

**BAY AREA WATER SUPPLY AND CONSERVATION AGENCY
BOARD OF DIRECTORS MEETING**

**July 16, 2009 – 7 p.m.
Foster City Community Building, Foster City CA**

| |
|----------------|
| MINUTES |
|----------------|

1. Call to Order/Pledge of Allegiance/Roll Call – 7:05 pm

BAWSCA Chair, John Fannon, called the meeting to order and led the salute of the flag. Art Jensen, called the roll. Seventeen (17) members of the board were present, constituting a quorum. A list of directors present (17) and absent (9) is attached. [The Skyline County Water District has dissolved and its appointee to the board has resigned. Until Skyline has been formally removed from the Agency and its board of directors, the role call will reflect only 26 remaining agencies and their appointed directors.]

2. Comments by the Chair: Chair Fannon expressed his appreciation for the services of two long-time board members, Chris Reynolds and Chris Mickelsen. Director Reynolds was appointed by Skyline County Water District, which has been acquired by the California Water Service Company. Chris Mickelsen's term expired as of June 30th, and Coastside County Board of Directors appointed Ken Coverdell to the BAWSCA and RFA boards. Chair Fannon welcomes Director Coverdell and looks forward to working with him.

The twelve other board members whose terms expired on June 30th were reappointed. Chair Fannon thanked the twelve re-appointed board members for their continuing support and serve during the next several years.

Chair Fannon noted that Art Jensen will report on the approval status of the new Water Supply Agreement between the member agencies and the City and County of San Francisco. Chair Fannon emphasized the importance of the negotiations because the results will endure for the next 25-years. He is pleased with the completion of the negotiations and the achievement of all the stated objectives along the way.

However, the security of sufficient water supply from San Francisco to meet future needs up to 2030 was not achieved as a result of San Francisco's decision to limit water sales to 184 mgd until 2018. Chair Fannon noted that had the limitation been known from the start, BAWSCA would have begun the development of its future water supply management strategy four years earlier. That strategy is now underway, and is ranked at the top of BAWSCA's list of priorities.

BAWSCA needs to be innovative and farsighted to ensure that its members and their water customers in the three counties will have future reliable water supply that supports daily living, jobs, economic opportunity, drought, responsible and sustainable growth while protecting our collective environment.

Mr. Jensen will also provide a status report on the San Francisco Public Utility Commission's Water System Improvement Program.

- 3. Board Policy Committee Report:** Committee Chair Fergusson reported that the Board Policy Committee discussed informational items on BAWSCA's approach to handling water quality issues, and pending legislation. The committee also discussed the workplans for developing a monitoring system to track the progress of the Water Conservation Implementation Plan, water supply management activities, and the Long-Term Reliable Water Supply Strategy.

The development of a Monitoring and Reporting System (MRS) is critical for tracking the progress of conservation measures. The committee discussed and supported an approach for a sole-source contract with a firm already familiar with the existing water demand model with which the MRS must be integrated.

A contracting strategy for hiring a consultant to develop the scope of the Long-Term Reliable Water Supply Strategy was discussed by the committee. No formal action on this item was taken, but the committee commented favorably on the approach.

The committee met in closed session for the CEO/General Manager's annual performance evaluation. A closed session is scheduled in August, and the committee will bring its recommendations to the board in September.

- 4. Chief Executive Officer's Reports:** Mr. Jensen welcomed newly appointed BAWSCA and RFA Director Ken Coverdell.

Commissioner Appointment. Art reported that Anson Moran was recently confirmed by the San Francisco Board of Supervisors as the fifth and final member of the San Francisco PUC. Mr. Moran fills the seat in the commission that requires expertise in utility management. Mr. Moran's previous work experience with the SFPUC includes positions as the Manager of the Finance Bureau, General Manager of Hetch Hetchy Water and Power and General Manager of the SFPUC until his retirement in 2000. He was also a member of the Governor's Delta Vision Task Force, and has been involved in various stakeholder activities since his retirement from the SFPUC. Mr. Moran brings integrity, intellect and forthrightness and can be expected to support the best interests of the City and County of San Francisco.

Water Education Foundation Tour of Hetch Hetchy. Spaces for the Hetch Hetchy Tour on July 22nd, 23rd and 24th have all been filled. Among many others, tour speakers will include SFPUC and BAWSCA staff, representatives from MID and TID, and the new Executive Director for Restore Hetch Hetchy.

- A. Status of Approval of New Water Supply Agreement: Mr. Jensen reported that 24 member agencies have approved the new Water Supply Agreement, and the remaining two agencies are scheduled to act later in the month. Hanson Bridgett has been instrumental in compiling the executed documents and coordinating with the SFPUC for the general manager's signature, methodically.
- B. How BAWSCA Addresses Water Quality Issues: BAWSCA identifies whether water quality issue concerns are related to public health and State standards and regulations, or whether the issues are operational and relate to the communications with San Francisco before, during, and after water quality events.

Concern expressed by members of the public about the use of chloramines as a disinfectant for drinking water is an example of a public health and water quality standards issue. These issues have been and are directed to public health officials and regulatory authorities.

Public concerns about chloramines that were brought to BAWSCA were to be directed to county health officers, who have responsibility for protecting public health. This planned communication was mentioned to the SFPUC, as the agency that owns and operates the regional water system, and that body chose to communicate with the health officers.

More recently, a house resolution written by the office of Assembly Member Ira Ruskin requests the State Department of Public Health (SDPH) to conduct studies on the human health effects of chloramines. BAWSCA was asked to comment on the resolution. Mr. Jensen recommended the incorporation of the language used by the San Francisco PUC Citizen's Advisory Commission (CAC) in its resolution regarding chloramines. The SFPUC reviewed the CAC resolution and wrote a letter to the US Environmental Protection Agency requesting that studies be conducted and be made available on the human health effects of chloramines and alternative drinking water disinfectants. Modifications to the resolution have not yet been made.

An additional water quality debate, which has been ongoing for many years, concerns fluoridation of drinking water. The Carcinogen Identification Committee, a body that advises the California Environmental Protection Agency, suggested that CalEPA assign a high priority to reviewing whether fluorides should be included on the Prop. 65 list of chemicals for which warning should be publicly posted.

Water quality concerns relating to daily operations and communications are handled between the member agencies and the SFPUC. BAWSCA has historically facilitated communication on a variety of occasions, including through its Water Quality Committee. The new Water Supply Agreement formalizes this relationship by establishing a Joint Water Quality Committee that will be chaired alternately by the SFPUC and BAWSCA.

BAWSCA will continue to address water quality issues this way, and will present to the board for its assessment, any issues that do not fall into the simple binary system.

- C. Pending Legislation: BAWSCA continues to follow the progress of a few pieces of water-related legislation. AB 49 (Feuer) is a water conservation bill directed toward California achieving a statewide average of a 20% reduction in gross per capita water use by the year 2020. The bill has provisions that allow agencies to comply individually or as groups. BAWSCA is working with its legislative contacts to ensure that the language of the bill would allow BAWSCA to act on behalf of member agencies, if they choose to do so. Mr. Jensen noted that the requirements of the bill could help BAWSCA member agencies stay within the supply limitation imposed by San Francisco. The exact impact to individual agencies, however, is difficult to predict at this time.

The Governor has wanted to put together composite legislation that would address statewide issues related to the Delta and water supplies in general. There are five pieces

of legislation that have been referred to a conference committee. No further information is available at this time, but BAWSCA will continue to watch for new developments.

SB 407 (Padilla) would require plumbing retrofits upon the resale of residential and commercial properties. The bill passed from the Senate to Assembly and remains there at the moment.

- D. Proposed Changes to the Water System Improvement Program: Mr. Jensen reported that the State water code requires the SFPUC to hold a public hearing, with a 30-day notice, if scopes or schedules of the WSIP are modified. Following the hearing, actions taken by the SFPUC and changes to the program are to be reported to the California Seismic Safety Commission (CSSC) and California Department of Public Health (CDPH). CSSC and CDPH offer their written opinion on whether the changes have significant impacts to the public health and safety.

An SFPUC hearing to consider proposed changes is scheduled for July 28th. The proposed changes to the WSIP are not surprises to BAWSCA and its team of technical consultants who are currently reviewing the SFPUC report. Mr. Jensen noted that changes to two major projects, the San Joaquin Pipeline and the Bay Division Pipelines #3 and #4, are consistent with the recommendations BAWSCA has made in the past.

BAWSCA is reviewing the overall program status and the proposed one-year delay for completion. Chair Fannon asked what the cause of the program delay that was not a surprise to BAWSCA. The question was referred to SFPUC General Manager Ed Harrington who will address the board about BAWSCA's questions on the overall scope, schedule and budget of the program.

5. **Special SFPUC Report:** SFPUC General Manager Ed Harrington reported that the SFPUC re-baselines the program every couple of years to incorporate the latest available information on risk mitigation measures and value engineering proposals. This process also captures the low construction bid awards, provides updated, realistic project schedules for performance assessments, and ensures that funding is available when needed in future supplemental appropriations. Additionally, the re-baselining of the program complies with AB 2437(Ruskin-2008).

Mr. Harrington presented a cost summary chart that reflected the budget realignments between regional and local project costs, the two major projects with the most cost increases, and the savings from contract awards that were under the engineers' estimates. Mr. Harrington noted that if highly competitive bidding continues, the savings incurred may cover the anticipated cost increases. If the trend changes, the SFPUC will need to reexamine how the projects will be funded.

The new overall program completion is December 2015. Construction of 25 out of 27 WSIP projects was completed on schedule, and 34 regional projects have no schedule changes. Four regional projects with the most changes include the Calaveras Dam Replacement Project, Harry Tracy Water Treatment Plant Long-Term Improvements, San Joaquin Pipeline System, and the Rehabilitation of San Joaquin Pipelines.

The delay of the program is associated with the Calaveras Dam Replacement Project and two separate environmental concerns with that project related to steelhead fisheries and naturally occurring asbestos in soils at the site.

Mr. Harrington noted that naturally occurring veins of asbestos in serpentine rock can almost always be expected in Northern California. SFPUC expected to run across asbestos, but the asbestos found in the Calaveras site is a particularly toxic form. This will require extreme precautions to protect the construction crew and the environment. For example, workers will require protective suiting before shifts and decontamination after shifts. The time required for that will impact the productivity of what would have otherwise been a normal 8-hour shift. But protection of the workers is important, so the construction phase has been extended by about 18-months.

A second issue is the California Environmental Quality Act (CEQA) discussion about the steelhead trout in Alameda Creek. Changes to the Calaveras Dam Replacement Project are being made to accommodate the fisheries further upstream, and discussion of environmental issues is expected to be contentious. More time and resources have been set aside to address these issues.

Director Guzzetta asked whether the yield of the reservoir will decrease because of the issues with the fisheries. Mr. Harrington stated that the capacity will remain the same, but that the operation of the dam may change so that more supply can be stored closest to the population center. Mr. Carlin explained that the watershed has additional capacity, and that the Calaveras dam is being built with a larger core that can be expanded in the future without having to rebuild the dam. There are environmental issues that need to be settled; therefore, some decisions on the project are being delayed.

Mr. Jensen asked about the impact of the asbestos on drinking water quality. Mr. Harrington stated that it is mostly airborne, and there are no increased risks to drinking water quality.

The Harry Tracy Water Treatment Plant Long Term Improvement Project requires a budget increase to address geotechnical issues in the site. A fault running below the two treated water reservoirs was discovered, and the best alternative was to build a new and larger treated water reservoir at a different location of the site. This ensures the safety of the people around the area, and the maintenance of the level of service goal (LOS) of the project. Additional pipeline improvements will be made to address seismic risks.

In response to Director Guzzetta's question, Mr. Harrington reported that because of the seismic risks, the two existing reservoirs will no longer be used after the new ones are constructed. Their placement is right above a school.

Director O'Mahony asked where the bulk of the cost is with respect to Harry Tracy plant, and if there will be a delay. Mr. Harrington reported that the cost is mostly associated with

the new 11 million gallon reservoir and the re-arranging of the pipes. The completion date of the project remains the same.

Changes to the San Joaquin Pipeline project and rehabilitation of the existing San Joaquin Pipelines will provide a stronger system for the same cost. Building a new pipeline on the eastern portion allows for the minor repair of the existing one as opposed to a major rehabilitation. The money for the rehabilitation was shifted to building a new pipeline which provides a robust system.

Director Vella asked whether the SFPUC is pursuing federal stimulus funds. Mr. Harrington reported that federal funds were sent to California's State Revolving Fund, which is typically used to help small rural systems that have water quality violations or other needs. Additionally, the State made half of the funds available to grants that would be awarded to small disadvantaged-community water systems. The SFPUC met with Speaker Nancy Pelosi's office about additional funds in next year's budget that may be distributed similarly. Mr. Harrington noted that everyone deserves good clean water but that it would be disappointing if the small agencies who have been given the money do not have the capacity to spend it to repair their systems.

Chair Fannon asked for a summary of how the program will be funded and the interests rates for commercial paper and bonds.

Mr. Harrington reported the commercial paper will be issued and refunded fairly quickly. Spending of about \$100 M per month should begin within the next six months, and the SFPUC will be issuing debt of about \$250 M every quarter.

Mr. Harrington noted that the SFPUC can only issue debt that is not tax exempt if it does not go to an investor owned utility. For projects that have a regional benefit, the SFPUC will issue commercial paper. Commercial paper has low interests rates of 1 ½ - 2%, and San Francisco has authority for about half a billion dollars of commercial paper. As a California government agency, San Francisco has a good name in the market, and has a AA rating.

Mr. Harrington also reported that three WSIP construction contracts have recently been awarded that were considerably under the engineers' estimates. Contract awards have been 20% to 25% less than the engineers' estimates, and in some cases up to 40% less. Construction projects have received 8-9 competitive bids, and the low bidding trend has contributed positively to the overall program budget. Mr. Harrington noted that the SFPUC will remain conservative and will not expect the same bidding climate for the bigger projects that require more specialized areas of expertise.

To date, fourteen Environmental Impact Reports (EIRs) have been certified by the San Francisco Planning Commission unanimously, and no appeals have been received. Public hearings on EIR's for the New Irvington Tunnel and the Sunol Valley Water Treatment Expansion projects are coming up, and are expected to go to the Planning Commission in November.

Mr. Harrington reported that despite the State's water supply condition, the Hetchy reservoir is full, and that the system's watershed, being higher in elevation, has benefitted

from the early snow melt. The SFPUC continues to encourage ongoing water conservation as the forecast for the upcoming water year remains unknown.

Mr. Jensen noted that SFPUC staff did a phenomenal job in packaging two critical action items at the June 28th meeting. They were the San Joaquin pipeline project and the pipeline and tunnel under the Bay. Both projects took a lot of planning, logistics, design and environmental work, and it was encouraging to see the work moving forward smoothly.

6. Public Comments: Public comments were received from Linda Corwin of Citizens Concerned About Chloramines, and Wynn Greich of Union City.

7. Special Reports – Approach for Elements of FY 2009-10 Work Plan:

A. Water Conservation Implementation Plan:

High-Efficiency Toilet Rebate Program: Mr. Jensen reported that the High Efficiency Toilet Rebate Program for the residential and commercial customers remains ambitious with a goal replacing 15,000 toilets through the BAWSCA program this year. Area-wide, the goal is 32,500 toilets, with the balance being replaced in the Santa Clara Valley Water District area.

BAWSCA's role will be to manage the logistics by working with vendors, stores, unions and the agencies. Individual agencies will fund the rebates, assist with the promotional work by ensuring that local stores have the necessary materials, and in monitoring and managing public information for increase visibility of the program to the water customers.

BAWSCA will be working with plumbing unions who can ensure the proper installation of toilets, and with real estate brokers who can inform home buyers of the program available to them. Mr. Jensen noted that if the legislation on plumbing retrofits go through, the real estate agencies will be involved.

BAWSCA has the support of organizations such as the Tuolumne River Trust, Sustainable San Mateo County, and Silicon Valley Joint Venture in reaching out to the community and promoting the program. BAWSCA is also currently looking at a giveaway program to get water customers' attention, as well as any grant funding that may be available.

Ms. Sandkulla noted that information about disposal of the old toilets is available in the rebate application.

Director Quirk suggested consideration of radio and TV advertisements to publicize the program. Ms. Sandkulla noted that the media is a big expense, however BAWSCA has been approached by the media, and a message on the program will be a focus if media work is to be done. Currently, BAWSCA is working on the program's visibility in the stores where people purchase toilets, in water service departments where customers pay their water bill, and in agency websites, where the public can learn about the program.

Director Quigg suggested working with the manufacturers and retail distributors as was done with the LED light bulbs.

Board members encouraged looking into community service announcements through the colleges, and public service announcements for the bigger media networks.

Indoor and Outdoor Conservation Ordinances: Mr. Jensen reported that a workgroup comprising member agency staff has been formed to work on developing model indoor and outdoor water conservation ordinances that will assist agencies in achieving water conservation savings.

The ordinances will be consistent with the requirements of AB 1881. A draft ordinance is planned to be circulated to the agencies in the Fall for adoption by December 31, 2009. Legal counsel is engaged with the efforts, and is prepared to draft the language.

Conservation Monitoring and Reporting System - Schedule and Approach for Contract and Completion: The budget plans for this fiscal year included the development of a monitoring and reporting system for BAWSCA conservation programs, as well as conservation programs done independently by agencies or in partnership with the SCVWD. It will help track water savings, activities and costs of conservation programs. With the system, BAWSCA and member agencies can monitor whether the programs are on course with developing the water savings needed, where the failure might be, and where efforts should be focused on. The system will also produce information needed to complete reports that member agencies are required to submit to the State.

The Board Policy Committee discussed staff proposal to use a consulting firm that is proficient with the water demand projection model and tracking water conservation programs. The committee took no action, but supports the proposed approach.

BAWSCA will work with the consulting firm to develop a scope and cost estimate, and request board authorization for the CEO/General Manager to negotiate and execute a final contract with the firm in September.

B. Public Comments on Item 7-A:

Toulumne River Trust (TRT) Executive Director, Peter Drekmeier, congratulated BAWSCA on the Water Conservation Implementation Plan, and noted TRT's commitment to working with BAWSCA and its member agencies to meet its conservation goals. Mr. Drekmeier reported that a recent survey done by San Jose State University Professors shows that people are more likely to take action to conserve water when they know they are protecting the environment.

TRT would be happy to work with BAWSCA in publicizing its conservation programs if it chooses to do outreach through the media.

The Silicon Valley Water Conservation Awards coalition will be coming together again for a ceremony in March 22, 2010 which is World Water Day. It is a strong coalition between BAWSCA, SCVWD, Sustainable San Mateo, Sustainable Silicon Valley, Silicon Valley Leadership Group, Silicon Valley Joint Venture, and other conservation organizations, which are able to accomplish a lot together.

President of the Board of Monterra Water and Sanitary District (MWSD), Paul Parkavic, commented on MWSD's consideration of how to evaluate the performance of rebate programs. Mr. Parkavic noted that doing the analysis to determine the water

savings is challenging. For HET, measuring the water use before and after the toilet replacement would be the obvious thing to do. But factors can muddy the data, such as a change in occupancy of properties with toilets that have been replaced. The water usage of the family that moves in will be different from the water use of the family that moved out and did the replacement. Similarly, high-efficiency washing machines are tangible personal possessions that can be taken by the owner when they sell or move out of a property.

Approach to Addressing Water Supply and Water Management Issues: Mr. Jensen reported that activities included in the context of the fiscal year budget are the discussions of how water purchased from San Francisco should be allocated during drought, what should agencies do to provide input to the SFPUC with respect to interim supply limitations, and how BAWSCA and its member agencies will address the long-term reliable water needs.

The results of the discussions on the drought allocation would be an agreed-upon formula that allocates SFPUC water among BAWSCA member agencies during periods of drought shortage. BAWSCA will lead the discussions, provide analyses to ensure the discussions remain on a fact-based level, and prepare the necessary documents and agreements to put the formula in place.

As previously mentioned during discussions of the new Water Supply Agreement, there is a provision that if agencies do not reach an agreement prior to a drought which requires the SFPUC to have a formula for water allocation, the BAWSCA board is delegated the authority to determine the allocation formula. The board has considerable flexibility if such an action were ever necessary. The board could adopt an interim formula, or elect to use the existing formula until an agreement is reached. Mr. Jensen noted that the member agencies came to an agreement with BAWSCA's predecessor organization before, and member agencies can do it again. The date for completion is next Spring.

The results of the discussions on the Interim Supply Limitations could be in the form of a recommendation to the SFPUC on the level of purchases above which each agency could be subject to San Francisco's Environmental Surcharge. The environmental surcharge is the enforcement mechanism for San Francisco's limitation on how much water it would make available to its wholesale customers until 2018. The SFPUC established a deadline to adopt the level of purchases by December 2010. It could be in the agencies' best interest to give the SFPUC a recommendation.

BAWSCA will lead the discussions and do the analyses required to help agencies determine what limitations might mean to them. The deadline for completion is Spring. This will allow the SFPUC to consider the recommendation to be presented to the commission, or to perform its own analysis before its December 2010 deadline.

Lastly, the discussion on the Long-Term Reliable Water Management Plan would produce the scope of work for preparing a plan to find reliable ways to meet future water needs of communities.

Mr. Jensen explained that the effort is not only focused on water supply, but also on water management. It will use the results of the long-term conservation study that

BAWSCA and its member agencies have worked on this year, as well as look at any additional conservation opportunities so that they may be considered if warranted.

BAWSCA will look for the participation of all agencies in the scoping phase which will include the development of criteria to be used to evaluate water supply alternatives during phase two of the study. Mr. Jensen noted that the criteria are critical for evaluating the potential sources of supply, reflecting the needs of the agencies, and providing the governing bodies with information they will need to make decisions related to implementation.

Mr. Jensen emphasized the importance of continuity among the agency staff members who will be involved in these efforts. He reported that a letter was sent to City and District Managers requesting they appoint a representative who will be involved in the discussions for all three water management issues. He also noted the approach presented to the Board Policy Committee for securing a consultant to develop the scope of work for the Long-Term Reliable Water Management Strategy, if proven to be effective, to prepare the Strategy. The committee supported the approach.

A consultant selection will be made and a request for authority to negotiate and execute a professional services agreement with a recommended consultant will be brought to the Board for its consideration in September. The request for proposal (RFP) received a high level of response.

8. Consent Calendar:

M/S/C (O'Mahony/Quigg/Vella Abstained) that the Minutes of the May 21, 2009 BAWSCA Board meeting be approved; that the Monthly Budget Status Report for period ending May 31, 2009, the Quarterly Investment Report, and Directors' Reimbursement Report for period ending June 30, 2009, be received and filed.

- 9. Directors' Discussion:** Director Wykoff commented that he was pleased with the discussions of the board which seems to lead towards water supply rather than focus solely on conservation. He re-stated the importance of addressing alternative sources of supply that are in addition to the Hetch Hetchy system and not taken from the Tuolumne River. Director Wykoff stated that there will be a time when conservation has reached its maximum level and the longer water supply is not addressed, the bigger the problem will be.

Director Quirk agreed with Director Wykoff's comments. He also thanked Mr. Jensen and Legal Counsel Ray McDevitt for helping educate Hayward's Mayor, directors and staff on the process of the new water agreement. Mr. Jensen and Mr. McDevitt have attended and will attend a few more meetings, and Hayward is getting through the process of the new Water Supply Agreement smoothly.

- 10. Adjournment:** The meeting was adjourned at 8:40pm.

11. Date, Time and Location of Next Meeting: The next meeting is scheduled for September 17, 2009, in the Wind Room, Foster City Community Center.

Respectfully submitted,

Arthur R. Jensen,
Chief Executive Officer/General Manager and Secretary

ARJ/le

Attachments: 1) Attendance Roster

BAY AREA WATER SUPPLY AND CONSERVATION AGENCY
Board of Directors Meeting
July 16, 2009

Attendance Roster

Present:

| | |
|------------------|-----------------------------------|
| Ruben Abrica | City of East Palo Alto |
| Robert Anderson | Purissima Hills Water District |
| Cyril Bologoff | City of Brisbane |
| Ken Coverdell | Coastside County Water District |
| John Fannon | Town of Hillsborough |
| Kelly Fergusson | City of Menlo Park |
| Mike Goff | Stanford University |
| Rob Guzzetta | California Water Service Company |
| Irene O'Connell | City of San Bruno |
| Rosalie O'Mahony | City of Burlingame |
| Matthew Pear | City of Mountain View |
| Tom Piccolotti | North Coast County Water District |
| Dan Quigg | City of Millbrae |
| Bill Quirk | City of Hayward |
| Louis Vella | Mid-Peninsula Water District |
| John Weed | Alameda County Water District |
| Rick Wykoff | City of Foster City |

Absent:

| | |
|------------------|---------------------------------|
| Randy Breault | Guadalupe Valley Water District |
| Robert Craig | Westborough Water District |
| Armando Gomez | City of Milpitas |
| Michael Guingona | City of Daly City |
| Larry Klein | City of Palo Alto |
| Patricia Mahan | City of Santa Clara |
| Barbara Pierce | City of Redwood City |
| Chuck Reed | City of San Jose |
| Ron Swegles | City of Sunnyvale |