

**MINUTES OF THE ADJOURNED REGULAR MEETING OF THE
GOVERNING BOARD OF THE MIDWAY CITY
SANITARY DISTRICT OF ORANGE COUNTY
14451 CEDARWOOD AVENUE
WESTMINSTER, CA 92683**

May 29, 2012

CALL TO ORDER

President Rice called the adjourned regular meeting of the Governing Board of the Midway City Sanitary District to order at 14451 Cedarwood Avenue, Westminster, California on Tuesday, May 29, 2012 at 4:00 P.M.

BOARD MEMBERS PRESENT:

Al P. Krippner
Joy L. Neugebauer
Frank Cobo
Margie L. Rice
Tyler Diep

OTHERS AT MEETING:

Ken Robbins, General Manager
Robert Housley, Finance/HR Director
Tom Nixon, District Counsel
Danielle Gerardo, Board Secretary

PLEDGE AND INVOCATION

Director Krippner led the Pledge of Allegiance. Director Neugebauer gave the Invocation.

PUBLIC COMMENTS

None

OLD BUSINESS

None

NEW BUSINESS

A. Budget Workshop – Overview of the Fiscal Year 2012-13 (July 1, 2012 through June 30, 2013) Operating Budget, Capital Improvement Projects and Reserves

GM Robbins stated that the Directors were being presented with a draft of the 2012-2013 budget. He stated that there is an estimated \$88,000 deficit due to the two (2) CPI projects - the rehabilitation of the District yard and the Oberlin siphon that needs to be relocated due to the County flood control improvements along Newland Street.

Finance/HR Director Housley stated that the proposed budget is \$17,000 less in revenues than last years' due to Redevelopment Agencies (RDA's) and interest rates. He reviewed staffing expenses, the budget summary, expenses, capital outlay and improvements, fund balances, and produced a graph that shows the direction the District is going with revenues, expenses and capital improvements. Programs put into place such as the Pushing the Blues program have greatly helped to reduce tonnage fees, and will continue to do so.

Director Krippner asked that any large capital improvements be footnoted in the budget to explain the work that was done.

Director Diep asked about the GASB45 and then stated his concern over the rising cost of the District's expenses.

A final meeting to review the budget was scheduled for Tuesday, June 12, 2012 at 4 P.M.

BOARD CONCERNS/COMMENTS

Director Cobo stated that he was glad that he had a chance to speak with past Director Grace Epperson's son at the tree dedication held in her honor.

Director Neugebauer stated that she thought past Director Epperson would be happy with the tree dedication.

President Rice commended Finance/HR Director Housley on the budget.

GM/STAFF CONCERNS/COMMENTS

GM Robbins reported that one of the MCSD drivers hit a brick mailbox on Churchill and that it is being replaced by one made of metal, saving the District approximately \$1,000.

CLOSED SESSION

CLOSED SESSION: During the course of conducting the business set forth on this agenda as a regular meeting of the Board, the Chair may convene the Board in closed session to consider matters of pending real estate negotiations, pending or potential litigation, or personnel matters, pursuant to Government Code Sections 54956.8, 54956.9, 54957 or 54957.6, as noted.

Reports relating to (a) purchase and sale of property; (b) matters of pending or potential litigation; (c) employment actions or negotiations with employee representatives; or which are exempt from public disclosure under the California Public Records Act, may be reviewed by the Board during a permitted closed session and are not available for public inspection. At such time as the Board takes final action on any of these subjects, the minutes will reflect all required disclosures of information.

INFORMATIONAL ITEMS

None

ADJOURNMENT

President Rice adjourned the meeting at approximately 4:56 P.M.

Joy Neugebauer, Secretary