. Following discussion, Ordinance No. 115 was passed and adopted by the following vote:

AYES: Directors Hanson, Sullivan, Juliussen, Kulchin, and Omsted
NOES: None
ABSENT: None
ABSTAIN: None

C. Update on LWD's CAMP investments.

GM Bushee introduced Mr. Richard Babbe of Public Financial Management to present an update on LWD's Investment Program. Mr. Babbe presented an overview of the status of the CAMP Individual Portfolio Program, the CAMP Pool and LWD's Local Agency Investment Fund (LAIF) investments. The Board discussed the status of LWD's investments. This was an information item and there was no action taken.

D. Authorize the GM to execute an agreement with Infrastructure Engineering Corporation (IEC) for design engineering services for the Satellite Pump Station Force Main Replacement Project in an amount not to exceed \$290,040.

PM Morishita presented the subject recommendation. PM Morishita stated that this item was reviewed by the Engineering Committee at its April 2, 2007 meeting and the EC concurred with staff to bring this recommendation forward to the Board of Directors for approval.

Following discussion and upon a motion duly made, seconded, and carried, the Board of Directors authorized the GM to execute an agreement with IEC for design engineering services for the Satellite Pump Station Force Main Replacement Project in an amount not to exceed \$290,040.

E. Board of Directors Compensation Adjustment.

ASM LeMay stated, in accordance with Government Code Section 20202, the Board of Directors is eligible to increase its meeting stipend by an amount not to exceed 5% annually. ASM LeMay stated that this item was placed on the agenda for the Board's consideration and that staff has no recommendation on this matter. The Board discussed the possibility of increasing its meeting stipend. Following discussion, the Board reached consensus to forego a meeting stipend increase.

13. Information Items

GM Bushee reported on the following information items:

A. North County Time News article "Sewage Fine Could Be High As \$5 Million."

GM Bushee stated that LWD's field crew did an excellent job assisting the city of Carlsbad during the spill at the Buena Vista Lagoon.

B. April 26, 2007 Special Board meeting.

GM Bushee reminded the Board of Directors of the scheduled Special Board of Directors meeting on April 26th to discuss the Island Area Master Plan.

14. Directors Meetings

None.

15. Comments, Questions or Requests by Directors

None.

16. General Manager's Report

GM Bushee reported the following:

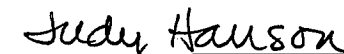
- April 20th the CWEA Awards Luncheon will be held in Ontario and he will be leaving the District office at 9:30 a.m. if anyone would like to carpool.
- The scholarship program deadline has been extended to May 18, 2007.
- LWD sent a letter to California Assembly Members expressing its opposition to AB 503. A copy of the letter, signed by President Hanson, had been included as a handout at the meeting.

17. General Counsel's Report

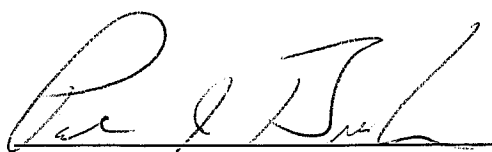
None.

18. Adjournment

President Hanson adjourned the meeting at 6:00 p.m.



Judy Hanson, President



Paul J. Bushee
Secretary/General Manager (SEAL)