

**MINUTES OF THE SPECIAL MEETING
OF THE GOLETA WEST SANITARY DISTRICT
UCSB CAMPUS, PARKING LOT 32, SANTA BARBARA, CALIFORNIA
April 30, 3009**

CALL TO ORDER

President Lewis called the meeting to order at 7:16 p.m.

BOARD MEMBERS PRESENT

Dave Bearman, M.D.
Craig Geyer
Dr. David C. Lewis
Gary L. McFarland
Larry D. Meyer (arrived 7:20 p.m.)

STAFF PRESENT

Diane P. Powers, Secretary; Mr. Mark Nation, General Manager/Superintendent; Mr. Steven A. Amerikaner, General Counsel

OTHERS PRESENT

Mr. Eric Berg, Brownstein, Hyatt, Farber, Schreck; Mr. Sudhir D. Pardiwala and Ms. Khan Phan, Raftelis Financial Consultants, Inc.; Mr. Tim Giles, City of Goleta

APPROVE THE ORDER OF THE AGENDAU

There was no change to the order of the agenda.

PUBLIC INPUT

There was no public input presented at this time.

BUSINESS

1) Presentation of Raftelis Financial Consultants, Inc. Detachment Fiscal Impact Report

Mr. Pardiwala provided an explanation of the Detachment Study Report. Ms. Khan Phan followed with a description of the various scenarios that outlined the impacts of the detachment on both the District's and City's rate payers. Mr. Pardiwala then highlighted the effect of the detachment on rates and the associated Wheeling Charges. He made clear that the Wheeling Charges were predicated on actual O&M and CIP costs. Mr. Amerikaner explained that the City of Goleta would assume service to EMID. He went on to say that following discussions with the County and City that 78% of the Goleta West Sanitary District property taxes stream would go to the City of Goleta with the understanding that 20 million of the District's reserves would be sequestered for the treatment plant upgrade. Director Meyer questioned whether the City would be required to assume a portion of the cost to relocate the lines in Mesa Road. Mr. Amerikaner replied that this issue has not yet been addressed and would be a topic to discuss with LAFCO. Mr. Nation commented that the Goleta Slough Management Committee has

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been after the District for quite some time to relocate the District's lines to Mesa Road. He went on to say that the lines must be upsized as outlined in the District's hydraulic model.

Mr. Amerikaner informed the Board that further analysis of the Detachment Proposal will be performed by RFC and that the information should be available by Tuesday of next week.

**CLOSED SESSION: Conference with Legal Counsel – Anticipated Litigation
Initiation of Litigation pursuant to subdivision (c) of Section 54956.9 (one case)**

The Board went into Closed Session at 7:51 p.m.

The Board returned to open session at 8:47 p.m.

No action was taken.

ADJOURNMENT

There being no further business, President Lewis adjourned the meeting at 8:48 p.m.

Diane P. Powers, Secretary

APPROVED

Dr. David C. Lewis, President