

**BOARD OF DIRECTORS
GROVELAND COMMUNITY SERVICES DISTRICT
GROVELAND, CALIFORNIA
April 16, 2013
10:00 a.m.**

The Board of Directors of Groveland Community Services District met in special session on the above mentioned date with Directors Steve Perreira, President, Virgil McVicker Vice President, Joe Riley, and Scott Wemmer being present. Also present were General Manager/District Engineer Gary Mello and Board Secretary Jennifer Flores.

Director Perreira called the meeting to order at 10:05am.

Director Armstrong was absent.

Director Riley was absent during roll call.

Agenda Approval

Director Perreira moved, seconded by Director McVicker, and the motion passed to approve the agenda as written.

Ayes: Directors Perreira, Wemmer, and McVicker

Absent: Directors Riley and Armstrong

Director Riley entered at 10:12am.

Consider Finance Committee Recommendations to Comply with Government Accounting Regulations, Including: (Director McVicker)

- A. Hire on contract an accountant for six months to bring compliance with GASB, GAAP, etc.
- B. Authorize establishment of separate Enterprise Funds for Water and Sewer
- C. Authorize hiring a new CPA firm for this year's Audit

Director McVicker presented his agenda item to the Board.

Motions

Director Riley moved, seconded by Director McVicker, and the motion passed to authorize a six month expenditure of funds to engage a CPA with governmental fund experience to establish our enterprise fund accounts and full compliance with the above agencies.

Ayes: Directors Riley, McVicker, Perreira, and Wemmer

Absent: Director Armstrong

Director Riley moved, seconded by Director McVicker, and the motion passed to establish separate enterprise funds for water and sewer and separate accounts for each fund.

Ayes: Directors Riley, McVicker, Perreira, and Wemmer

Absent: Director Armstrong

Director McVicker moved, seconded by Director Riley, and the motion passed to engage a new CPA firm for the FY 2012-13 audit.

Ayes: Directors Riley, McVicker, Perreira, and Wemmer

Absent: Director Armstrong

Consider Appointing a Director as an Ad Hoc Committee to Oversee/Liaison with Management and Special Counsel regarding activity Relevant to Pending Resolution of Sewer Spill Punitive and Corrective Actions from the California Regional Water Quality Control Board (CRWQCB) (Directors Perreira and McVicker) (15 min)

Director Perreira presented the item to the Board. Directors Wemmer and McVicker were appointed to the Sewer Spill Resolution Committee with Director Wemmer being the chair.

The Board convened into closed session at 10:55am.

Closed Session

- A. Conference with Legal Counsel – Significant Exposure to Litigation
Pursuant to subdivision (b) of Section 54956.9
Number of matters to be discussed: 2

- B. Public Employee Discipline/Dismissal/Release
Pursuant to Section 54957
Number of matters to be discussed: 2

- C. Conference with Labor Negotiator
Pursuant to Section 54957.6
Agency Negotiator: Kevin Dale
Employee Organization: Operating Engineers Local No. 3

The Board reconvened into open session at 12:35pm.

Report out of closed session

Director Perreira reported that the Board will have a special meeting Monday, April 29th at 10:00am for a closed session dealing with labor negotiations and an open session item to hire a CPA accountant on a contract basis.

Adjournment

Director Riley moved, seconded by Director McVicker, and the motion passed to adjourn the meeting at 12:36pm.

Ayes: Directors Riley, McVicker, Perreira, and Wemmer

Absent: Director Armstrong

APPROVED:

ATTEST:

Steve Perreira, President

Jennifer L. Flores, Board Secretary