

VALLEY OF THE MOON WATER DISTRICT
REGULAR MEETING MINUTES
December 6, 2011

A regular meeting of the Board of Directors of the Valley of the Moon Water District was held on Tuesday, December 6, 2011, in the Board Chambers of the District Office at 19039 Bay Street, El Verano, California.

1. CALL TO ORDER - PLEDGE OF ALLEGIANCE - ROLL CALL

President Bramfitt called the meeting to order at 6:30 P.M. and led the Pledge of Allegiance.

Roll Call by **Deputy Secretary Walk** noted the following present:

Directors:	Russ Townsend Ron Prushko Ed Kenny Mark Heneveld Mark Bramfitt
General Manager:	Krishna Kumar
District Personnel	Paul Gradolph, Operations & Maintenance Supervisor Shari Walk, Office Supervisor
Public:	Heidi Danieli, Larry Coulombe and Mary Coulombe

2. PUBLIC COMMENTS

There were no public comments.

3. CONSENT CALENDAR

- A.** Minutes of the November 1, 2011 Board of Directors Meeting.
- B.** Resolution No. 111201 amending and restating the Deferred Compensation Plan with the Variable Annuity Life Insurance Company to comply with federal tax legislations.
- C.** 2012 Holiday Schedule.

Vice-President Prushko asked to pull item 3.B.

On motion by **Director Kenny**, seconded by **Director Heneveld**, and carried unanimously by a voice vote to adopt 3.A & 3C of the consent calendar.

In response to **Vice-President Prushko**, Mr. Kumar explained the modifications to the District's deferred compensation plans as a result of the recent changes in the federal tax laws.

On motion by **Vice-President Prushko**, seconded by **Director Heneveld**, and carried unanimously by a voice vote to adopt 3.B of the consent calendar.

4. PUBLIC HEARING – NONE

5. OPERATIONAL REPORTS

- A.** Monthly Financial Reports & Disbursements for October 2011.

On motion by **Vice-President Prushko**, seconded by **Director Townsend**, and carried unanimously by a roll call vote to approve the monthly Financial Reports & Disbursements for the month of October 2011 in the amount of \$258,543.75.

- B.** Water Source Report.

In response to **Vice-President Prushko**, Mr. Gradolph noted that none of the District wells were scheduled for maintenance at this time.

6. PRESIDENT'S AND DIRECTORS' REPORTS OR COMMENTS

Director Kenny spoke about the recent actions that the City of Sonoma took to reduce its employee health care costs. He opined that the District had taken similar steps a few years ago.

7. GENERAL MANAGER'S AND DISTRICT COUNSEL'S REPORTS

In response to **Vice-President Prushko's** earlier question, Mr. Kumar explained the recent steps taken by the cities of Santa Rosa and Petaluma to implement the wholesale water rate pass-thru, which was authorized by AB 3030. A general discussion followed as to the merits and demerits of such an approach.

Mr. Kumar gave a presentation on the District's proposed participation in the Collaboration Platform created by IBM and currently shared by the Sonoma County Water Agency and the cities of Santa Rosa, Rohnert Park, and Cotati. He highlighted the capabilities of the Platform and how it would be beneficial to the District during times of both normal operations and emergencies.

8. OLD/NEW BUSINESS

- A.** Annual District audit report for fiscal year 2010-2011.

In response to **Vice-President Prushko**, Mr. Kumar noted that the District's auditors, during the course of performing the District's annual audit, had recommended the adoption of a written fraud reporting policy to formalize the procedures to be followed by the District employees in the event they suspect or witness any acts of frauds.

On motion by **Director Townsend**, seconded by **Director Kenny**, and carried unanimously by a voice vote to accept the District's annual audit report for fiscal year 2010-2011 and adopt Resolution No. 111202 approving the District's fraud reporting policy.

9. ADJOURNMENT

Motion by **Director Heneveld**, seconded by **Director Townsend**, and carried unanimously to adjourn the meeting at 7:25 P.M. The next scheduled meeting is a regular meeting on January 3, 2012 at 6:30 P.M.

Shari Walk, Deputy Board Secretary

Mark Bramfitt, Board President