

**WALLACE COMMUNITY SERVICES DISTRICT**

P.O. BOX 398  
Wallace, CA 95254

MINUTES

Regular Meeting of the Board of Directors

December 19, 2006

Meeting Place:

Mark Fusselman's Barn, 9500 Wallace Lake Drive, Wallace, Ca 95254

1. **ROLL CALL.** President, Charles Cantoni called the meeting to order at 7:00 PM. Directors present were Charles Cantoni, Mark Fusselman, Rick Guantone, Cathryn Jackson, and Bill Pugh. Also present were Jackie Neill, Administrative Assistant and David Edwards, the Facilities Manager.
2. **APPROVAL OF MINUTES.** The Minutes of the November 14, 2006 Regular Meeting were approved as written.  
Motion: Rick Guantone      Second: Cathryn Jackson      Unanimous
3. **PUBLIC COMMENT.** Ahmad Al-Ruosan discussed his development of Lot 24, and the letter of explanation of his expenses incurred in regards to that lot. Mr. Al-Ruosan reminded the Board that his parcel is zoned R-3.

Charlie Hebrard, CCWD District 1 Representative told the Board he came to offer an opportunity to the Board to join in a planning study to be conducted by CCWD regarding water in Calaveras County. He suggested the board contact the General Manager of CCWD. He further stated that CCWD will take the lead in doing the water and wastewater piece of the General Plan update for Calaveras County.

Greg Freeman asked about the work being done on Goshawk Ct. and the damage to the road because of an apparent cement spill. Director Cantoni stated the District is aware of the work being done and if there is any damage the Contractor will pay for repairs.

4. **FACILITIES MANAGERS REPORT.** Facilities Manager, David Edwards, reported that he is in the process of checking everything. Mr. Edwards said the sand filters at the WWTP needed rebuilding, and he also wants to investigate an alternative to sending back-wash water to the WWTP. Director Cantoni will put Mr. Edwards in touch with John Barsotti who has previously suggested a method for treatment of that water. Director Guantone stated that a holding pond was in the original design but that the water would not percolate in that area and that is the reason it was sent to the WWTP. Mr. Edwards estimated that the sand for the filter rebuild would cost "a few hundred dollars."

Mr. Edwards reported that at least some of the infiltration problem at Rosetti's is corrected. Director Guantone asked him to stay alert as it has been an on going problem.

Director Cantoni suggested that Mr. Edwards speak to John Barsotti about a holding tank at the WWTP also.



Director Cantoni stated that the District has reached a verbal agreement with Lynn Smith of Foundation Homes regarding the office/trailer rental. Mr. Cantoni stated that he and David Edwards have walked the property and there is a problem with a cut electric cable. PG&E will be contacted to see if an alternate source of electrical service can be provided.

Mr. Cantoni discussed the Pro Forma Financials and stated the District has the emergency reserves it needs.

Director Cantoni reported on the teleconference he attended in Turlock dealing with complying with Ground Water Rule / LT2 /DBP2. He reported that these new EPA regulations will have impact on the District, starting in mid-2007, and that the District will have to stay abreast of the requirements.

**7. ACTION ITEMS.**

**A. Financials, Mid-year Calibration.** Directors Jackson and Cantoni discussed the results of the 5 month re-calibration of the District finances, undertaken by the Finance committee. The analysis shows reduced expected revenues, resulting in projected deficit operation of the water/sewer facility for the year. There was a discussion of budget shortfalls and the Directors addressed the need to improve the equity of the water/sewer costs based on consumption. Director Jackson stated that the volumetric water charges were actually below the cost to the District to produce the water. The Finance Committee will prepare a Budget and Rate Study for presentation to the Board at the March meeting.  
Motion: Bill Pugh                      Second: Rick Guantone                      Unanimous

**B. Weed Abatement.** The District approved a weed abatement contract with Foothill Sierra for \$3,105.00  
Motion: Rick Guantone                      Second: Cathryn Jackson                      Unanimous

**C. Adoption of, and amendment to, WCSD Policies and Governance Guidelines.** The board approved, with corrections, revised Governance Guidelines (Revision B), and adopted District Policy numbers 1000, 1010, 1020, 1050, 2300, 2315, 2375, 4010, 4015, 4025 and 4026.  
Motion: Bill Pugh                      Second: Cathryn Jackson                      Unanimous

**D. WCSD Board Self-Assessment.** This item was continued to a special work session of the Board to be called to review results and set priorities for the Board, date to be determined.

**8. DIRECTOR'S COMMENTS.** Directors commented on non agenda items.

**9. CORRESPONDENCE.**

The letter to Mr. Ahmad Al-Ruosan was discussed and two directors will meet with Mr. Al-Ruosan for clarification of the billings

Director Cantoni stated the District will get a letter from Mr. Boyd canceling his protest to revisions to his will serve agreement.

