

SOUTH FORK WATER BOARD
MINUTES OF BOARD MEETING
June 10, 2010

Board Members Present: Alice Norris, Oregon City Mayor, Chair
John Kovash, West Linn Mayor, Vice-Chair
Scott Burgess, West Linn Councilor
Rocky Smith, Oregon City Commissioner
Jody Carson, West Linn Councilor

Board Members Absent: Daphne Wuest, Oregon City Commissioner

Staff Present: John Collins, SFWB General Manager
John Junkin, SFWB Legal Counsel
Kim Brown, SFWB Staff

Others Present: Pete Kreft, MWH
Lee Odell, CH2M Hill
Alice Richmond, West Linn Resident
Janelle Sisson, Gladstone Resident

General Board Meeting

(1) Call to Order

Chair Norris called the meeting of the South Fork Water Board to order at 7:03 p.m.

(2) Public Comments

Janelle Sisson introduced herself and said that she is a resident of Gladstone and has lived on the Clackamas River for the past 21 years. She wanted the Board to know about a letter that Special Districts of Oregon (SDAO) sent to Metro dated May 13, 2010. In part, it says that “we do not, however, believe that a city in many cases is the best or most efficient provider of all public services. To illustrate this point, it makes no sense in the Metro region to have twenty or thirty special districts providing water, part, sewer or fire, it also makes no sense to have twenty cities providing those services. We believe that these services can be best provided by regional agencies.” Ms. Sisson stated that obviously SDAO is in support of regionalization of public service and it would behoove the water districts to keep up with this and to make sure that everybody is in the loop. Janelle added that CRW is discussing this issue in open session at their meeting this night.

(3) Consent Agenda

- a. Approval of the Minutes of the April 8, 2010 Board Meeting
- b. Approval of the Minutes of the May 13, 2010 Board Meeting

Board Member Smith moved to approve the April 8, 2010 and May 13, 2010 SFWB meeting minutes as presented. Board Member Carson seconded the motion. The motion passed unanimously.

(4) Resolution 10-03 Adoption of the 2010 Water Master Plan Update

John Collins, SFWB General Manager, explained that Resolution 10-03 is to formally adopt the 2010 update of the SFWB Water Master Plan. Mr. Collins introduced Pete Kreft and Lee Odell, the consultants that have been working with South Fork for a long time. All parties involved in this update have worked very hard on this update. Both Cities have had a chance to review the update and all parties feel comfortable that we all on the same page. The adoption of the Master Plan update tonight will require some additional action down the road in the form of modifying South Fork's SDC methodology and there will be a public process for that. Mr. Odell is an expert in SDC's and is here tonight to explain the process that will take place over the next couple of months.

Lee Odell explained that it will be a 90 day procedure that will begin with a public notice of a hearing. The methodology will be made available to the public 60 days before the hearing. The public hearing can be a part of the regular SFWB meeting. There is also a required 30 day comment period after the public hearing. This process will begin soon after adoption of the South Fork Master Plan 2010 update.

Pete Kreft added that in doing a quick calculation of date/time requirements in the process, the public hearing could be held as soon as the September SFWB meeting.

Board Member Carson moved to approve Resolution 10-03 adopting the SFWB 2010 Water Master Plan Update. Board Member Kovash seconded the motion. The motion passed unanimously.

Chair Norris explained that on the SFWB meeting agenda it says the Board will now convene executive session. However, in order to make it more convenient to the public, with the Board's permission she will hold the executive session at the end of the meeting and reconvene the meeting to take any action necessary.

(5) Business from the Manager

John Collins reminded the Board that Board Member Smith and he would be attending the AWWA ACE conference in Chicago from June 19th through the 24th. Mr. Collins added that he is on the OESAC committee that governs over CEU eligibility and that the ACE conference now earns CEU credit.

Mr. Collins said the next item of business is Resolution 10-04 authorizing the defeasance of the SFWB series 1998 and 2004 revenue bonds. Ann Sherman from Preston Gates and Ellis has written the resolution and passing this is the last technical hurdle in defeasing the bonds. It doesn't require any additional action from the City of Oregon City and is just basically a housekeeping chore for the authorities in the defeasance process.

Board Member Burgess moved approval of Resolution 10-04, authorizing the defeasance of the SFWB series 1998 and 2004 revenue bonds. Board Member Carson seconded the motion, which passed unanimously.

(6) Business from the Board

Board Member Carson mentioned that she was appointed as the alternate representative for South Fork at the Regional Water Provider's meetings. Former West Linn Mayor Patti Galle was the primary member and now that she has resigned, the Board needs to appoint another primary member. Board Member Carson said that she would gladly remain the alternate, or if the Board prefers, she could take over as primary and a new alternate could be appointed.

Board Member Burgess moved that Board Member Carson be appointed as primary member and Vice Chair Kovash serve as alternate at the Regional Water Provider's Consortium. Board Member Smith seconded the motion, which passed unanimously.

(7) EXECUTION SESSION—Recess Regular Meeting and Convene Executive Session.

- a. To review and evaluate, pursuant to standards, criteria, and policy directive adopted by the South Fork Water Board, the employment related performance of the General Manager pursuant to ORS 192.660 (2)(i).
- b. To consider the employment of a public officer, employee, staff member or individual agent pursuant to ORS 192.660 (2)(a)
- c. To consider information or records that are exempt by law from public inspection pursuant to ORS 192.660 (2)(f).
- d. To consult with counsel concerning the legal rights and duties of a public body with regard to current litigation or litigation likely to be filed pursuant to ORS 192.660 (2)(h).

Chair Norris recessed the regular meeting to convene the Executive Session at 7:19 p.m.

(8) Reconvene Regular meeting to take any action necessary as determined in Executive Session.

Chair Norris reconvened the regular meeting at 7:38 p.m.

Chair Norris reported the Board agreed that all the work Mr. Collins has done over the past year has turned out successfully and he has served them very well and that South Fork is in an excellent place.

Board Member Burgess moved that the Board grant Mr. Collins a 2% salary increase effective July 1, 2010 in keeping with that of the other South Fork

employees, and, in recognition of excellent day-to-day service, unique performance in some difficult litigation, a Master Plan, and a very difficult budget situation, the Board grant Mr. Collins a one-time \$3000 bonus payable immediately. Board Member Carson seconded the motion, which passed unanimously.

(9) Adjourn Meeting

The June 10, 2010 regular meeting of the South Fork Water Board adjourned at 7:46 p.m.