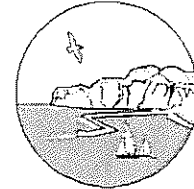


B O A R D O F D I R E C T O R S
R E G U L A R M E E T I N G
F E B R U A R Y 2 6 , 2 0 0 9



A G E N D A

SOUTH COAST WATER DISTRICT

Meeting Location:
City of Dana Point Council Chamber
33282 Golden Lantern
Dana Point, CA 92629

Thursday, February 26, 2009
5:00 p.m.

IN ACCORDANCE WITH THE REQUIREMENTS OF CALIFORNIA GOVERNMENT CODE SECTION 54954.2, THIS AGENDA HAS BEEN POSTED IN THE MAIN LOBBY OF THE DISTRICT'S ADMINISTRATIVE OFFICES NOT LESS THAN 72 HOURS PRIOR TO THE MEETING DATE AND TIME ABOVE. ALL WRITTEN MATERIALS RELATING TO EACH AGENDA ITEM ARE AVAILABLE FOR PUBLIC INSPECTION IN THE OFFICE OF THE BOARD SECRETARY.

IN THE EVENT ANY MATTER NOT LISTED ON THIS AGENDA IS PROPOSED TO BE SUBMITTED TO THE BOARD FOR DISCUSSION AND/OR ACTION, IT WILL BE DONE IN COMPLIANCE WITH SECTION 54954.2(b) AS AN EMERGENCY ITEM OR BECAUSE THERE IS A NEED TO TAKE IMMEDIATE ACTION, WHICH NEED CAME TO THE ATTENTION OF THE BOARD SUBSEQUENT TO THE POSTING OF THE AGENDA, OR AS SET FORTH ON A SUPPLEMENTAL AGENDA POSTED IN THE MANNER AS ABOVE, NOT LESS THAN 72 HOURS PRIOR TO THE MEETING DATE.

A. CLOSED SESSION (5:00 PM)

DURING THE COURSE OF CONDUCTING THE BUSINESS SET FORTH ON THIS AGENDA AS A REGULAR MEETING OF THE BOARD OF DIRECTORS, THE PRESIDENT MAY CONVENE THE BOARD IN CLOSED SESSION TO CONSIDER MATTERS OF PENDING OR POTENTIAL LITIGATION, OR PERSONNEL MATTERS, PURSUANT TO GOVERNMENT CODE SECTIONS 54956.9, 54957 OR 54957.6.

REPORTS RELATING TO (A) PURCHASE AND SALE OF REAL 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 FINAL ACTIONS ARE TAKEN BY THE BOARD ON ANY OF THESE SUBJECTS, THE MINUTES WILL REFLECT ALL REQUIRED DISCLOSURES OF INFORMATION.

- (1) Convene in Closed Session
 - (a) Pursuant to Government Code Section 54956.9, confer with District Counsel and Special Counsel regarding existing litigation: Ferry, et al. vs. South Coast Water District

B. RECONVENE BOARD MEETING IN REGULAR SESSION (6:00 PM)

- (2) Consideration of action, if any, on matters considered in closed session
- (3) Report on actions taken in closed session, as required

C. PLEDGE OF ALLEGIANCE Director Moore**D. ROLL CALL OF BOARD MEMBERS**

President Richard Dietmeier
Vice President Robert Moore
Director Richard Gardner
Director Ingrid McGuire
Director Wayne Rayfield

E. ORAL COMMUNICATIONS / PUBLIC COMMENTS

All persons wishing to address the Board on specific agenda items or matters of general interest should do so at this time by completing a "Request to Speak" form available at the door. The completed "Request to Speak" form is to be submitted to the secretary prior to an individual being heard by the Board. Members of the public who wish to discuss consent calendar items should do so at this time. **As determined by the President, speakers may also be heard following the Staff Report on each item and remarks may be limited to three (3) minutes.** Matters of interest addressed by a member of the public and not listed on this agenda cannot have action taken by the Board except as authorized by Government Code Section 54954.2(b).

F. CONSENT CALENDAR

All matters listed under Consent Calendar are considered by the Board of Directors to be routine and will all be enacted by one motion by the form listed below. There will be no separate discussion of the items prior to the time the Board votes on the motion unless members of the Board, staff or public request specific items to be discussed and/or removed from the Consent Calendar for separate discussion. Staff reports will only be given if items are pulled from the Consent Calendar.

Members of the public who wish to discuss a Consent Calendar Item should do so under Oral Communications/Public Comments.

Recommended Action: Motion to approve Consent Calendar Item(s).

Consent Calendar (Items 1 to 14)**1. Approval of Board Minutes**

- a. Regular Meeting of January 22, 2009
- b. Special Meeting of January 27, 2009

Recommended Action: If no corrections or amendments, minutes will be deemed approved as submitted and be so ordered by the President

2. **Leave of Absence:** Permission to leave the State (this grants authority of any Director to be absent from the State and the performance of duties, if necessary, for a period of more than sixty (60) days)

3. Schedule of Checks and Expenditures

- a. Expenditures for SCWD for the period of 1/1/09 through 1/31/09
General Funds and Restricted Funds

Recommended Action: A/F Committee recommends that the Board of Directors ratify all payments made for expenditures authorized by the approved South Coast Water District budget for FY 2008/09 as presented in the Schedule of Checks and Expenditures for the period of January 1, 2009 through January 31, 2009.

- b. Expenditures for JRWSS for the period of 1/1/09 through 1/31/09
JRWSS Contracts Operations

Recommended Action: A/F Committee recommends that the Board of Directors ratify all payments made for expenditures authorized by the approved Joint Regional Water Supply System budget for FY 2008/09 as presented in the Schedule of Checks and Expenditures for the period of January 1, 2009 through January 31, 2009

4. 2008-09 Manhole Rehabilitation Project

a. Award of Construction Contract in the amount of \$148,630 to Sancon

Recommended Action: E/O Committee recommends that the Board of Directors authorize the General Manager to: 1) approve a budget transfer of \$30,000 to be allocated from Sewer Rehabilitation Program – South Coast Service Area (5420-2100); enter into negotiations with Sancon Engineering, Inc. to award a contract in the amount not-to-exceed \$148,630 for construction services on the 2008-2009 Manhole Rehabilitation Project; and 3) approve change orders, if required up to \$14,900 (10% contingency)

5. Juanita Reservoir Area Valve Replacement Project

a. File Notice of Completion

Recommended Action: E/O Committee recommends that the Board of Directors authorize the filing of the Notice of Completion for the Juanita Reservoir Area Valve Replacement Project

6. Groundwater Recovery Facility

a. Monthly Production Report for December 2008 Production

Recommended Action: Information item

7. 5A Reservoir and RW-2 Reservoir

a. Interior and Exterior Coating

Recommended Action: E/O Committee recommends that the Board of Directors authorize the General Manager to 1) award a construction contract for the coating and improvements for 5A Reservoir and Recycled Water Reservoir No. 2 to Advanced Industrial Services in an amount not-to-exceed \$1,285,270; 2) award a construction contract for the site improvements for 5A Reservoir and Recycled Water Reservoir No. 2 to Bebek Company in an amount not-to-exceed \$265,070; 3) approve change order during construction, if necessary, up to the amount of \$176,100 (10% of the construction contracts); and 4) execute a consulting services agreement with Harper & Associates Engineering, Inc. in an amount not-to-exceed \$45,000 for coating and structural inspection

8. Capistrano Beach Reservoir Site

a. Potential Uses

Recommended Action: Information item

9. Quarterly Investment Report

a. Update

Recommended Action: A/F Committee recommends that the Board of Directors receive and file

10. South Orange County Coastal Desalination Project

a. Approve MWDOC Project Invoice

Recommended Action: A/F Committee recommends that the Board of Directors authorize staff to proceed with payment of MWDOC Project Invoice #1 in the amount of \$125,188

11. Water Distribution System Repairs Summary

- a. Progress report through the end of January 2009

Recommended Action: Information Item

12. Sewer Rehabilitation Program Summary

- a. Progress report through the end of January 2009

Recommended Action: Information Item

13. Sewer Cleaning/Maintenance Progress Report

- a. Progress report through the end of January 2009

Recommended Action: Information Item

14. Report of Private Sewer Spill on January 23, 2009

- a. Update

Recommended Action: Information item

G. NEW BUSINESS**15. Water Conservation & Water Supply Shortage Ordinance**

Staff Report: Update
Board Questions
Public Comments
Director Discussion

Recommended Action: Board information and direction

16. Special Valve Replacement Project

Staff Report: Award of Contract Change Order No. 1 to DM Kisling Construction
Board Questions
Public Comments
Director Discussion

Recommended Action: That the Board of Directors authorize the General Manager to 1) approve a budget amendment of \$72,700 to be allocated from the West Street Parking budget (1120-2730) and 2) authorize Change Order No. 1 to DM Kisling Construction in the amount of \$74,108 for additional work.

17. Payment Policies Board and Staff

Staff Report: Payment Policies
Board Questions
Public Comments
Director Discussion

Recommended Action: That the Board of Directors review various proposed changes to existing payment policies and provide comments as desired (Board directed changes will be brought to the March Board meeting as ordinance or policy revisions)

18. Fixing the Date, Time and Place of Regular Board Meetings

Staff Report: Resolution No. 6-08/09
Board Questions
Public Comments
Director Discussion

Recommended Action: That the Board of Directors approve Resolution No. 6-08/09 entitled "A Resolution of the Board of Directors of the South Coast Water District Fixing the Day, Time and Place of Regular Board Meetings"

H. ITEMS TO BE CONSIDERED AT NEXT MEETING

Board of Directors to identify specific items for consideration at the next regular Board of Director's meeting. The Board President shall assist staff in the preparation of the agenda for the next regular Board meeting. Items shall appear on the agenda if a consensus of the Board is to place an item on the agenda for consideration.

I. Consideration of meeting requests that are outside of District Ordinance No. 200

AB 1234 requires that Board Members who desire to be paid a per diem for attendance at events or meetings that are not identified by District Ordinance must get approval from the Board in advance of the event or meeting to be eligible for the per diem fee.

J. ORAL COMMENTS /STAFF, CONSULTANTS

There will be a time limit of three (3) minutes per person. The Directors, General Manager, District Counsel and/or Consultants may present oral reports on miscellaneous matters of general interest to the Directors which are not set forth specifically on the agenda. These reports are for information only and no action is required or permissible by the Directors.

District Counsel Betty Burnett
Director of Engineering Bob Clark
Director of Operations Joe McDivitt
Director of Finance Carolyn Rynda
Director of Property Development Joe Sovella

K. ORAL COMMENTS/BOARD GOVERNANCE; DIRECTORS, GENERAL MANAGER

There will be a time limit of three (3) minutes per person. The Directors, General Manager, District Counsel and/or Consultants may present oral reports on miscellaneous matters of general interest to the Directors which are not set forth specifically on the agenda. These reports are for information only and no action is required or permissible by the Directors.

President Richard Dietmeier
Vice President Robert Moore
Director Richard Gardner
Director Ingrid McGuire
Director Wayne Rayfield
General Manager Michael Dunbar

L. AGENCY REPORTS

The Directors will present oral reports on meetings they attended in the past month with affiliated agencies and organizations

President Richard Dietmeier
Vice President Robert Moore
Director Richard Gardner
Director Ingrid McGuire
Director Wayne Rayfield

M. CLOSED SESSION REPORTS

None

N. ADJOURNMENT

Accommodations for the Disabled. The Board of Directors Meeting Room is wheelchair accessible. If you require any special disability related accommodations, please contact the South Coast Water District Secretary's office at (949) 499-4555 ext. 3150 at least seventy-two (72) hours prior to the scheduled meeting. Requests must specify the nature of the disability and the type of accommodation requested.

Written materials related to Board Agenda. At the time of the posting of the agenda for regular and special Board meetings, the entire agenda packet is available for public review at the District's Administrative Offices at 31592 West Street, Laguna Beach, California. Pursuant to Government Code Section 54957.5 any writing that is distributed to the Board of Directors after the posting of a regular or special meeting agenda shall also be made immediately available to the public at the District's Administrative Offices. Written materials distributed by members of the public at a South Coast Water District Board meeting shall be made available immediately following the meeting.