



EXHIBIT 1-B

DRAFT MINUTES
Continued Regular/Special Meeting
Board of Directors
Monterey Peninsula Water Management District
June 27, 2012

The meeting was called to order at 1:35 pm in the MPWMD Conference room.

CALL TO ORDER/ROLL CALL

Directors Present:

David Potter -- Chairperson , Monterey County
Board of Supervisors Representative
David Pendergrass – Vice Chair, Mayoral
Representative
Judi Lehman – Division 2 (participated by telephone)
Kristi Markey – Division 3
Jeanne Byrne – Division 4
Robert S. Brower, Sr., -- Division 5

Directors Absent:

Brenda Lewis – Division 1

General Manager present: David J. Stoldt

District Counsel present: David Laredo

The assembly recited the Pledge of Allegiance.

PLEDGE OF ALLEGIANCE

The following speakers addressed the Board of Directors during Oral communications. (1) **Tom Rowley**, Monterey Peninsula Taxpayers Association, stated that the Board was disallowing comment on Ordinance No. 152, in spite of significant changes that had occurred since the public hearing was closed on June 12, 2012. He urged the Board to be aware of the ramifications of any decision that would be made regarding the ordinance. (2) **Barbara Smythe** asked if a project could be developed with the user fee that would not be halted by contention between parties, as in the case of the Regional Water Project. (3) **Kevin Stone**, Monterey County Association of Realtors, announced that the California Public Utilities Commission approved a 15.37 percent fee on the California American Water company bill to fund river mitigation and Aquifer Storage and Recovery. He asked the Board to review the success of legal action taken by the District in the past.

ORAL COMMUNICATIONS

No report presented by District Counsel.

ATTORNEY'S REPORT

Director Brower offered a motion that was seconded by Director Markey, to adopt the revised second reading version of Ordinance No. 152 submitted as Handout 1, and incorporate modifications presented in Handout 3. The motion was adopted on a roll-call vote of 6 – 1. Directors Brower, Byrne, Lehman, Lewis, Markey and Pendergrass voted in favor of the motion. Director Potter was opposed.

On a motion by Director Markey and second of Director Byrne, Resolution No. 2012-06, presented as Exhibit B in the staff report, was approved by the Board with a request that the June 12, 2012 date listed throughout the ordinance be updated to June 27, 2012. The motion was approved unanimously on a vote of 7 – 0.

Director Lehman exited the meeting following action on Item 5.

Director Markey offered a motion that both the FY 2012-2013 MPWMD Budget and Resolution 2012-07 be adopted, and that an ad-hoc committee of the Board be appointed to review the budget and recommend cost reductions. The Board will determine committee membership at a future date. The motion was approved unanimously on a vote of 6 – 0. Directors Brower, Byrne, Lewis, Lehman, Pendergrass and Potter voted in favor of the motion. Director Lehman was absent for the vote.

On a motion by Director Brower and second of Director Markey, the Vehicle Maintenance Service Agreement was approved on a unanimous vote of 6 – 1. Directors Brower, Byrne, Lewis, Lehman, Pendergrass and Potter voted in favor of the motion. Director Lehman was absent for the vote.

The meeting was adjourned at approximately 2:20 pm.

PUBLIC HEARINGS

- 4. Consider Second Reading and Adoption of Ordinance No. 152 – Establishment of Annual Water Use Fee**

- 5. Consider Adoption of Resolution 2012-06 for Collection of Water Use Fee**

- 8. Consider Adoption of Proposed FY 2012-2013 MPWMD Budget and Resolution 2012-07**

CONSENT CALENDAR

- 10. Consider Authorization to Renew Vehicle Maintenance Services Agreement with the City of Monterey for Five Years**

ADJOURNMENT

Arlene M. Tavani, Deputy District Secretary