

Minutes

Sacramento Suburban Water District Regular Board Meeting Monday, December 21, 2015

Call to Order

President Schild called the meeting to order at 6:30 p.m.

Roll Call

Directors Present: Frederick Gayle, Craig Locke, Neil Schild, Kevin Thomas and Robert Wichert.

Directors Absent: None.

Staff Present: General Manager Robert Roscoe, Assistant General Manager Dan York, Finance Director Dan Bills, Heather Hernandez-Fort, Greg Bundesen, David Espinoza, Dave Jones, John Valdes and Lynne Yost.

Public Present: Ted Costa, Glen R. Jorgensen, John M. Shay, Eric Richardson, Karin Richardson, Faith Boucher, Alex Peterson, William Eubanks and Avery Wiseman.

Announcements

- The office will be closed December 24th and 25th as well as December 31st and January 1st due to Holidays.
- Water Education's 2016 Executive Briefing information at dais.
- Staff requested postponing Agenda Item 3, Honoring Richard M. Franz on His Retirement, until the January regular Board meeting so that he is able to attend.

Election of District Officers

1. Director Schild declared the office for President of the Board of Directors for 2016 is open for nomination.

Director Gayle nominated Director Thomas for President.

Director Schild nominated Director Wichert for President. He explained that Director Wichert has been very instrumental in watching out for the ratepayers, he helped with the budget process, and he has also been a great asset on the water rights project, and the Facilities and Operations Committee (F&O Committee).

Director Gayle explained that Director Thomas has been on the Board for several years and has contributed to the success of the Board as well. He further recognized the Board of directors as a whole for their many contributions.

Director Wichert expressed that he would prefer not running for president, since in his opinion it is the normal course of action for the Vice President to become President. He

did state however, that he would appreciate a nomination for Vice President, so that he may begin the process to potentially become President.

Director Schild expressed that he believed that Director Wichert would be a much better leader in the Presidency role, explaining that Director Wichert has a lot of new ideas.

Director Wichert stated that if he received a nomination for Vice President, then he will be able to run for President in a year.

Mr. Eubanks commented. Discussion ensued regarding Director Thomas' previous participation as Board President.

Director Gayle reminded the Board of the duties of the General Manager, contrasted with the duties of the Board of Directors. He quoted a portion of the General Managers job description, further explaining the separation between the duties of the Board and the General Manager.

President Schild shared his appreciation for some of the District staff members, acknowledging them for their assistance.

Director Gayle shared his appreciation for Mr. Eubanks' and Mr. Wiseman's continual interest in the District's Board meetings. Director Schild acknowledged Mr. Jorgensen as well.

Director Gayle again nominated Director Thomas for President. Director Locke seconded. President Schild expressed that nominations were closing and that Director Thomas was the only person nominated and seconded; therefore, Director Thomas was elected as Board President for 2016 and assumed the gavel.

President Thomas made a brief statement regarding his desire to revisit the consolidation discussion for a possible solution as well as review the District rates.

Director Schild nominated Director Wichert for Vice President.

President Thomas expressed that Director Locke has been a nice center ground on the Board and has been the deciding vote on many occasions. Director Gayle expressed that he would also vote for him as Vice President.

Mr. Eubanks commented.

Director Schild nominated Director Wichert for Vice President. Director Gayle seconded.

Director Schild moved to close the nominations.

Director Wichert expressed that he would appreciate being Vice President then nominated for President at the next term. Director Locke echoed Director Wichert's comment, expressing his interest as well.

Director Wichert seconded Director Schild's motion to close the nominations.

President Thomas restated Director Schild's nomination for Director Wichert to be Vice President. Director Wichert was elected as Vice President by unanimous vote.

AYES:	Gayle, Locke, Schild, Thomas and Wichert.	ABSTAINED:	
NOES:		RECUSED:	
ABSENT:			

Public Comment

Faith Boucher (Ms. Boucher) requested information about the ability to receive electronic bills if in arrears, through the District's electronic billing system. She also inquired about the functionality of the "Manage Your Account" link on the District's website. She additionally requested information on graywater, as well as updated information on the District's Urban Water Management Plan and the District's Strategic Plan.

Director Wichert inquired what specific information Ms. Boucher was requesting regarding graywater. She explained that she is requesting alternative recycling methods used for the wastewater from both a washing machine and/or a dishwasher.

Director Wichert requested staff to look into gray water options and provide information to customers on where they can get graywater apparatuses.

Assistant General Manager Dan York (AGM York) expressed that he will research some further information and will contact her back regarding her inquiry into the District's website.

Consent Items

2. Minutes of the November 16, 2015 Regular Board Meeting
3. Resolution No. 15-26 Honoring Richard M. Franz on His Retirement
4. Records Inspection, Retention and Disposal Policy (PL – Adm 002)
5. Workplace Dishonesty Policy (PL – Adm 006)
6. Training and Career Development Policy (PL – HR 004)
7. Employee Standards of Conduct and Discipline Policy (PL – HR 011)
8. Agreement to Grant Easement to SMUD for Rutland Well Pumping Plant Project

9. Resolution No. 15-27 Accepting Grant of Easement and Right of Way and Grant of Access Easement from Castle Hill Limited Partnership
10. Resolution No. 15-28 Accepting Grant of Easement and Right of Way for 2912 Auburn Boulevard – Maita Auburn LLC

President Thomas noted that Consent Item 3 was pulled by staff to defer until January and Director Schild pulled items 2 and 9 from the Consent calendar.

Director Locke moved to approve all other Consent Item Numbers 1, 4-8, and 10. Director Wichert seconded. The motion carried by unanimous vote.

AYES:	Gayle, Locke, Schild, Thomas and Wichert.	ABSTAINED:	
NOES:		RECUSED:	
ABSENT:			

Regarding Item 2, Director Schild requested to pull Item 2 stating that the consultant Brenda Davis’ name was listed in the minutes as both Brenda Davis and Brenda Washington-Davis. He requested clarification.

He also requested for the minutes to reflect the correct title of Ad-Hoc Water Rights Review Committee.

GM Roscoe stated that staff will clarify the two requests, and bring the corrected minutes of the November regular Board meeting back for approval.

Regarding Item 9, Director Schild requested further clarification which was provided.

Director Wichert moved to approve Item 9; Director Locke seconded. The motion carried by unanimous vote.

AYES:	Gayle, Locke, Schild, Thomas and Wichert.	ABSTAINED:	
NOES:		RECUSED:	
ABSENT:			

Items for Discussion and Action

11. **Committee and Liaison Appointments for 2016**
The Board President annually reviews committee assignments and makes appointments at the December meeting. Third party action is required for appointments to Sacramento Groundwater Authority. President Thomas made the following appointments for 2016:

Committees

Facilities and Operations CommitteeCraig Locke, Chair
Neil Schild

.....Staff Contact: Dan York

Finance and Audit Committee.....Kevin Thomas, Chair
.....Neil Schild
.....Staff Contact: Dan Bills

Ad Hoc General Manager Performance Review CommitteeFred Gayle, Chair
.....Bob Wichert

2x2 Water Management Ad Hoc CommitteeOpen, Chair
.....Open
.....Open, Alternate
(Committee Chair: Open/Vice Chair: Open).....Staff Contact: Rob Roscoe

Ad Hoc Water Banking and Transfer CommitteeBob Wichert, Chair
.....Neil Schild
.....Staff Contact: Rob Roscoe

Government Affairs Committee.....Craig Locke, Chair
.....Kevin Thomas
.....Staff Contact: Rob Roscoe

Ad Hoc Water Right Review Committee.....Neil Schild, Chair
.....Bob Wichert
.....Staff Contact: Rob Roscoe

Liaison Assignments

ACWA/JPIA.....Director Position: Neil Schild
.....Staff Position: Roscoe

ACWA/JPIA Workers Compensation CommitteeNeil Schild

ACWA Federal Affairs Committee.....Neil Schild

ACWA General Election Voting DelegateNeil Schild

ACWA Groundwater CommitteeCraig Locke
.....Neil Schild
.....Kevin Thomas
.....Bob Wichert
.....Robert Roscoe

ACWA Local Government & Outreach Committees.....Kevin Thomas

ACWA Water Management CommitteeFred Gayle
.....Craig Locke

.....	Kevin Thomas
.....	Robert Roscoe
California Special Districts Association.....	Fred Gayle
.....	Craig Locke
CSDA Transparency and Formation Expert Feedback Teams.....	Fred Gayle
CSDA Fiscal and Education Committees	Fred Gayle
LAFCo Special District Advisory Committee	Fred Gayle
.....	Kevin Thomas
Regional Water Authority	Kevin Thomas
.....	Robert Roscoe
.....	Neil Schild, Alternate
.....	Bob Wichert, Alternate
.....	Craig Locke, Alternate
Sacramento Groundwater Authority	Board Rep. Neil Schild
.....	Staff Rep. Robert Roscoe
.....	Kevin Thomas, Alternate
.....	Bob Wichert, Alternate
.....	Craig Locke, Alternate
Sacramento Water Forum Successor Effort	Staff Rep: Robert Roscoe
.....	Neil Schild
.....	Craig Locke, Alternate
.....	Kevin Thomas, Alternate
.....	Bob Wichert, Alternate

President Thomas noted that the San Juan Water District Executive Committee was eliminated, therefor should be removed from the list of assignments.

12. January 2016 Scheduled Rate Increase

A written report was provided.

President Thomas inquired if anyone would like to comment before the staff presentation.

Avery Wiseman (Mr. Wiseman) expressed his displeasure in the rate study presented by the District’s consultant, HDR Engineering. He further commented that it is inappropriate for the District to request the ratepayers to fund another rate increase, when he doesn’t believe that there are any conservation measures being taken within the staff budget.

Eric Richardson (Mr. Richardson) expressed his disapproval of the rate increase stating that the District customers have been successful in conserving water and that it would be bad form to raise rates.

Karen Richardson (Ms. Richardson) also expressed her disapproval of the rate increase noting that the District should be rewarding the customers for all their efforts in conservation, and further expressing that it seems punitive to pursue a rate increase rather than incentives for the customers.

William Eubanks (Mr. Eubanks) commented. Mr. Wiseman joined Mr. Eubanks in discussing the original rate increase study. Discussion ensued regarding the basis of the originally approved rate increase.

Dan Bills (Mr. Bills) requested of President Thomas that in the future when presenting a sensitive topic such as rates, for the Board to allow staff to make the presentation first so that there is a basis of understanding before requesting public comment.

Mr. Bills then provided a summary of the staff report explaining that the approved rate increases in 2013 were to fund multiple years, not just one. He stated that it is staff's recommendation that any changes to the scheduled rate increase for 2016 be considered in June once surface water availability has been determined, the State Water Resources Control Board (SWRCB) has announced changes, if any, to its drought regulations, the District has declared its 2016 water conservation stage and the Water System Master Plan (WSMP) has been completed or substantially completed.

He further explained that Capital Improvement Projects (CIP) were one of the major drivers of the rate increases and noted that presently, staff has no findings that would perpetually lower District costs of roughly \$1.6 million per annum (monetized 4 percent rate increase) that would support or suggest eliminating the scheduled rate increase.

Director Wichert inquired what percentage of the District rates \$4 million dollars would be. Mr. Bills explained that it would be about 10% of the rate.

Director Locke inquired when the last time the District sold over a million dollars in water transfers.

GM Roscoe answered that there have been three water transfers since 2009 totaling roughly \$2.5 million.

Director Locke expressed that the \$1.35 million dollars that staff has budgeted for water transfers is a very optimistic number. GM Roscoe concurred, but explained that the price per acre foot is much higher than it was when the prior transfers were done.

Mr. Bills further explained the WSMP stating that even with the approved 4% rate increases; the District is still not close to being able to fund all of its infrastructure needs.

Mr. Bills also explained that there is a potential for investor community impacts should the Board decide to remove the rate increase.

Director Schild suggested that the Board can revisit the 2016 budget and remove \$3 million dollars from it.

Mr. Bills explained that removing \$3 million dollars from the 2016 budget is only a one year fix. He further explained that staff doesn't have any proof that there is a permanent drop in cost.

Director Schild stated that the Board can regulate the needs of the Asset Management Plan by directing that different assumptions on useful asset life be made, and suggested reducing the merit increases, and some other alternatives. He further stated that if we give up the 4% now that it's a short term loss, not a total loss.

Mr. Bills explained that staff can come back in June after all the information has been gathered.

GM Roscoe commented that staff has made professional engineering judgements on how long the District's assets are expected to last, and that although it's undesirable, the figures are based off those judgements, and Board actions won't change how fast the District infrastructure wears out.

Director Wichert expressed that the presentation didn't indicate to him that there was a need for a rate increase. He further explained that everything presented was based off of a study that was conducted a while ago. He noted that the 2016 budget was 45 million dollars, and that the reserve balance is roughly \$45 million dollars, indicating that the District could go a whole year meeting the needs of the ratepayers without any customer income. He restated that he is not convinced that a rate increase is necessary.

Mr. Bills explained that some of the CIP projects were being deferred to start later in the year to offset the budget and that a delay in time is only a temporary fix. He further explained that staff is assuming that there will be a water transfer which would increase revenue, but that this is only an assumption.

Mr. Bills summarized staff's position and requested to stay the course and revisit this topic in June.

President Thomas asked what the approximate cost of the two deferred projects were. Mr. Bills answered that he will get those figures to him.

Glen Jorgensen (Mr. Jorgensen) commented that its inconceivable to forecast a budget to 2041. He expressed that he is against establishing a rate increase every year for 5 years. He suggested revisiting this topic again in June to see if an increase is justified for 2017.

Mr. Wiseman commented that the 4% reduction can be obtained through conservation measures within staffing costs. He further expressed his displeasure in the idea of a rate increase stating that it's not necessary.

Mr. Eubanks commented.

John Shay (Mr. Shay) recommended that the Board limit the amount of time that the public is allowed to speak at the podium, expressing that some members of the public are going on and on with no limit.

He also stated that he believes that the water bill is cheap. He supported the notion that the infrastructure is aging and needs to be replaced. He expressed that he was initially going to argue against the rate increase until he heard the supporting facts for it.

Dave Jones (Mr. Jones) commented that deferring the rate increase will end up costing the District and the ratepayers more in the future. He further noted that with over \$100 million dollars spent in CIP, there has been no interest accrued.

Discussion ensued regarding the District's rate standings and consulting with bond counsel.

Mr. Bills also stated that District's positive credit outlook with bond ratings agencies was due in part to the series of rate increases the Board approved.

Director Locke commented that this District is the only one of its kind that has an Asset Management Plan and that actually utilizes it, stating that the infrastructure is top notch because of it. He further stated that he sees it as risk management as best as it can get, further noting that you can't buy insurance like putting money back into the infrastructure.

Director Locke stated that he didn't see a 4% increase as being a tremendous amount of money, and didn't want to second guess his predecessors, as 3 of the 5 Board members presently sitting at the dais voted for the rate increases originally.

He also commented that he further understood why the 4% increases were necessary after the presentation has been given.

He also noted that the Board just passed the budget, and that he was against coming back a month later and removing \$1.4 million dollars from it.

He commented that if the Board wanted to eliminate some of the CIP projects, then they need to decide which ones and eliminate them, however adding that he also doesn't believe in micromanaging the engineering staff either.

President Thomas commented that although he would like to remove the 4% increase; the Board should take a closer look at the topic in June. He stated that it's important to stay the course.

Director Wichert moved to eliminate the 4% rate increase expected to take place January 1, 2016. Director Schild seconded. The motion failed by a 2/3 vote.

AYES:	Schild and Wichert.	ABSTAINED:	
NOES:	Gayle, Locke and Thomas.	RECUSED:	
ABSENT:			

President Thomas requested to look at the rate increase for 2017 in June of 2016.

GM Roscoe stated that staff will be doing a midyear review in June after the WSMP is complete, when staff will know more about the water transfers, and when all other unknowns will be brought back.

President Thomas moved to bring the 2017 rate increase back in May of 2016. Director Locke seconded. The motion carried by 4/1 vote.

AYES:	Gayle, Locke, Thomas and Wichert.	ABSTAINED:	
NOES:	Schild	RECUSED:	
ABSENT:			

13. General Manager's Out of State Travel Request – Capital to Capital

President Thomas introduced the item.

Mr. Jorgensen inquired about the necessity of the trip and questioned how it would benefit the ratepayers.

GM Roscoe explained that the Capital to Capital trip (Cap to Cap) is an annual lobbying trip put on by the Sacramento Metropolitan Chamber of Commerce (SMCC) explaining that the trip has been very valuable to the District for a number of reasons.

He explained that the water supply in this region is controlled by both the State and Federal governments and that our ability to discuss Folsom operations and the lower American River flow standard is key to the District's water supply.

Director Gayle echoed GM Roscoe, stating that there are benefits to have representation on this lobbying trip.

Mr. Eubanks commented. Director Gayle expressed his interest in going to the Cap to Cap.

GM Roscoe reminded the Board that any out-of-state travel by Board members must also be approved by the Board, stating that if there is interest; staff would need to place an item on the agenda for the next regular Board meeting.

Director Gayle expressed his interest.

Director Wichert moved to approve the Item, Director Locke seconded. The motion carried by a 4/1 vote.

AYES:	Gayle, Locke, Thomas and Wichert.	ABSTAINED:	
NOES:	Schild	RECUSED:	
ABSENT:			

14. **County of Sacramento Memorandum of Understanding for Election Services**
President Thomas announced the item.

Director Schild commented that the staff report states that there is no fiscal impact therefore he doesn't understand why staff volunteers to do this and that he doesn't see the benefit to the ratepayers.

GM Roscoe expressed that it should be stated that there is no additional fiscal impact, adding that it's a longstanding program that the District has been hosting an election location, noting that it aligns with the District's Strategic Plan, under section 5.D. Leadership, "Provide leadership within the community in a positive and progressive manner for the mutual benefit of the area (service groups, adjacent water purveyors, county/city/local government)."

Director Wichert moved to accept the item. Director Locke seconded. The motion carried by unanimous vote.

AYES:	Gayle, Locke, Schild, Thomas and Wichert.	ABSTAINED:	
NOES:		RECUSED:	
ABSENT:			

15. **Resolution No. 15-29 Regarding Acquisition of Antelope North Road Property**
AGM York presented the staff report.

Director Schild stated that he didn't believe that there was enough data presented to determine if a phase II is necessary.

Director Locke noted that the phase I process is thorough and he believes this is a clean report.

GM Roscoe stated that staff can proceed to a phase II if the Board would like to do that, noting that there are additional costs involved.

AGM York noted that the property records go back to roughly 1989.

Mr. Eubanks commented.

Director Locke moved to approve the staff recommendation and move forward with the property purchase. Director Wichert seconded. The motion carried by a 4/1 vote.

AYES:	Gayle, Locke, Thomas and Wichert.	ABSTAINED:	
NOES:	Schild	RECUSED:	
ABSENT:			

16. Sacramento LAFCo Call for Recommendations for Membership on Special District Advisory Committee (SDAC)

GM Roscoe presented the staff report, noting that Director Gayle is currently in Office A, and that Director Locke is currently in Office B. GM Roscoe clarified that Office A's seat is up soon.

Director Wichert inquired if Director Gayle is still interested. Director Gayle stated that he is willing to remain in Office A if no one else is interested.

Director Wichert nominated Director Gayle for Office A. Director Locke seconded. The motion carried by unanimous vote.

AYES:	Gayle, Locke, Schild, Thomas and Wichert.	ABSTAINED:	
NOES:		RECUSED:	
ABSENT:			

Information Items

17. Water Conservation and Regional Water Efficiency Program Report

A written report was provided. Mr. Greg Bundesen presented staff report.

a. Drought Report

A written report was provided.

b. Summary of Activities During November 2015

A written report was provided.

c. Water Conservation Program and Results

A written report was provided.

d. Upcoming Events

A written report was provided.

Discussion ensued regarding the water supply during drought times.

Mr. Eubanks commented.

Mr. Jorgensen inquired about the Cal WaterFix.

18. District Activity Reports

AGM York presented the report.

- a. *Water Operations and Exception Report*
A written report was provided.
- b. *Customer Service Report*
A written report was provided.
- c. *Water Conservation and Regional Water Efficiency Program Report*
A written report was provided.

Director Schild observed that the District is ahead of the meter retrofit schedule with 75% of the meters installed.

19. Engineering Report

- a. *Major Capital Improvement Projects*
A written report was provided.
- b. *County and City Projects/Coordination*
A written report was provided.
- c. *McClellan Business Park*
A written report was provided.
- d. *Groundwater Quality Projects*
A written report was provided.
- e. *Developer Projects*
A written report was provided.
- f. *Water System Master Plan Update and 2015 Urban Water Management Plan*
A written report was provided.
- g. *Other*

Director Wichert inquired on the status of redundant power supply to district wells.

Mr. John Valdes (Mr. Valdes) answered that staff is having a difficult time getting specific numbers from SMUD, stating that there have been some ballpark figures presented. He stated that he is still trying to get more specific information from SMUD and that he will report back to the F&O meeting.

Director Wichert asked why SMUD is involved with the District's Energy Conservation through Water Utility Proactive Leak Management.

Mr. Valdes answered that the State adopted new regulations on monitoring water loss, and that SMUD sees a direct correlation between water loss and energy usage.

Director Locke inquired about photovoltaics.

Mr. Valdes explained that staff looked into photovoltaics systems roughly 5 years ago, however, at that time; the payback period was roughly 30 years.

Director Wichert suggested that staff contact legal counsel regarding getting tax credits as a public agency.

Director Locke suggested staff look into this again.

Mr. Valdes expressed that staff will reexamine the topic.

20. **Financial Report**

A written report was provided.

a. *Financial Statements – November 2015*

A written report was provided.

b. *Investments Outstanding and Activity – November 2015*

A written report was provided.

c. *Cash Expenditures – November 2015*

A written report was provided.

d. *Credit Card Expenditures – November 2015*

A written report was provided.

e. *Directors Compensation and Expense Accounting – Through November 2015*

A written report was provided.

Director Wichert requested for his name to be correctly spelled on the Director's Compensation portion of the Financial Report. Staff agreed.

f. *Market Report Yields – January 2010 through November 2015*

A written report was provided.

g. *District Reserve Balances – November 2015*

A written report was provided.

h. *Information Required by Bond Agreement*

A written report was provided.

21. **Third Quarter 2015 Investment Portfolio Review**

A written report was provided.

22. **2015 Budget Reallocations**

A written report was provided.

Mr. Eubanks commented. Discussion ensued regarding staff presenting a balanced budget or zero based budget at the end of the year.

Director Wichert commented that he would like to see the budget presented in a zero based budget format for 2016.

Mr. Bills suggested that staff can present some of these formats to the Finance and Audit Committee throughout the year. The suggestion was well received.

23. **General Manager's Report**

GM Roscoe presented the staff report.

a. *Long Term Warren Act Update*

A written report was provided.

b. *Cal WaterFix*

A written report was provided.

c. *Northridge Area D Water Supply - 9,000 Acre Feet*

A written report was provided.

d. *Outstanding Checks*

A written report was provided.

e. *County of Sacramento Estimated Election Fees*

A written report was provided.

f. *Ad-Hoc Water Rights Review Committee Meeting*

A written report was provided.

24. **State Water Resources Control Board Urban Water Conservation Workshop**

GM Roscoe presented the staff report.

25. **Legislative and Regulatory Update**

A written report was provided.

26. **Auburn Boulevard Water Main Leak Report**

AGM York presented staff report.

Director Locke was impressed that this is the only large leak the District had since last month.

27. **Succession Plan Update**

GM Roscoe presented the staff report

Director Gayle noted that the number of long term employees with the District is a good indication of the satisfaction of the employee.

28. **ACWA/JPIA President's Special Recognition Award**

GM Roscoe presented the staff report.

29. **Sacramento County Hazardous Materials Inspections**

GM Roscoe presented the staff report.

30. **CEQA Exemption for District's Local Groundwater Assistance Grant Project (SSWD Groundwater Monitoring and Modeling Project)**

GM Roscoe presented the staff report.

31. **Upcoming Policy Review**

GM Roscoe presented the staff report.

a. *Rules for Proceedings of the Board of Directors Policy (PL – BOD 002)*

A written report was provided. Directors' comments are due by January 11, 2016.

b. *Claims Processing Policy (PL – Adm 007)*

A written report was provided. Directors' comments are due by January 11, 2016.

c. *Capital Asset Policy (PL – Fin 002)*

A written report was provided. Directors' comments are due by January 11, 2016.

Committee Reports

32. a. *Facilities and Operations Committee (Director Wichert)*

No report.

b. *Finance and Audit Committee (Director Locke)*

No report.

c. *Government Affairs Committee (Director Wichert)*

No report.

d. *Ad Hoc Water Banking and Transfer Committee (Director Locke)*

No report.

- e. Ad Hoc Water Rights Review Committee (Director Schild)
Agenda from the December 10, 2015 meeting was provided.

Director's Reports (Per AB 1234, Directors will report on their meeting activities)

- 33. a. *Regional Water Authority*
No report.

Regional Water Authority Executive Committee
Agenda from the December 9, 2015 meeting provided.

- b. *Sacramento Groundwater Authority*
Agenda from the December 10, 2015 meeting was provided.

- c. *Water Forum Successor Effort*
No report.

Carryover Storage Working Group Meetings
No report.

Water Forum Dry Year Conference Meeting
No report.

Water Caucus Meeting
No report.

- d. *Other Reports*
Director Schild provided oral reports regarding the ACWA Conference November 30, 2015 through December 4, 2015, the Long Term Warren Act Discussion on November 24, 2015, and the San Juan Water District Regular Board Meeting on November 17, 2015.

President Thomas provided an oral report regarding the ACWA Conference from November 30, 2015 through December 4, 2015 as well.

Director Gayle provided an oral report regarding the State of Sacramento County Luncheon on October 30, 2015.

Miscellaneous Correspondence and General Information

- 34. Certain correspondence received by the District was provided.
- 35. General Information related to District business was provided.

Director's Comments/Staff Statements and Requests

Director Gayle requested to agendaize an item for January's regular Board meeting regarding McClellan RAB update.

Closed Session (Closed Session Items are not opened to the public)

The Board convened in closed session at 9:57 p.m. to discuss the following:

36. Conference with Legal Counsel – Existing Litigation, Government Code sections 54954.5(c) and 54956.9(d)(1). In re Municipal Derivatives Antitrust Litigation, Master Docket No. 08-02516 VM-GWG, MDL 1950 (Sacramento Suburban Water District, et al.) – Proposed Settlements Between District and Societe Generale and Bayerische Landesbank Girozentrale, and adjustment to proposed settlements with National Westminster Bank and George K. Baum
37. Public employee performance evaluation involving the General Manager under Government Code section 54954.5(e) and 54957
38. Public employee performance evaluation involving Legal Counsel under Government Code section 54954.5(e) and 54957

Return to Open Session

The Board convened in open session at 11:06 p.m. There was no reportable action.

Adjournment

President Thomas adjourned the meeting at 11:07 p.m.

Robert S. Roscoe
General Manager/Secretary
Sacramento Suburban Water District