

MINUTES
SAM REGULAR BOARD MEETING
May 26, 2009

1. CALL TO ORDER: Vice-Chair Fraser called the meeting to order at 7:00 p.m. at the SAM Administration Building, located at 1000 N. Cabrillo Highway, Half Moon Bay, CA.

ROLL CALL: Present: Fraser, Woren, Muller, Lohman, Harvey, Boyd
Absent: None
Alternate Present: None

STAFF PRESENT: Manager Foley, General Counsel Copeland, Technical Svcs. Supv. Pullin, Supv. of Admin. Svcs. Tracy, Recording Secretary Turbay

2. PUBLIC COMMENT/ ORAL COMMUNICATION

Manager Foley announced that the California Special Districts Association (CSDA) is having a joint event with the League of California Cities, called Budget Action Day. This event will take place on Wednesday, June 3, 2009, 10:00 am at the Citizen Hotel, Metropolitan Terrace, 926 J Street, Sacramento, CA.

3. CLOSED SESSION – NONE

4. CONSENT AGENDA

Manager Foley informed the Board that check no. 71745, to Peterson Power Systems, Inc. in the amount of \$93,419.59, was pulled from disbursements to be approved and signed, because the check will be voided due to incoming credits on the vendor account that arrived after the check had been prepared.

Director Boyd moved and Director Harvey seconded the motion to approve the following consent agenda items:

- A. Approve Minutes – April 27, 2009 SAM Board Meeting
 - B. Receive and File Manager's Monthly Report for April 2009, including:
 - a. Monthly Flow Report
 - b. Financial Statements
 - c. Monthly NPDES Permit Data
 - d. Collection System Data
 - e. Wet Weather Flow Management Program Grant Opportunities
 - f. Recycled Water Program Grant Opportunities
 - C. Approve Disbursements – May 2009
 - a. Disbursements for May 2009
 - D. Authorize Manager to Proceed with Admin Building Vinyl Flooring
- Boyd/Harvey/8 Ayes/0 Noes. The motion passed.

5. OLD BUSINESS

5A. Receive Report from Recycled Water Committee/Discuss and Possibly Take Action on Committee Meeting Agenda Items

Manager Foley reviewed the RWC meeting agenda items held earlier in the evening.

a. Receive and File Recycled Water Articles

Manager Foley did not have anything new to report on recycled water.

b. Receive Report and Possibly Take Action on draft Delegation Agreement

Manager Foley informed the Board that SAM has not yet received a letter from CCWD regarding the draft Delegation Agreement.

Tanya Yurovsky of SRT Consultants addressed the Committee and summarized the Recycled Water Project status. She reviewed the funding, benefits, coordinating with Ocean Colony Partners, and the next steps for the Recycled Water Project. A discussion ensued. The Committee directed staff to meet as soon as possible with CCWD to address the miscommunications that were discussed at the May 19 CCWD Board meeting. Director Boyd suggested that staff give CCWD a copy of all the SAM Recycled Water Committee Meeting Minutes so that both SAM and CCWD Recycled Water Committees will be aware of each others' discussions on the project.

c. Receive Summary of and Discuss Alternatives for Recycled Water Project – Phase 2

Manager Foley stated that at the last SAM Board meeting, Director Lohman had suggested that the Recycled Water Committee start discussions on Phase 2 of the Recycled Water Project. Manager Foley discussed the scope of and various options for recycled water projects. These options were based on Carollo Engineers and SRT Consultant studies.

Tanya Yurovsky of SRT Consultants discussed some of the other aspects of Phase 2. She discussed the project paying for itself, sizing, and the amount of water needed by other customers. A discussion ensued. Director Fraser asked staff to research possible storage resources available for recycled water.

5Ba. Wet Weather Flow Management Program (WWFMP) Project Committee

Manager Foley informed the Board there have been no WWFMP committee meetings held since the last report to the SAM Board. He also stated that the Board will be presented with a proposal from SRT Consultants for the design of the WWFMP at the June 22, 2009 SAM Board meeting.

Director Lohman updated the Board on the purchase of the Burnham Strip. He stated there is a signed agreement between GSD and the Harbor District, the permitting process has started, and there are contingencies remaining to be addressed. Director Boyd stated that sketches of the project are on the

SAM website for anyone who is interested. A discussion ensued. Following discussion, no Board action was taken.

5C. Receive Additional Information On and Answers to Questions About Clean Filtration Technologies, Inc.

Manager Foley reviewed the staff report regarding additional information on and answers to questions about Clean Filtration Technologies (CFT). CFT provided the Board with responses to questions asked at the April 27, 2009 Board meeting. Manager Foley reminded the Board that the Recycled Water Project construction will require an RFP be issued, commencing a competitive bid process. . Manager Foley explained that since the CFT pilot treatment plant is a rental, it need not go to competitive bid. Following discussion, no Board action was taken.

5D. Review and Approve for Presentation to Member Agencies, SAM Recycled Water Project – Pilot Treatment Plant Rental

Manager Foley presented the staff report to review and approve for presentation to the Member Agencies the SAM Recycled Water Project – Pilot Treatment Plant Rental. He informed the Board that CFT has presented a proposal for the pilot treatment plant. He stated that the funds for this, with the Board's later approval, will be paid for with reserve funds, which are to be paid back by any grant funding for this project. A discussion ensued. John Mallard, CEO of Clean Filtration Technologies, Inc. answered questions from the Board.

Tanya Yurovsky of SRT Consultants, reviewed the Recycled Water Project Study and reminded the Board that the project is still in the preliminary stages.

Following discussion, Director Harvey moved and Director Woren seconded the motion to approve for presentation to the Member Agencies, the SAM Recycled Water Project – Pilot Treatment Plant Rental. Harvey/Woren/8 Ayes/0 Noes. The motion passed.

5E. Update on AB1234 Compliance

Director Fraser reminded the Board that AB1234 Compliance needs to be updated and current every two years. Manager Foley advised that SAM staff would retrieve whatever certification information was available from Member Agencies' staff.

6. NEW BUSINESS

6A. Receive and File Report on Cost Savings Associated with Wet Weather Measures

Manager Foley reported to the Board that savings in potential penalties have paid for the wet weather system and the system has kept 2,795, 050 gallons of sewage from spilling into the ocean. Director Woren requested an analysis, with respect to the current Wet Weather Flow Management Program

project, of overflows that have occurred since the completion of the wet weather facilities constructed at the Montara Plant.

7. MANAGERS INFORMATIONAL REPORT

7A. RECEIVE UPDATE ON FOURTH DRAFT SAM DRAFT FY2009-10 BUDGET

Manager Foley informed the Board that the fourth draft of the SAM Budget FY2009-10 has been posted to the SAM Website. He stated that Montara Water and Sanitary District has approved the budget contingent upon two changes, a Consumer Price Index not to exceed 1.26% and an interest rate not to exceed 1.5%, upon Board approval.

8. ATTORNEY'S REPORT

General Counsel Copeland reported on his attendance at the CASA Attorneys' Committee Meeting on May 1, 2009. He summarized - SB 565, SB 711, AB 1232, AB 3030, CASA Sewer Lateral Task Force, and Vargas v. City of Salinas. Following discussion, no Board action was taken.

9. DIRECTORS' REPORT

Director Muller reported on the CWEA training meeting that was held on May 21, 2009, at the Half Moon Bay Brewing Company and commented on the good representation from SAM.

10. TOPICS FOR FUTURE DISCUSSION - NONE

11. PUBLIC COMMENT/ORAL COMMUNICATION - NONE

12. ADJOURNMENT

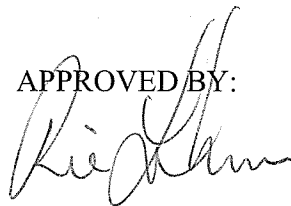
The meeting was adjourned at 8:46 P.M., to the Regular SAM Board Meeting, scheduled for June 22, 2009 at the SAM Administration Building, 1000 N. Cabrillo Highway, Half Moon Bay, CA 94019.

Respectfully submitted,



Recording Secretary
Susan Turbay

APPROVED BY:



BOARD SECRETARY