



**MINUTES  
SPECIAL BOARD MEETING  
OF THE SANTA FE IRRIGATION DISTRICT  
BOARD OF DIRECTORS**

May 2, 2022  
Santa Fe Irrigation District  
5920 Linea del Cielo  
Rancho Santa Fe, CA 92067

**ROLL CALL - CALL MEETING TO ORDER**

President Hogan called the meeting to order at 8:31 a.m.

**BOARD MEMBERS PRESENT:** President Michael Hogan, Vice President Sandra Johnson, and Directors Dana Frieauf, Andy Menshek, and Kenneth Westphal were present.

**STAFF AND OTHERS PRESENT:** General Manager Albert Lau, Board Secretary Kim Johnson, Administrative Services Manager Seth Gates, Distribution System Manager Chris Bozir, Engineering Services Manager Marissa Potter, Water Treatment Plant Manager Tim Bailey, General Counsel Nicholas Norvall and Special Counsel Lutfi Kharuf, Best Best & Krieger, and members of the public were present. Also present was Habib Isaac, IB Consultants.

**PLEDGE OF ALLEGIANCE**

President Hogan led the Pledge of Allegiance.

**ORAL COMMUNICATIONS**

There were no written comments received nor requests from the public to speak.

**ACTION AND DISCUSSION ITEMS**

**CLOSED SESSION**

1. Conference with Legal Counsel  
Significant exposure to litigation pursuant to subdivision (b) of  
Government Code Section 54956.9

One (1) potential case

*President Hogan adjourned into Closed Session at 8:32 a.m*

*President Hogan reconvened into Open Session at 9:02 a.m. and reported to reportable actions were taken in Closed Session.*

**ACTION AND DISCUSSION ITEMS**

2. Board Workshop: Cost of Service Study – Water Rate Alternatives

GM Lau introduced the item and ASM Gates introduced Habib Isaac, Rate Consultant, who utilized a PowerPoint presentation to provide an overview of water rate alternatives to be considered during this workshop. He noted that the Board was given a task to rank rate objectives prior to the meeting and those results are included in Slide 14 of the presentation.

The Board discussed rate design characteristics, competing rate objectives, legal requirements., and cost of service allocations.

*President Hogan called for a brief recess at 10:29 a.m.*

*President Hogan reconvened the meeting at 10:34 a.m.*

After extensive discussion, a motion was made by Director Menshek and seconded by Director Friehauf to proceed with the three rate structures for evaluation as recommended by staff:

- Tiered Rates by Water Supply
- Tiered Rates by Meter Size
- Budget-Based Rates

Prior to Board vote on the motion, President Hogan offered the opportunity for public comment.

Rory Kendall expressed concern that the Board was not pursuing federal grant funding or alternative water supply source projects and felt residents’ privacy would be jeopardized if technology was utilized to determine irrigable areas on individual properties.

Roll call vote was taken as follows:

- Ayes: Friehauf, Johnson, Menshek, Westphal, and Hogan
- Noes: None
- Abstain: None
- Absent: None

## ADJOURNMENT

President Hogan adjourned the meeting at 11:18 a.m.

DocuSigned by:

*Michael Hogan*

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Michael T. Hogan  
Board President

DocuSigned by:

*Albert Lau*

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Albert C. Lau  
Board Secretary/Treasurer