

RANCHO MURIETA COMMUNITY SERVICES DISTRICT
SPECIAL BOARD MEETING
July 25, 2007 – 9:30 a.m.

1. CALL TO ORDER/ROLL CALL

Board President Wayne Kuntz called the special meeting of the Board of Directors of Rancho Murieta Community Services District to order at 9:30 a.m. in the District Board Room, 15160 Jackson Road, Rancho Murieta. Directors present were Wayne Kuntz, Dick Taylor, Bobbi Belton, Bob Kjome, and Director Pasek. Also present were Ed Crouse, General Manager; Greg Remson, Security Chief; Les Tyler, Director of Administration; Paul Siebensohn, Treatment Plant Supervisor.

2. COMMENTS FROM THE PUBLIC

John Sullivan, lot 314, also representing Murieta West Planning Area, commented on appendix C of the Expansion and Financing Report for Full Buildout, the sentence stating that the removing of solids in these ponds is incomplete and contradicts what was said at the last Board meeting.

4. UPDATE ON ODOR CONTROL PROGRESS AND ACTIVITIES TO DATE (taken out of order)

Ed Crouse stated the District has been maximizing aeration in ponds 1 and 2. In pond 1, the aerators have been running 24/7 since the odor complaints. The dissolve oxygen levels in pond 1 was about 1.0, but has been increased to, at times, above 5.0 and maintaining that level throughout the day with the exception of the evening and night when the algae depletes the dissolved oxygen. Pond 2 water is being recirculated back to Pond 1 to help with the removal of solids.

Sludge removal from the corners in Pond 1 is continuing and sludge removal from Pond 2 corners has begun. The sludge is hauled to the drying beds and staff has been monitoring the odors out of the drying beds. There have been no odors from the drying beds. Pond 4 had some odors but they were moderate and the aeration was increased. There have been no odor complaints from residents.

The Regional Board is receiving weekly reports, but we have not heard back on whether there will be any closure on the Notice of Violation, and if so, when that will occur. A discussion followed.

3. CONSERVATION PRICING – PRESENTATION BY KEVIN KENNEDY

Ed Crouse stated that in the Integrated Water Master Plan, the primary goal was to maximize the beneficial use of all our water resources: wastewater, treated water or water stored in the lakes. The purpose of this meeting is to give the Board an understanding of what conservation pricing is and where the District needs to go in the future. The next workshop will be to review a rate structure. The goal is to have a conservation rate structure by the 2008-09 fiscal year.

Director Belton stated as a reminded that the new billing rates go in effect this month.

Kevin Kennedy and Shawn Koorn, HDR, gave an overview of rate design goals and objectives. The areas covered include overview of the District's study, overview of the project team, overview of the proposed study and scope of services, overview of the rate setting process, defining "conservation" rates, review the technical issues and considerations associated with developing conservation rates, development of the District's rate design goals and objectives, and policy direction. A question and answer period followed.

5. COMMENTS/SUGGESTIONS – BOARD MEMBERS AND STAFF

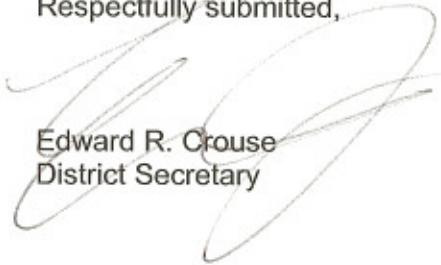
President Kuntz stated that the future workshops should be in the evening so the residents can attend.

Director Pasek asked that the next workshop look at different billings to show the differences of an average user, a high user and an excessive user for the same class of house.

6. ADJOURNMENT

Motion/Belton to adjourn at 11:18 a.m. **Second/Pasek. Ayes: Kuntz, Taylor, Belton, Kjome, Pasek.**

Respectfully submitted,

A large, stylized handwritten signature in black ink, appearing to read 'E. Crouse', is written over the typed name and title.

Edward R. Crouse
District Secretary