MINUTES OF SPECIAL BOARD OF DIRECTORS MEETING
Avila Beach Community Services District
Tuesday, May 9th, 2023
1:00 P.M.

ZOOM MEETING: 411 178 7571

Meeting ID: https://us02web.zoom.us/j/4111787571

1. CALL TO ORDER

President Kelley called the meeting of the Board of Directors of the Avila Beach Community Services District, to order at 1:03 P.M. on the above date, in the Avila Beach Community Services District Building, 100 San Luis Street, Avila Beach, California.

2. ROLL CALL

Board Members Present	Pete Kelley Kristin Berry John Janowicz Howie Kennett Ara Najarian
Board Members Absent:	None
Staff Present:	Brad Hagemann, General Manager and District Engineer Kristi Dibbern, Office Manager
FRM Operations:	Jeff Cedillos, FRM Operations
Legal Counsel:	Shannon DeNatale Boyd, General Counsel

3. PUBLIC COMMENTS

No Public Comment.

4. INFORMATION AND DISCUSSION ITEMS

A. County Reports

Sheriff's Report: Sheriff Stuart MacDonald reported via Zoom, for the month of April, nine disturbances, two thefts, 3 suspicious circumstances and 17 enforcement stops. One hundred people were reported to be participating in Senior Skip Day on April 21st at Pirate's Cove. The Harbor Patrol and SLO County Sheriff enforced order in the area.

Cal Fire: Chief Lee attended the meeting & reported 51 calls for service this month, 17 were medically related. One arrest was made due to a vegetation fire in See Canyon. An individual was burning piles that got out of control. Additional funding was approved for a Fire Break in See Canyon. Crews will be mowing and abating weeds during the months of May & June. Chief Lee asked that if you see smoke, please call it in. Also please abate weeds and cut back brush.

B. Conferences, Meetings and General Communications. None.

5. CONSENT ITEMS

Director Berry made a motion to approve the Consent Items. It was seconded by Director Kennett and passed with a roll call vote 5-0.

AYES: Kristin Berry
Howie Kennett
Ara Najarian
John Janowicz
Pete Kelley

NOES: None

ABSENT: None

6. DISCUSSION OF PULLED CONSENT ITEMS: None

7. BUSINESS ITEMS:

A. Resolution No. 2023-05 Authorizing the to Open a Banking with Five Star Bank.
Many special districts are switching to Five Star Bank due to their excellent service. After careful consideration GM Hagemann recommends making a change in banking services to better meet the District's needs. Director Janowicz made the motion to pass Resolution No. 2023-05, Director Berry seconded the motion and it passed with a roll call vote 5-0.

AYES: John Janowicz
Kristin Berry
Howie Kennett
Ara Najarian
Pete Kelley

NOES: None

ABSENT: None

B. FY 2023-24 Budget. Resolution No. 2023-06 Appropriation Limitations & Resolution No. 2023-07 Approving Fiscal Year 2023/24 Budget

President Kelley opened the public hearing at 2:04 PM. Public comments were received from Todd Waelty, CEO of Nviro Quality Water Services who would like to submit a proposal when the District solicits proposal/bids for the District O & M Contract.
With no further Public Comment, President Kelley closed the Public Hearing at 2:10 PM and

returned the item to the Board for discussion
The Directors discussed the pros and cons of raising the customer water & sewer rates versus not raising the rates. Director Najarian and Director Janowicz felt strongly about not raising the rates due to the fact the District is in stable financial condition. Director Berry stated her concerns of not keeping up with the rising cost of doing business and inflation. President Kelley felt it is in the District's best interest to be prepared financially in the case of a disaster. After considerable discussion Director Najarian made the motion to adopt Resolution No.s 2023-06 & 07 with NO increase in water and sewer rates. Director Janowicz seconded the motion. With a roll call vote, the motion failed 2 to 3 as shown below.

AYES: Ara Najarian
John Janowicz

NOES: Howie Kennett
Kristin Berry
Pete Kelley

ABSENT: None

Director Berry made a motion to approve Resolution No. 2023-06 and No. 2023-07 with a 3% increase in water and services. Director Kennett seconded the motion. With a roll call vote, the motion passed 3-2 as shown below.

AYES: Kristin Berry
Howie Kennett
Pete Kelley
NOES: Ara Najarian
John Janowicz
ABSENT: None

C. Contract Review for Legal Counsel.
In December of 2020 Price, Postal & Parma become the District's new General Counsel. The District's By-Laws recommend that the Board review the Legal Services Agreement annually in May or June. Staff does not recommend any changes to the Legal Services Agreement. The Board had no suggested changes to the Contract. The Board directed staff to amend the date on the Contract and circulate it for signature by both parties and file.

COMMUNICATIONS/CORRESPONDENCE.
None

ADJOURNMENT: The meeting was adjourned at 2:50 P.M.

The Board cancelled June 13, 2023, Regular Meeting of the Avila Beach Community Services District. The Next Special Meeting of the Board of Directors is scheduled for Tuesday, June 6th, 2023, at 1:00 PM at 100 San Luis Street, Avila Beach.

These minutes are not official nor a permanent part of the records until approved by the Board of Directors at their next meeting.

Respectfully submitted,

Brad Hagemann, PE
General Manager