

**APPROVED
MINUTES OF THE MEETING
OF THE BOARD OF DIRECTORS
OF THE
SAN JUAN BASIN AUTHORITY**

June 12, 2012

A Meeting of the Board of Directors (Board) of the San Juan Basin Authority (SJBA) was held on Tuesday, June 12, 2012 at the Santa Margarita Water District, 26111 Antonio Parkway, Rancho Santa Margarita, California. The following Directors and/or Alternate Directors were present:

Directors Present:

MIKE DUNBAR, South Coast Water District (SCWD)	Chairperson
LAURA FREESE, City of San Juan Capistrano	Vice Chairperson
JOHN SCHATZ, Santa Margarita Water District (SMWD)	Director
LARRY MCKENNEY, Moulton Niguel Water District (MNWD)	Director

Directors Absent: None

Support Services Present:

DANIEL R. FERONS	Secretary and Administrator
WEST CURRY	Administrator

Others Present:

Allison Burns, Legal Counsel (departed at 2:52 p.m.)
Sharon D. Brimer, Recording Secretary

Presenter:

Samantha Adams, Wildermuth Environmental, Inc. (WEI)

I. **CALL MEETING TO ORDER**

Chairperson Dunbar called the meeting to order at 1:38 p.m.

II. **PLEDGE OF ALLEGIANCE**

Director Schatz led the Pledge of Allegiance.

III. **ORAL COMMUNICATIONS**

Chairperson Dunbar invited members of the public to address the Board on matters that were not on the agenda. There were no requests from meeting attendees to speak. Chairperson Dunbar proceeded with the meeting.

IV. **CONSENT CALENDAR**

- A. Consideration and Action on Minutes of Regular Meeting of March 27, 2012.
- B. Consideration and Action on Monthly Financial Statements for March, April and May 2012.

Director McKenney pulled item B. There were no objections.

MOTION NO. 2012-04

Thereafter, upon a motion duly made by Director Freese, seconded by Director McKenney, to approve the Consent Calendar as amended (Item A - Consideration and Action on Minutes of Regular Meeting of March 27, 2012.) Motion passed 4-0.

Item B - Consideration and Action on Monthly Financial Statements for March, April and May 2012.

Director McKenney asked for clarification on several items. Mr. Ferons responded.

Director Freese asked if all SJBA members have paid their portion of the annual fees. Mr. Ferons responded yes.

MOTION NO. 2012-05

Thereafter, upon a motion duly made by Director McKenney, seconded by Director Freese, to approve the Consent Calendar as amended (Item B Consideration and Action on Monthly Financial Statements for March, April and May 2012). Motion passed 4-0.

V. ACTION ITEMS

- A. Consideration and Action on Adoption of Fiscal Year 2012-2013 Operating Budget.

Mr. Ferons reviewed the changes to the proposed budget.

Director Freese questioned the budget for Groundwater Management Plan. Mr. Ferons noted an additional \$100,000 was added to respond to any changes in scope or additional studies that would lead to the implementation of the plan. He noted any additional funds would be subject to Board action.

Director McKenney offered he would prefer to defer invoicing until the funds are needed or remove it entirely and address when appropriate.

The Board agreed to retain the item in the budget but defer invoicing the member agencies until funds are needed.

Mr. Gardner was recognized. He noted that historically speaking, this is the smallest budget the SJBA has submitted. He expressed concerns regarding the absence of a governance plan for the SJBA.

Director Dunbar noted the governance plan would be developed once the Groundwater Management Plan is completed.

MOTION NO. 2012-06

Thereafter, upon a motion duly made by Chairman Dunbar, seconded by Director McKenney, to approve the proposed FY 2012-2013 Operating Budget and to defer invoicing the \$100,000 in additional funds for the Groundwater Management Plan until such time as they are needed. Motion passed 4-0.

B. Consideration and Action on Election of Officers for Fiscal Year 2011-2012.

MOTION NO. 2012-07

Thereafter, upon a motion duly made by Director McKenney, seconded by Director Freese to accept staff's recommendation to re-appoint Director Dunbar to the position of Chairman, Director Freese as Vice chairman, Daniel R. Feron as Secretary and Kristin Griffith as Treasurer for the 2012-2013 Fiscal Year. Motion passed 4-0.

Director McKenney asked if there would be any impact on administrative support for the San Juan Basin Authority with the retirement of John Schatz and the appointment of a new General Manager for Santa Margarita Water District.

Mr. Feron noted that the SMWD is prepared to continue with its current level of administrative support.

C. Presentation on 2011 Annual Integrated Environmental Monitoring Report by Wildermuth Environmental

Mr. Feron introduced Samantha Adams, Senior Scientist, Wildermuth Environmental, Inc. Ms. Adams proceeded with a PowerPoint presentation. She explained the monitoring process. The following topics were highlighted:

- 2011 Precipitation and Stream Discharge at the San Juan Creek at La Novia Station
- 2011 Groundwater Production
- Production Impact on the Basin
- Groundwater Quality Trends

Ms. Adams responded to questions from the Board. The Board thanked Ms. Adams for the presentation.

MOTION NO. 2012-08

Thereafter, upon a motion duly made by Director McKenney, seconded by Director Freese, to receive and file the 2011 Annual Integrated environment Monitoring Report as prepared by Wildermuth Environmental, Inc. Motion passed 4-0.

VI. CHAIRMAN'S REPORT

With Director Schatz's retirement, Chairman Dunbar presented Director Schatz with a commendation plaque for his 18 years of leadership, dedication and service to the San Juan Basin Authority.

Attorney Burns departed at 2:52 p.m.

VII. ATTORNEY'S REPORT

There was no Attorney's Report.

VIII. OTHER MATTERS

A. Open Discussion or items received too late to be agendized.

IX. INFORMATION ITEMS

X. ADJOURNMENT

There being no further business before the Board of Directors, a motion duly made and seconded to adjourn the meeting at 2:56 p.m. Motion passed unanimously.

Respectfully submitted,

Sharon D. Brimer, Recording Secretary

The next Regular Board of Directors' meeting is scheduled for July 10, 2012 at 1:30 p.m. at the Santa Margarita Water District, 26111 Antonio Parkway, Rancho Santa Margarita, California.

I DO HEREBY CERTIFY that the foregoing Minutes are true and correct copy of the Minutes adopted by the Board of Directors of the SAN JUAN BASIN AUTHORITY.

Daniel R. Feron, Administrator

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