

## **LAKE SHASTINA COMMUNITY SERVICES DISTRICT**

### **ORDINANCE NO. 1-16**

The Board of Directors of the Lake Shastina Community Services District finds that the District is authorized by Government Code Section 61600(d), and by its formation petition, to provide police protection services, and it does so; and

The Board further finds that the costs of operating the Police Department are expected to exceed the funds currently available to pay same; and

The Board finds that the best way to remedy the expected deficiency is to levy a tax in the amounts set forth below, to be effective upon its approval by voters of the District, and will remain in effect until rescinded or revoked by the voters of the District, which tax reflects the actual cost of providing such services.

**NOW, THEREFORE, IT IS ORDAINED AS FOLLOWS:**

The Lake Shastina Community Services District shall levy a special tax for police protection services, to be effective upon approval by the voters of the District, in the amounts set forth below:

1. All parcels within the District, whether residential or non-residential, improved or unimproved, \$110.00 per year.
2. The following are exempt from this tax: any road, greenbelt, or any property belonging to any county, state, or federal government agency.
3. For the purposes of this ordinance, the following definitions shall apply:
  - A. "year" means the fiscal year;
  - B. "parcel" means a parcel of real property having a separate Assessor's Parcel Number, as shown on the secured tax rolls of the County of Siskiyou.
4. The Board recognizes that certain numbered residential lots within the District may have two Assessor's Parcel Numbers as shown on the secured tax rolls of the County of Siskiyou due to the fact that said residential lot is divided by Siskiyou County tax area boundary lines. In these cases, the lot is identified by only one Assessor's Parcel Number on District records, therefore, subject to a single tax as defined herein.
5. Upon the adoption of this tax, all District ordinances for fees, assessments, and other charges previously levied or approved by the District for police protection services, except those for the 2016-2017 fiscal year, are hereby rescinded, provided however, that the then current outstanding indebtedness for same shall not be deemed forgiven. If the tax adopted by this ordinance is at any time found to be invalid, the rescission of the most recent ordinance establishing the tax rate for police services shall be null and void, and it shall thereupon be reinstated.


6. This tax shall become effective immediately upon approval by the voters. During the 2016-2017 fiscal year, a prorated amount of this tax shall be levied from the first of the month immediately following the effective date of the measure.
  
7. Voter Approval Required: This Ordinance shall become effective only upon affirmative vote by a two-thirds majority of the eligible voters of the District pursuant to California Constitution, Article XIII A, Section 4 and Article XIII C, Section 2; California Government Code 53722; and Elections Code Section 9342.

-----

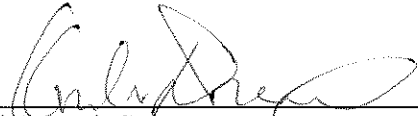
It is hereby certified that the foregoing Ordinance No. 1-16 was duly introduced at a meeting of the Lake Shastina Community Services District on the 16th day of November, 2016 and adopted at a meeting of the Lake Shastina Community Services District on the 14th day of December, 2016.

ROLL CALL VOTE:

AYES: Directors Cupp, Graves, Layne, MacIntosh and Thomsson  
NOES: None  
ABSENT: None

  
\_\_\_\_\_  
Barbara Thomsson, President

ATTEST:

  
\_\_\_\_\_  
Karl Drexel, Secretary



## LAKE SHASTINA COMMUNITY SERVICES DISTRICT

Regular Meeting  
 Wednesday, November 16, 2016 – 1:00 p.m.  
 Administration Building  
 16320 Everhart Drive • Weed, California 96094 • (530) 938-3281

### MINUTES

CALL TO ORDER AND ROLL CALL: 1:02 p.m.

LSCSD Board Roll Call: French  Layne  MacIntosh \* Mitchell  Thomsson

\*Dir. MacIntosh appointed and seated during open session agenda Item A.

Also present: GM Drexel and AA Charvez. There were approximately 16 people in the audience.

PLEDGE OF ALLEGIANCE: Dir. French led the Pledge of Allegiance.

PUBLIC COMMENTS ON CLOSED SESSION: One (1) speaker.

ADJOURN TO CLOSED SESSION: With no objections by the Board, Pres. Thomsson adjourned to Closed Session at 1:04 p.m.

CLOSED SESSION: 1:05 p.m.

Also present: GM Drexel and Attorney Deckard via conference call (Item B)

- A. CONFERENCE WITH LEGAL COUNSEL- PENDING LITIGATION Review of Arbitration proceedings with LSPOA regarding recovery of a portion of termination compensation paid to John McCarthy by District pursuant to paragraph (4) of subdivision (d) of Section 59456.9.
- B. CONFERENCE WITH LEGAL COUNSEL- PENDING LITIGATION Existing Litigation (Gov. Code § 54956.9) Moller v. LSCSD et. al.

With no objections by the Board, Pres. Thomsson adjourned Closed Session at 1:27 p.m.

RETURN TO OPEN SESSION

Also present: GM Drexel, SAC Nelle, AA Charvez, FC Pappas and PO Beck. There were approximately 25 people in the audience.

REPORT ON CLOSED SESSION: 1:29 p.m. President Thomsson noted that no action was taken in closed session and there was nothing to report.

DISCUSSION / ACTION ITEMS:

CONSIDERATION OF APPOINTMENT TO FILL UNSCHEDULED VACANT BOARD MEMBER SEAT (BOARD)

- A. Administer the Oath of Office and Seat new Appointed Member:

The Board discussed the letter of interest that was received after the deadline that was posted on the Notice of Vacancy (the deadline was established to have letters for the Board packets). A motion was made by Dir. Thomsson and seconded by Dir. Layne to accept the letter of interest from Polly Klinefelter. Yes Votes: Dir. Layne and Dir. Thomsson. No Votes: Dir. French and Dir. Mitchell. The motion failed.

Pres. Thomsson announced that the County Clerk's Office verified eligibility for two candidates: Rita MacIntosh and Rick Thompson (Frankie Hayduk was not eligible). Both candidates MacIntosh and Thompson made a statement to the Board. A motion was made by Dir. Mitchell and seconded by Dir. French to appoint Rick Thomsson to fill the vacant Board Member seat. Yes Votes: Dir. French and Dir. Mitchell. No Votes: Dir. Layne and Dir. Thomsson. The motion failed.

**Motion by Dir. Thomsson second Dir. French to appoint Rita MacIntosh to fill the vacant Board Member Seat (term to December 7, 2018).**

**Ayes: Directors French, Mitchell and Thomsson**  
**Noes: Director Layne**  
**Absent: (one vacant seat)**

GM Drexel administered the Oath of Office; Dir. MacIntosh was seated for the remainder of the meeting.

PUBLIC COMMENTS: Three (3) speakers.

CONSENT CALENDAR: (All items accepted/approved by the Board unless otherwise noted.)

1. A. Approval of Minutes: Regular Meeting October 19, 2016
- B. Ratification of Disbursements: October 1 through October 31, 2016
- C. Budget Comparison: FY 2016/2017 YTD

- D. LAIF Quarterly Report
- E. Approval of Transfer from CSD Operating Account to LAIF

**Motion by Dir. Mitchell second by Dir. French to approve Consent Calendar.**

**Ayes:** Directors French, Layne, Mitchell and Thomsson  
**Noes:** None  
**Absent:** None  
**Abstain:** Director MacIntosh (Director French abstained for Item 1.A.)

PUBLIC HEARING:

2. **First Reading and Public Hearing for proposed Ordinance 1-16 regarding Police Department Special Tax: Pres. Thomsson stated that, according to the County Clerk's Office, Measure B is still too close to call.**

**Pres. Thomsson opened the Public Hearing at 2:18 p.m. GM Drexel read proposed Ordinance in its entirety. Comments were received from the audience. Pres. Thomsson closed the Public Hearing at 2:31 p.m. The Board discussed.**

**Motion by Dir. Thomsson second Dir. French to accept the First Reading of proposed Ordinance 1-16, regarding Police Department Special Tax, as presented and proceed with the second reading, public hearing and adoption at the Board's December meeting.**

**Ayes:** Directors French, Layne, MacIntosh, Mitchell and Thomsson  
**Noes:** None  
**Absent:** None

DISCUSSION / ACTION ITEMS:

3. Fire Department Monthly Report: FC Pappas updated the Board.
4. Police Department Monthly Report: PO Beck updated the Board.
5. Employment agreement with Mike Wilson for Police Chief: GM Drexel reported that Mike Wilson has decided to not accept the District's offer for full-time Police Chief; he will continue as part-time Police Chief and assist with the recruitment of officers.
6. Review proposed amendments to the Lake Shastina Animal Control Ordinance per Board Request: PO Beck reported. The Board discussed. Pres. Thomsson directed staff to proceed with proposed amendments to the Animal Control Ordinance.
7. Burn Site Update: GM Drexel reported that he is in contact with the Greater Lake Shastina Fire Safe Council's (FSC) representative John McPhee regarding future Burn Site options. The FSC requested and received Burn Site revenue and costs since 2013; for that period, revenue was \$9,565 (does not include the 11/19/16 date) and estimated cost was \$58,450. Future costs are expected to increase due to use of Fire Department firefighters and equipment and LSPOA equipment.
8. Drinking Water Wells – Update on Well #3 Repairs and Update on Well #4 Retrofit: GM Drexel reported. The Board discussed. Pres. Thomsson directed staff to proceed by contracting with Valley Pump and Well for retrofit of Well #4 (\$126.5K).
9. Sewer Lift Station – Update on Lift Station B-115 retrofit: GM Drexel reported that this project, which was approved under a previous GM, is contracted with Valley Pump and Well. Parts have been received so the project is expected to start soon.
10. SWRCB Planning Grants – Update on Drinking Water Application and Update on Wastewater Application: GM Drexel reported that two grants have been submitted. The Plan of Study for the Wastewater grant (\$500,000) is included in the Board packet.


STAFF COMMENTS / CORRESPONDENCE: GM Drexel asked the Board to consider changing the December regular meeting to December 14. The Board unanimously agreed and Pres. Thomsson stated that, in the future, if there is Closed Session on the agenda, it will start at 1:00 p.m. with Open Session to begin at 1:30 p.m.

BOARD MEMBER COMMENTS: Pres. Thomsson: Christmas Tree Lighting is tentatively scheduled for December 16.

ADJOURNMENT:

With no objections by the Board, Pres. Thomsson adjourned the meeting at 3:50 p.m. to the next LSCSD Regular Board Meeting on Wednesday, December 14, 2016, 1:00 p.m. for Closed Session and 1:30 p.m. for Open Session, at the Administration Building.

Approval Date: 12/14/16

  
 Barbara Thomsson, President

ATTEST:

  
 Karl Drexel, Secretary

AFFIDAVIT OF PUBLICATION

LAKE SHASTINA COMMUNITY SERVICES

DISTRICT

16320 EVERHART DR

WEED, CA. 96094

IN THE MATTER OF

NEWS# 8968

NOTICE OF ADOPTED ORDINANCE

STATE OF CALIFORNIA ) ss:  
County of Siskiyou )

ROBERT J RAMEY

of said County, being duly sworn, deposed and says: THAT he is and at all times herein mentioned was a citizen of the United States of America, over the age of twenty-one years, and that he is not, nor was he at any of the times hereinafter named a party to, nor interested in the above entitled matter; that he is the PRINCIPAL CLERK OF THE PRINTER of THE SISKIYOU DAILY NEWS, a newspaper of general circulation, printed and published in the City of Yreka, County of Siskiyou, State of California, and which newspaper is published for the dissemination of local and telegraphic news and intelligence of a general character, and which newspaper at all times herein mentioned had and still has a bona fide subscription list of paying subscribers, and which newspaper has been established, printed and published at regular intervals in the said City of Yreka, County of Siskiyou, State of California, for a period exceeding one year next preceding the date of publication of the notice hereinafter referred to; and which newspaper is not devoted to nor published for the interests, entertainment or instruction of a particular class, profession, trade, calling, race or denomination, or any number of same; that the notice, of which the annexed is a printed copy, has been published in each regular and entire issue of said newspaper and not in any supplement thereof, on the following; dates, to-wit:

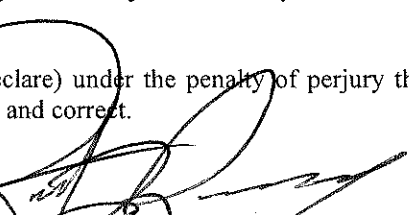
12/21/16

Siskiyou Daily News adjudicated May 18, 1953, No. 15190

I certify (or declare) under the penalty of perjury that the foregoing is true and correct.

(Signed)

Date:

  
12/21/16

NOTICE OF ADOPTED ORDINANCE

On December 14, 2016, the Lake Shastina Community Services District (LSCSD) adopted Ordinance No 1-16 regarding Police Department Special Tax. The full text for the ordinance is available in the Administration Office, 16320 Everhart Drive, Weed CA or on the District website [www.lakeshastina.com](http://www.lakeshastina.com). Summary of Ordinance: The LSCSD Board of Directors finds that the District is authorized to provide police protection services; and further finds that the costs of operating the Police Department are expected to exceed the funds currently available to pay same; and finds that the best way to remedy the expected deficiency is to levy a tax in the amounts set forth below, to be effective upon its approval by voters of the District, and will remain in effect until rescinded or revoked by the voters of the District. NOW, THEREFORE, IT IS ORDAINED AS FOLLOWS: The LSCSD shall levy a special tax for police protection services, to be effective upon approval by the voters of the District (residential or non-residential, improved or unimproved, \$110.00 per year). The foregoing Ordinance No. 1-16 was duly introduced at a meeting of the LSCSD on the 16th day of November, 2016 and adopted at a meeting of the LSCSD on the 14th day of December, 2016. Signed by: LSCSD President Thomsson. Attest by: LSCSD Secretary Karl Drexel. Roll Call Vote: Ayes: Directors Cupp, Graves, MacIntosh, Layne and Thomsson. Noes: None. News #8968. Pub. Dec. 21, 2016



## LAKE SHASTINA COMMUNITY SERVICES DISTRICT

Special Meeting  
 Wednesday, December 14, 2016 – 1:00 p.m.  
 Administration Building  
 16320 Everhart Drive • Weed, California 96094 • (530) 938-3281

### MINUTES

CALL TO ORDER AND ROLL CALL: 1:02 p.m.

LSCSD Board Roll Call: Cupp  Graves  Layne  MacIntosh  Thomsson

Pres. Thomsson asked Vice Pres. Layne to chair the meeting as Acting President.

Also present: GM Drexel, SAC Nelle and AA Charvez. There were approximately 2 people in the audience.

PLEDGE OF ALLEGIANCE: Dir. Graves led the Pledge of Allegiance.

PUBLIC COMMENTS ON CLOSED SESSION: None

ADJOURN TO CLOSED SESSION: With no objections by the Board, Acting Pres. Layne adjourned to Closed Session at 1:03 p.m.

CLOSED SESSION: 1:04 p.m.

Also present: GM Drexel

- A. CONFERENCE WITH LEGAL COUNSEL- PENDING LITIGATION Review of Arbitration proceedings with LSPOA regarding recovery of a portion of termination compensation paid to John McCarthy by District pursuant to paragraph (4) of subdivision (d) of Section 59456.9.
- B. CONFERENCE WITH LEGAL COUNSEL- PENDING LITIGATION Existing Litigation (Gov. Code § 54956.9) Moller v. LSCSD et. al.
- C. PUBLIC EMPLOYMENT Pursuant to Gov. Code § 54957(b)(1) Title: Police Chief

With no objections by the Board, Acting Pres. Layne adjourned Closed Session at 1:40 p.m.

RETURN TO OPEN SESSION: 1:43 p.m.

Also present: GM Drexel, SAC Nelle, AA Charvez, FC Pappas and PO Beck. There were approximately 26 people in the audience.

REPORT ON CLOSED SESSION: GM Drexel reported:

Items A. and B.: Nothing to report.

Item C.: The Board unanimously approved a three-year contract to hire Mike Wilson as the full time Police Chief; Mike has accepted the position and will begin full-time on February 1, 2017.

PUBLIC COMMENTS: Two (2) speakers.

CONSENT CALENDAR: (All items accepted/approved by the Board unless otherwise noted.)

1. A. Approval of Minutes: Regular Meeting November 16, 2016
- B. Ratification of Disbursements: November 1 through November 30, 2016
- C. Budget Comparison: FY 2016/2017 YTD

**Motion by Dir. Cupp second by Dir. Graves to approve Consent Calendar.**

**Ayes: Directors Cupp, Graves, Layne, MacIntosh and Thomsson**

**Noes: None**

**Absent: None**

**Abstain: Directors Cupp and Graves for Item 1.A. only**

PUBLIC HEARING:

2. **Second Reading, Public Hearing and Adoption for Ordinance regarding Police Department Special Tax**

Acting Pres. Layne opened the Public Hearing at 1:50 p.m. The Board waived reading proposed Ordinance 1-16 in its entirety. No comments were received from the audience. Acting Pres. Layne closed the Public Hearing at 1:54 p.m. The Board discussed.

**Motion by Dir. Cupp second Dir. Graves to accept the Second Reading and adopt Ordinance 1-16 regarding Police Department Special Tax.**

**Ayes: Directors Cupp, Graves, Layne, MacIntosh and Thomsson**

**Noes: None**

**Absent: None**

## 3. First Reading/Introduction and Public Hearing for proposed amendment to Animal Control Ordinance.

Acting Pres. Layne opened the Public Hearing at 1:57 p.m. GM Drexel read proposed Ordinance in its entirety. Comments were received from the audience. Acting Pres. Layne closed the Public Hearing at 2:06 p.m. The Board discussed.

**Motion by Dir. Cupp second Dir. MacIntosh to the accept the First Reading of proposed Ordinance amending Animal Control Ordinance 1-11, as presented and proceed with the Second Reading and adoption at the Board's January meeting.**

**Ayes: Directors Cupp, Graves, Layne, MacIntosh and Thomsson**  
**Noes: None**  
**Absent: None**

DISCUSSION / ACTION ITEMS:

## 4. Fire Department Monthly Report: FC Pappas updated the Board.

A. Declare Surplus Equipment of Rescue Truck – Staff Report: GM Drexel reported.

**Motion by Dir. Thomsson second Dir. MacIntosh to authorize both the rescue truck (1996 International) and the Ford Exhibition be declared surplus equipment and authorize the Fire Department to sell them through the most appropriate venue.**

**Ayes: Directors Cupp, Graves, Layne, MacIntosh and Thomsson**  
**Noes: None**  
**Absent: None**

## 5. Police Department Monthly Report: PO Beck updated the Board.

A. Police Department Update – Staff Report: GM Drexel reported.

## 6. Burn Site Update – Staff Report: GM Drexel reported.

## 7. Drinking Water Wells – Appoint Ad Hoc Committee to review and recommend new site locations: Acting Pres. Layne appointed herself, Dir. MacIntosh and Don Moore for an ad hoc committee regarding new well site locations. A committee report is expected by the February meeting.

A. Update on Well #4 Retrofit. Verbal Report: GM Drexel reported that Well #4 emergency retrofit is more involved than originally assessed; an electrical contractor is working with Valley Pump on the issues.

## 8. Sewer Lift Station – Update on Lift Station B-113 retrofit. Verbal Report: GM Drexel reported that this project is expected to start the week of January 23, 2017.

## 9. SWRCB Planning Grants – Update on Drinking Water Application and Update on Wastewater Application – Staff Report: GM Drexel reported that two grants have been submitted and are currently under review. The Plan of Study for the Water System grant (\$500,000) is included in the Board packet.

## 10. Resolution for Amendment of Trustees for LSCSD Money Purchase Pension Plan: SAC Nelle reported.

**Motion by Dir. Thomsson second Dir. Cupp to approve Resolution 12-16 naming Mike Graves, Rita MacIntosh and Barbara Thomsson as trustees of the District Money Purchase Pension Plan and Trust.**

**Ayes: Directors Cupp, Graves, Layne, MacIntosh and Thomsson**  
**Noes: None**  
**Absent: None**

## 11. Election of Officers for 2017 Calendar Year:

A. President: Dir. MacIntosh nominated Dir. Graves to be President. The Board unanimously voted in favor of appointing Dir. Graves to be President.

B. Vice President: Dir. Graves nominated Dir. MacIntosh to be Vice President. The Board unanimously voted in favor of appointing Dir. MacIntosh to be Vice President.

## 12. Consideration of the Police Chief Agreement and Introduction of Police Chief: GM Drexel reported that in Closed Session the Board unanimously approved the contract to hire Mike Wilson and recommended the Board take the same action in open session.

**Motion by Dir. Thomsson second Dir. Layne to approve three-year contract to hire Mike Wilson as full time Police Chief, with the following amendment to the contract: delete all references regarding any role as Fire Chief or advisor to the Fire Department (Mike Wilson will be the Police Chief only).**

**Ayes: Directors Cupp, Graves, Layne, MacIntosh and Thomsson**  
**Noes: None**  
**Absent: None**


STAFF COMMENTS / CORRESPONDENCE: One (1) speaker.

BOARD MEMBER COMMENTS: Three (3) speakers.

ADJOURNMENT:

With no objections by the Board, Acting Pres. Layne adjourned the meeting at 3:12 p.m. to the next LSCSD Regular Board Meeting on Wednesday, January 18, 2017, 1:00 p.m. at the Administration Building.

Approval Date: 1/18/17

  
\_\_\_\_\_  
Mike Graves, President

ATTEST:

  
\_\_\_\_\_  
Karl Drexel, Secretary





**LAKE SHASTINA COMMUNITY SERVICES DISTRICT**

---

**TO: LSCSD BOARD OF DIRECTORS**  
**MEETING DATE: JANUARY 18, 2017**  
**FROM: KARL DREXEL, GENERAL MANAGER**  
**SUBJECT: ADOPTION OF ORDINANCE 1-16**

---

**Final adoption of Ordinance 1-16 regarding Police Department Special Tax**

**BACKGROUND:**

Whereas the Police Department Special Tax Measure B was passed by the voters and an ordinance was written to authorize that tax, the Board has approved the first reading and approved the second reading at a Special Meeting. However, the second and final reading has to be approved by the Board at a Regularly Scheduled Board meeting (per Gov. Code § 61060(a) and Gov. Code § 25131).

**RECOMMENDATION:**

Staff recommends the Board Adopt Resolution 1-16 approving the second reading of the Ordinance and authorizing the tax to be collected effective January 1, 2017.

1/19/17  
Ord does not require  
1/18/17 approval signatures  
Per Karl Drexel  
[Signature]



## LAKE SHASTINA COMMUNITY SERVICES DISTRICT

Regular Meeting  
 Wednesday, January 18, 2017 – 1:00 p.m.  
 Administration Building  
 16320 Everhart Drive • Weed, California 96094 • (530) 938-3281

### MINUTES

CALL TO ORDER AND ROLL CALL: 1:00 p.m.

LSCSD Board Roll Call: Cupp  Graves  Layne  MacIntosh  Thomsson   
 Also present: GM Drexel, SAC Nelle and AA Charvez. There was 1 person in the audience.

PLEDGE OF ALLEGIANCE: Dir. Thomsson led the Pledge of Allegiance.

PUBLIC COMMENTS ON CLOSED SESSION: None

ADJOURN TO CLOSED SESSION: With no objections by the Board, Pres. Graves adjourned to Closed Session at 1:01 p.m.

CLOSED SESSION: 1:02 p.m.

Also present: GM Drexel, Patrick Clark for Item C via conference call.

- A. CONFERENCE WITH LEGAL COUNSEL- PENDING LITIGATION Review of Arbitration proceedings with LSPOA regarding recovery of a portion of termination compensation paid to John McCarthy by District pursuant to paragraph (4) of subdivision (d) of Section 59456.9.
- B. CONFERENCE WITH LEGAL COUNSEL- PENDING LITIGATION Existing Litigation (Gov. Code § 54956.9) Moller v. LSCSD et. al.
- C. CONFERENCE WITH LABOR NEGOTIATORS - Pursuant to Government Code Section 54957.6 Agency Negotiators: Patrick Clark, Patrick Clark Consulting, Karl Drexel, General Manager; Employee Organization: Teamsters Local 137

With no objections by the Board, Pres. Graves adjourned Closed Session at 1:55 p.m.

RETURN TO OPEN SESSION: 1:59 p.m.

Also present: GM Drexel, SAC Nelle, AA Charvez, FC Pappas, PO Beck. There were approximately 22 people in the audience.

REPORT ON CLOSED SESSION: Pres. Graves reported:

Items A, B and C: Nothing to report.

PUBLIC COMMENTS: One (1) speaker.

CONSENT CALENDAR: (All items accepted/approved by the Board unless otherwise noted.)

1. A. Approval of Minutes: Special Meeting December 14, 2016
- B. Ratification of Disbursements: December 1 through December 31, 2016
- C. Budget Comparison / Variance Report: FY 2016/2017 YTD: Pres. Graves stated this item would be on the February 2017 agenda for discussion.
- D. Accounts Receivables Aging Analysis: FY 2016/2017 YTD

**Motion by Dir. MacIntosh second by Dir. Cupp to approve Consent Calendar.**

**Ayes: Directors Cupp, Graves, Layne, MacIntosh and Thomsson**

**Noes: None**

**Absent: None**

DISCUSSION / ACTION ITEMS:

2. Meeting management – action item: Pres. Graves explained how he will be running the CSD meetings. Each item will be addressed as follows:
  - 1) President will announce the item.
  - 2) Report will be given.
  - 3) Board will ask questions.
  - 4) Public comments (3 minutes each, 20 minutes total, at the discretion of the President).
  - 5) Board motion, discussion, and vote.

Pres. Graves requested written reports for as many agenda items as possible; all items to be listed separately. Future agendas to have a section identified for Reports Only – No Action.

3. CPA Audit and Financial Statements for year ended June 30, 2016: presentation and acceptance of audit: Jennifer Harrison with AGT gave an overview of the audit and financial statements.

**Motion by Dir. MacIntosh second by Dir. Thomsson to accept CPA audit and financial statements for year ended June 30, 2016, as presented.**

**Ayes: Directors Cupp, Graves, Layne, MacIntosh and Thomsson**  
**Noes: None**  
**Absent: None**

4. Monthly Reports:  
 A. Fire Department: FC Pappas updated the Board.  
 B. Police Department: PO Beck updated the Board.
5. Recognition of Dwayne and Karla Chandler – Keep Essential Effective Police (KEEP) Committee: Pres. Graves presented Dwayne and Karla Chandler with a certificate of recognition for their efforts in organizing the KEEP Committee, which resulted in the passage of Measure B to increase Police Department funding.
6. **Adoption of Ordinance 1-16 regarding Police Department Special Tax: GM Drexel reported.**

**Motion by Dir. Cupp second by Dir. Thomsson to adopt Ordinance 1-16, Police Department Special Tax, approving second reading of the ordinance and authorizing the tax to be collected effective January 1, 2017.**

**Ayes: Directors Cupp, Graves, Layne, MacIntosh and Thomsson**  
**Noes: None**  
**Absent: None**

7. Second Reading and Adoption of Ordinance 1-17 amending Animal Control Ordinance 1-11: GM Drexel reported. The Board waived reading the ordinance in its entirety. The Board directed GM Drexel to work with Chief Wilson regarding an internal Police Department policy regarding the citation process for Animal Control infractions and misdemeanors.

**Motion by Dir. Cupp second by Dir. MacIntosh to adopt Ordinance 1-17, approving the second reading of the ordinance and authorizing the amendment to the Animal Control Ordinance 1-11.**

**Ayes: Directors Cupp, Graves, Layne, MacIntosh and Thomsson**  
**Noes: None**  
**Absent: None**

8. LSCSD/LSPOA: working relationship, agreement and rental charges: GM Drexel reported. The Board discussed. Pres. Graves appointing a committee to objectively research the LSCSD/LSPOA working relationship, committee report with recommendations to be presented to the Board at the March 2017 meeting. Committee members: Director Cupp, Director MacIntosh, LSPOA Director Jim Durden, Charlene French, Tom Wetter (GM Drexel – Ex-Officio).
9. Burn Site Update – Staff Report: GM Drexel reported that the Burn Site piles will be burned over the next few months. There is no update regarding the future of the site.
10. Drinking Water Wells – Committee Report: Dir. Layne reported that due to the holidays and weather the committee has not met.  
 A. Update on Well #4 Retrofit. GM Drexel reported that due to illness the contractor delayed the start of the project. A turbine pump will be used and there will be extensive electrical work. The total cost is expected to be less than the original estimate.
11. Union Negotiations – Review and Approve Resolution \*-17 to approve, adopt and sign the new MOU: GM Drexel reported that there is no new MOU; negotiations will continue.
12. Appointments to committee(s), Board Policy and Procedure Handbook Section 4060 (Potential Committees: Finance/Budget Standing Committee, Policy Ad Hoc Committee):  
 Pres. Graves appointed the following new committees:  
 1) FY 2017/18 Budget / Finance Standing Committee: Director Graves, Director MacIntosh, Paula Mitchell, SAC Nelle (GM Drexel – Ex-Officio)  
 2) Policy Standing Committee: Director Graves, Director Layne, SAC Nelle (GM Drexel – Ex-Officio)  
 3) Police Department Advisory Standing Committee: Director Cupp, Chief Wilson, Karla and Dwayne Chandler (GM Drexel – Ex-Officio)
13. Out of Service Area Agreement request for water service – Approve out of service area agreement and set fees: GM Drexel reported. The Board discussed.

**Motion by Dir. Cupp second by Dir. MacIntosh to not approve out of service area agreement request for water service.**

**Ayes: Directors Cupp, Graves, Layne, MacIntosh and Thomsson**  
**Noes: None**  
**Absent: None**

14. Goal setting and prioritization - action item: Pres. Graves stated that he wanted the Board to meet in a Special Meeting to set and prioritize goals for the District. Dir. Layne is not available on February 28, 2017; she will provide her proposed goals to Pres. Graves prior to the meeting.

**Motion by Dir. Cupp second by Dir. MacIntosh to set a Special Meeting on February 28, 2017, 4:00 p.m. – 6:00 p.m. to set and prioritize goals for the District.**

**Ayes: Directors Cupp, Graves, MacIntosh and Thomsson**  
**Noes: None**  
**Absent: None**  
**Abstain: Director Layne**

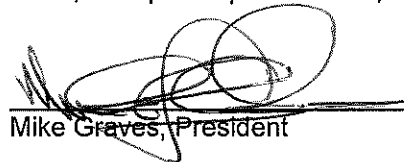
STAFF COMMENTS / CORRESPONDENCE: None

BOARD MEMBER COMMENTS: Three (3) speakers.

ADJOURNMENT:

With no objections by the Board, Pres. Graves adjourned the meeting at 3:47 p.m. to the next LSCSD Regular Board Meeting on Wednesday, February 15, 2017, 1:00 p.m. Closed Session, 1:30 p.m. Open Session, at the Administration Building.

Approval Date: 2/15/17

  
\_\_\_\_\_  
Mike Graves, President

ATTEST:  
  
\_\_\_\_\_  
Karl Drexel, Secretary