

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

**September 17, 2015 – 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, Randy Breault, called the meeting to order and led the salute to the flag. CEO/General Manager, Nicole Sandkulla called the roll. Twenty-two (22) members of the Board were present, constituting a quorum. A list of Directors present (22) and absent (4) is attached.

2. Comments by the Chair: There were none.**3. Board Policy Committee (BPC) Report:** Committee Chair, Charlie Bronitsky welcomed the new members of the Board and provided a brief explanation of the purpose of the Board Policy Committee. He reported the discussions and actions taken by the Committee at its meeting on August 12, 2015.**4. Public Comments:** There were no public comments.**5. Consent Calendar:**

Director Richardson made a motion, seconded by Director O'Mahony, to approve the Consent Calendar which included:

- Approval of the July 16, 2015 Meeting Minutes;
- Receipt and filing of the Pre-Audit Budget Status Report as of June 30, 2015;
- Receipt and filing of the Quarterly Bond Surcharge Collection, Account Balance and Payment Report as of June 30, 2015;
- Adoption of Resolution 2015-01 approving the temporary reappointment of Arthur Jensen as a Special Counsel to the CEO/GM; and
- Adoption of Resolution 2015-02 re-affirming the current BAWSCA General Reserve Policy.

The motion carried unanimously by roll call vote.

6. Action Calendar:**A. Annual Review and Consideration of BAWSCA's Statement of Investment Policy.**

Christina Tang, Senior Administrative Analyst reported that BAWSCA's Investment Policy requires the Board of Directors' annual consideration of the Statement of Investment Policy. The current Policy reflects language consistent with State Law and Government Code, and no changes are recommended.

In response to previous Board inquiries, Ms. Tang also provided a status report on BAWSCA's investment strategy for the Revenue Bond 2013A and 2013B Stabilization Fund. A side-by-side comparison of various investment strategies for BAWSCA's bond stabilization fund was presented. Mark Creger, Chief Investment Officer for BLX Group, BAWSCA's Investment Consultant, attended the meeting and answered questions from members of the Board.

Director Quigg made a motion, seconded by Director Bronitsky, that the Board re-affirm BAWSCA's current Statement of Investment Policy.

The motion carried unanimously by roll call vote.

- 7. SFPUC Report:** Steve Ritchie provided an update on the Regional Water System's storage conditions, total deliveries, and total system conservation savings. He presented historic hydrologic records showing that recent Hetch Hetchy climate conditions are the hottest and driest four-year period on record; creating a more intense drought. He also presented historical data showing that El Nino does not always correlate to more precipitation for the Hetch Hetchy watershed. SFPUC is preparing for a dry year. It will monitor State Water Board actions regarding potential curtailments for Pre-1914 water rights holders.

- 8. Reports:** Staff reports were provided on the member agencies' water-use reductions, and BAWSCA's efforts with the SFPUC's WSIP and 10-year CIP.

- 9. Closed Session:** The meeting adjourned to Closed Session at 8:05pm.

- 10. Reconvene and Report from Closed Session:** The meeting reconvened from Closed Session at 9:02.

Chair Breault reported that Items 9A of the Closed Session was discussed and accepted. The Board determined that agenda items #11 and #12 were unnecessary.

Legal Counsel, Ms. Schutte, reported that there were no actions taken for Item 9C and 9D during Closed Session.

- 13. Action Item Following Closed Session: Consider Compensation Adjustment for CEO/General Manager for FY 2015-16.**

Director Bronitsky made a motion, seconded by Director Keith, that the Board approve the contract amendment to the CEO/General Manager's Employment Agreement.

The motion carried unanimously by roll call vote.

- 14. Directors' Discussion:** Director Schmid asked if it might be a function of BAWSCA or the water districts in the Bay Area to raise the issue of long-term resource supply to Plan Bay Area. Plan Bay Area is the long-range integrated transportation and land use/housing strategy through 2040 for the San Francisco Bay Area, jointly approved by the Association of Bay Area Government (ABAG) Executive Board and the Metropolitan Transportation Commission (MTC).

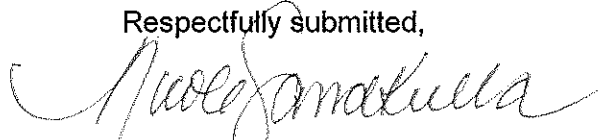
Director Breault asked the CEO/General Manager to look into Director Schmid's question.

Director Weed suggested that future conservation efforts will be year-round as opposed to just during the summer months. He recommended a review of BAWSCA's overall conservation strategy.

15. Date, Time and Location of Next Meeting: The next meeting is scheduled on November 19, 2015 in the Wind Room, Foster City Community Center.

16. Adjournment: The meeting adjourned at 9:08 pm.

Respectfully submitted,



Nicole M. Sandkulla
Chief Executive Officer/General Manager

NMS/le

Attachments: 1) Attendance Roster

BAY AREA WATER SUPPLY AND CONSERVATION AGENCY
Board of Directors Meeting
September 17, 2015

Attendance Roster

Present:

Ruben Abrica	City of East Palo Alto
Robert Anderson	Purissima Hills Water District
Jay Benton	Town of Hillsborough
Randy Breault	Guadalupe Valley Municipal Improvement District
Charlie Bronitsky	Estero Municipal Improvement District (City of Foster City)
Tom Chambers	Westborough Water District
Jose Esteves	City of Milpitas
Michael Guingona	City of Daly City
Rob Guzzetta	California Water Service Company
Mike Kasperzak	City of Mountain View
Kirsten Keith	City of Menlo Park
Gustav Larsson	City of Sunnyvale
Al Mendall	City of Hayward
Chris Mickelsen	Coastside County Water District
Rosalie O'Mahony	City of Burlingame
Tom Piccolotti	North Coast County Water District
Dan Quigg	City of Millbrae
Sepi Richardson	City of Brisbane
Greg Schmid	City of Palo Alto
Louis Vella	Mid-Peninsula Water District
John Weed	Alameda County Water District
Tom Zigterman	Stanford University

Absent:

Sam Liccardo	City of San Jose
Jerry Marsalli	City of Santa Clara
Irene O'Connell	City of San Bruno
Barbara Pierce	City of Redwood City