

5. WARRANTS

Warrants

A. Approval of three (3) warrants:

1. USE Credit Union. Board Payroll.
2. Mark Thomas & Company, Inc. District Management Services.
3. Enviro-Commercial Sweeping, Inc. Street Sweeping Services.

Motion: To approve three (3) warrants.

Move: Marke **Second:** Yoder

Board vote: **Ayes,** Carpenter, Post, Marke, Yoder, Spies **Noes,** None
Absent, None

6. REPORTS

Reports

A. Utility Company Reimbursement. Staff reported that the claim forms and reports had been submitted to PG&E for the repair at Irving/Basile. Staff was still waiting for a report from Verizon regarding the Bascom Avenue fiber optic line puncture of the sewer line. Staff also mentioned that no record could be found from the previous District Engineer's records regarding any other repair claims from PG&E. President Carpenter stated that the other damaged sewer was on Arleta Avenue and Basile Street. The video tape of the line should show that the utility pole punctured the sewer main line. Staff will review the tape to determine the details.

B. Monthly Financial Report. Staff presented the financial reports for April, May, and June 2007. Staff reported that the billings for the garbage contract negotiations were reflected in the overall budget record for the period from December 2006 through June 2007. The Board instructed staff to obtain more details on R3 Consulting's last invoice. The Board discussed the June report and the status of the operating expenses and budget figures for the fiscal year.

7. OLD BUSINESS

Old Business

A. Annual Budget FY 2007-08. Staff presented a revised budget for the Board to review. The budget shows an upcoming expense for treatment plant capital improvements would be offset by a carryover credit from FY 2006-07, so the deficit shown on the FY 2007-08 budget will actually end up as a smaller expense amount. The added expense for the treatment plant O&M is based on figures sent to the District by the City of San Jose to assist in budgeting purposes. Director Marke inquired about board election costs and President Carpenter explained the Board's policy on costs incurred to the candidates. Director Yoder inquired about the increase in Director's fees. Staff reported that the increase was in anticipation of extra meetings and increased Board attendance.

Motion: To approve the Annual Budget for FY 2007-08 as submitted.

Move: Yoder **Second:** Spies

Board vote: **Ayes,** Carpenter, Post, Marke, Yoder, Spies **Noes,** None
Absent, None

8. SUBCOMMITTEE REPORTS – None.

Subcommittee
Reports

9. ADJOURNMENT: Next Regular Meeting: *Thursday, August 2, 2007*

Adjournment

Motion: To adjourn meeting.

Move: Yoder **Second:** Spies

Board vote: **Ayes,** Carpenter, Post, Marke, Yoder, Spies **Noes,** None
Absent, None

Approved: August 2, 2007

Respectfully Submitted,

Mark Thomas & Company, Inc.
District Manager – Engineer

Joe Carpenter, President

Donald Toy
Administrator