

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

**March 20, 2014 – 7 p.m.
Foster City Community Building, Foster City CA**

MINUTES

1. Call to Order/Pledge of Allegiance/Roll Call – 7:00 pm

BAWSCA Chair, Irene O’Connell, called the meeting to order. Nicole Sandkulla called the roll. Twenty-one (21) members of the Board were present, constituting a quorum. A list of Directors present (21) and absent (5) is attached.

2. Comments by the Chair:

Chair O’Connell reported the changes on the Board Policy Committee as of February 9, 2014. She thanked Director Guzzetta for his role as Chair of the Committee in 2013, and for guiding the committee discussions during a critical transition time. She announced that Al Mendall accepted the position of Chair of the Committee, and Charlie Bronitsky accepted the position of Vice-Chair. Director Kirsten Keith has also agreed to be a member of the Committee.

At the Chair’s request, SFPUC Assistant General Manager, Steve Ritchie, will address the Board on the SFPUC’s 10-year CIP, the critical work on the Mountain Tunnel, and the impacts of the drought on the Regional Water System’s water supply.

The CEO/General Manager will present the preliminary work plan and operating budget for FY 2014-15, which is designed to meet BAWSCA’s objectives of a reliable supply of high quality water at a fair price. It also focuses on the areas most critical to the member agencies and water customers in the coming years. The preliminary budget is 10% less than the current adopted budget, and proposes a 5% increase in assessments in order to fund the preliminary work plan and operating budget, and to bring the General Reserve in line with BAWSCA’s General Reserve policy.

3. Board Policy Committee (BPC) Report:

Committee Vice-Chair Randy Breault reported the discussions and actions that took place at the BPC meeting held on February 12, 2014. The Committee voted unanimously to recommend Board approval of Resolution 2014-01 and Resolution 2014-02. The Committee discussions on the Preliminary Work Plan and Operating Budget for FY 2014-15, and the status of the potential Pilot Water Transfer plan are reflected in the summary report provided in the packet.

4. Public Comments: Public comments were received from Wynn Greich.**5. Consent Calendar:**

Director Richardson made a motion, seconded by Director Quigg, that the Budget Status Report as of January 31, 2014, and the Bond Status Report as of December

31, 2013 be received and filed, and that the Minutes of the January 16, 2014 meeting be approved.

The motion carried unanimously.

6. Action Calendar:

- A. Resolution Adopting Policy Governing Distribution of BAWSCA's Assets Upon Dissolution.

Director Vella made a motion, seconded by Director Pierce, that the Board adopt Resolution No. 2014-01 which outlines the policy governing the distribution of the Agency's assets upon its dissolution.

The motion carried by roll call vote.

- B. Resolution Adopting San Francisco Bay Area Integrated Regional Water Management Plan (IRWMP)

Director Quigg made a motion, seconded by Director Breault, that the Board adopt Resolution No. 2014-02 to meet the requirements of DWR.

7. SFPUC Report:

Deputy General Manager and Chief Operating Officer, Michael Carlin, addressed the Board on behalf of SFPUC General Manager Harlan Kelly. He reported on the current water supply conditions and the continuing call for water use reduction. Dave Briggs, Local and Regional Water System Manager addressed the Board on asset management. Steve Ritchie, Assistant General Manager of Water Enterprise, reported on the 10-year CIP. Mr. Carlin announced that the SFPUC is holding tours for the BAWSCA Board members in June and September.

8. Reports and Discussions:

Ms. Sandkulla presented the Preliminary Fiscal Year 2014-15 Work Plan and Operating Budget and a progress report on the potential Pilot Water Transfer Plan with East Bay Municipal Utility District (EBMUD).

9. Reports:

Ms. Sandkulla provided additional reports on SB 1345, the SFPUC's proposed WSIP changes, the Mountain Tunnel, and current water supply conditions. Ms. Sandkulla called attention to the Board Policy Calendar, and reminded the Board of its upcoming actions on the FY 2014-15 Budget and water demand projections in May, as well as consideration of the Pilot Water Transfer and addressing regional drought reliability in July.

10. Directors' Discussion:

Director Richardson asked if the budget assumptions used to develop the preliminary work plan and operating budget can be provided to the Board when it considers the work plan and budget in May. Ms. Sandkulla responded agreeably.

- 11. Date, Time and Location of Next Meeting:** The next meeting is scheduled on May 15, 2014 in the Wind Room, Foster City Community Center.

12. Adjournment: The meeting adjourned at 8:40pm.

Respectfully submitted,

A handwritten signature in cursive script, reading "Nicole M. Sandkulla".

Nicole M. Sandkulla
Chief Executive Officer/General Manager

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Attachments: 1) Attendance Roster

BAY AREA WATER SUPPLY AND CONSERVATION AGENCY
Board of Directors Meeting
March 20, 2014

Attendance Roster

Present:

Ruben Abrica	City of East Palo Alto
Robert Anderson	Purissima Hills Water District
Randy Breault	Guadalupe Valley Water District
Tom Chambers	Westborough Water District
Michael Guingona	City of Daly City
Rob Guzzetta	California Water Service Company
Armando Gomez	City of Milpitas
Tom Kasten	Town of Hillsborough
Larry Klein	City of Palo Alto
Marty Laporte	Stanford
Gustav Larsson	City of Sunnyvale
Al Mendall	City of Hayward
Chris Mickelsen	Coastside County Water District
Irene O'Connell	City of San Bruno
Rosalie O'Mahony	City of Burlingame
Tom Piccolotti	North Coast County Water District
Barbara Pierce	City of Redwood City
Dan Quigg	City of Millbrae
Sepi Richardson	City of Brisbane
Louis Vella	Mid-Peninsula Water District
John Weed	Alameda County Water District

Absent:

Charlie Bronitsky	City of Foster City
Mike Kasperzak	City of Mountain View
Kirsten Keith	City of Menlo Park
Jerry Marsalli	City of Santa Clara
Chuck Reed	City of San Jose