

CUPERTINO SANITARY DISTRICT

SANTA CLARA COUNTY

SANITARY BOARD MEETING WEDNESDAY, MARCH 06, 2019

The Sanitary Board of the Cupertino Sanitary District convened this date at 7:00 p.m. in the Stevens Creek Office Center, 20863 Stevens Creek Boulevard, Suite 100, Cupertino, California.

1. ROLL CALL:

President Kwok called the meeting to order and the following proceedings were had to wit: Roll call was taken, with the following members in attendance:

Directors present: Patrick S. Kwok, William A. Bosworth, Angela S. Chen, and John M. Gatto.

Director Taghi S. Saadati is on excused absence.

Staff present: District Manager Richard K. Tanaka, Deputy District Manager Benjamin Porter, and Counsel Marc Hynes.

2. MINUTES:

A. On a motion by Director Bosworth seconded by Director Gatto, by a vote of 3-0-1, the minutes of Wednesday, February 20, 2019 were approved with revisions. President Kwok abstained.

B. By consensus, the Minutes of Wednesday, January 16, 2019 are to be Noted & Filed.

3. PERSONAL PRESENTATIONS:

There were none.

4. CORRESPONDENCE:

There was none.

5. MEETINGS:

A. Staff plans to attend the Regular Meeting of the San Jose/Santa Clara Treatment Plant Technical Advisory Committee (TAC) to be held March 12, 2019.

B. Director Gatto plans to attend the Regular Meeting of the San Jose/Santa Clara Treatment Plant Advisory Committee (TPAC) to be held March 14, 2019.

6. REPORTS:

A. Director Bosworth reported on the Santa Clara County Special Districts Association Meeting held March 4, 2019 and reported that Rancho Rinconada Recreation and Park District is having difficulty getting minutes, ordinances, and resolutions approved due to 2-2 vote split.

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7. UNFINISHED BUSINESS:

There was none.

8. NEW BUSINESS:

- A. The Board discussed City of San Jose FY 2019-20 Capital and O&M Draft Proposed Budget. Manager Tanaka explained the budget and schedule for construction implementation for eight major projects being undertaken at the Treatment Plant for next fiscal year and the estimated cash payments required to be paid to City of San Jose. Board directed staff to obtain term sheet for a line of credit in the amount of \$10 million.
- B. The Board discussed consideration of rate increase for FY 2019-2020. Discussion included cash flow projections for various scenarios for the next several years. Board concluded that a rate increase not to exceed 12% should be considered for next fiscal year. On a motion by Director Gatto, seconded by Director Bosworth, by a vote of 4-0-0, the Board approved setting public hearing for consideration of rate increase to take place on Wednesday, May 1, 2019 Board of Directors meeting.

9. STAFF REPORTS:

- A. Manager Tanaka reported on the status of Prospect Pump Station and presented potential improvements (new 6" bypass force main to connect to District 8" gravity main located approximately 240 feet north of Prospect Road intersection and rehabilitation of electrical and mechanical components). Board directed staff to make these improvements.

10. CLOSED SESSION:

President Kwok adjourned the regular meeting session and opened the closed session at 8:07 p.m. in accordance with government code section Paragraph (1) of Subdivision (d) of Section 54956.9, existing litigation. Name of Case: County Sanitation District 2-3, West Valley Sanitation District, Cupertino Sanitary District, Burbank Sanitary District, and the City of Milpitas v. The City of San Jose, The City of Santa Clara, and Does 1 through 50 inclusive.

President Kwok adjourned the closed session and the regular meeting was called to order at 8:20 p.m.

There was no reportable action.

11. ADJOURNMENT:

On a motion properly made and seconded, at 8:23 p.m. the meeting was adjourned.

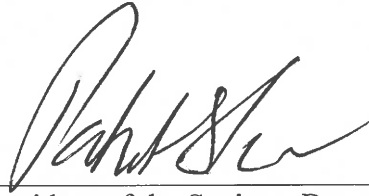
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Secretary of the Sanitary Board



President of the Sanitary Board

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