



BOARD OF DIRECTORS MEETING

# MINUTES

**SPECIAL MEETING AND CLOSED SESSION  
MONDAY, JANUARY 14, 2019  
10:00 AM**

(Paragraph numbers coincide with agenda item numbers)

**1. CALL TO ORDER:**

A Special Meeting of the Santa Clara Valley Water District Board of Directors was called to order in the District Headquarters Building Boardroom at 5700 Almaden Expressway, San Jose, California, at 10:00 a.m.

**1.1. Roll Call.**

Board members in attendance were Tony Estremera, Nai Hsueh, Barbara Keegan, Gary Kremen, Linda J. LeZotte, and Richard Santos, constituting a quorum of the Board.

Director John L. Varela was excused from attending.

Staff members in attendance were N. Camacho, Chief Executive Officer (CEO), S. Yamamoto, District Counsel, M. King, Clerk, Board of Directors, K. Arends, R. Callender, C. Hakes, G. Hall, N. Nguyen, K. Oven, M. Richardson, D. Taylor, B. Yerrapotu and T. Yoke. Deputy Operating Officer G. Hall represented Chief Operating Officer N. Hawk.

**1.2. Pledge of Allegiance/National Anthem.**

Director Keegan led all present in reciting the Pledge of Allegiance.

**1.3. Time Open for Public Comment on any Item not on the Agenda.**

Chairperson LeZotte declared time open for public comment on any item not on the agenda. There was no one present who wished to speak.

**2. TIME CERTAIN:**

**10:00 AM**

**2.1. Water Supply Master Plan 2040 Update. (Continued from January 8, 2019)**

- Recommendation:
- A. Reaffirm the 2012 "Ensure Sustainability" Strategy for the Water Supply Master Plan 2040;
  - B. Approve changing the water supply reliability level of service goal from meeting 90 percent of normal year demands, as identified in the Water Supply Master Plan, in drought years to meeting 80 percent of demands in drought years;
  - C. Receive information and provide direction on the approach to the monitoring and assessment plan (MAP) for implementing the Water Supply Master Plan 2040; and
  - D. Direct staff to return with updates on projects with near-term decisions points.

Ms. Tracy Hemmeter, Senior Project Manager, reviewed the information on this item, per the attached Board Agenda Memo, and per the information contained in Attachment 6.

Motion: Approve Recommendation A reaffirming the 2012 "Ensure Sustainability" Strategy for the Water Supply Master Plan 2040, and Recommendation B approving changing the water supply reliability level of service goal from meeting 90 percent of normal year demands, as identified in the Water Supply Master Plan, in drought years to meeting 80 percent of demands in drought years.

Move to Approve: Nai Hsueh  
Second: Richard Santos  
Yeas: Tony Estremera, Nai Hsueh, Barbara Keegan, Gary Kremen, Linda J. LeZotte, Richard Santos  
Nays: None  
Abstains: None  
Recuses: None  
Absent: John L. Varela  
Summary: 6 Yeas; 0 Nays; 0 Abstains; 1 Absent.

- 2.2. Follow-up discussion of the Preliminary Fiscal Year (FY) 2019-20 Groundwater Production Charge Analysis. (Continued from January 8, 2019)

Recommendation: Discuss and provide direction on the preliminary FY 2019-20 Groundwater Production Charge analysis prepared by staff.

Mr. Darin Taylor, Chief Financial Officer, Ms. Hemmeter and Mr. Chris Hakes, Deputy Operating Officer, reviewed the information on this item, per the attached Board Agenda Memo, and Mr. Taylor reviewed the corresponding presentation materials contained in Attachment 1.

The Board directed staff to proceed with Attachment 1, Option 9 and consider other potential liabilities and contingencies for drought, and to work with rate increases somewhere between seven and eight percent.

Chairperson LeZotte confirmed that the Board would adjourn to Closed Session for consideration of Item 3.1.

**3. CLOSED SESSION:**

- 3.1. PUBLIC EMPLOYEE PERFORMANCE EVALUATION  
Pursuant to Government Code Section 54957(b)(1)  
Title: District Counsel

Upon return to Open Session, the same Board members, excluding Director Varela, and staff were present.

- 3.2. District Counsel's Report.

Mr. Stan Yamamoto, District Counsel, reported that in regard to Item 3.1, the Board met in Closed Session with all members present, excluding Director Varela, and gave direction to staff.

**4. ADJOURN:**

**4.1. Clerk Review and Clarification of Board Requests.**

Ms. Michele King, Clerk, Board of Directors, confirmed that there were no new Board Member Requests.

**4.2. Adjourn to 4:00 p.m. Closed Session and 6:00 p.m. Special Meeting, on January 22, 2019, in the Santa Clara Valley Water District Headquarters Building Boardroom, 5700 Almaden Expressway, San Jose, California.**

Chairperson LeZotte adjourned the meeting in honor of Officer Natalie Corona, Davis Police Department, and Mr. Luis Ortiz, retired District employee, at 12:55 p.m., to the 4:00 p.m. Closed Session and 6:00 p.m. Regular Meeting on January 22, 2019, in the District Headquarters Building Boardroom, 5700 Almaden Expressway, San Jose.

Michele L. King, CMC  
Clerk, Board of Directors

Approved:

Date: 02/26/2019