

**MINUTES
SAM REGULAR BOARD MEETING
May 27, 2008**

1. CALL TO ORDER: Vice-Chair Fraser called the meeting to order at 7:02 p.m. at the SAM Administration Building, located at 1000 N. Cabrillo Highway, Half Moon Bay, CA.

ROLL CALL: Present: Muller, Fraser, Boyd, Harvey, Lohman, Woren
Absent:
Alternate Present:

PRESENT: Manager Foley, Tech. Svcs. Supv. Pullin, General Counsel Copeland, Recording Secretary Turbay, Tanya Yurovsky, Bob Ptacek, and Lou Wall

2. PUBLIC COMMENT/ ORAL COMMUNICATION - NONE

2A. SPECIAL ORDER OF THE DAY – Election of SAM Officers

Vice-Chair Fraser opened the nominations for Chair. Director Muller nominated Director Fraser. There were no other nominations. Director Woren moved to close the nominations for Chair. Vice-Chair Fraser called for a vote on the nomination. The vote on the nomination was 4 Ayes/4 Noes. It did not pass.

2B. SPECIAL ORDER OF THE DAY – Presentation to Tony Pullin for 25 Years of Service

Manager Foley reported to the Board that Tony Pullin celebrated 25 years of service with SAM on April 16, 2008. Tony is the first SAM employee to reach the 25-year anniversary date. Vice-Chair Fraser presented Tony with a plaque commemorating his service to SAM.

3. CLOSED SESSION - NONE

4. CONSENT AGENDA

A motion was made by Director Boyd and seconded by Director Lohman to approve the following Consent Agenda Items as presented:

- A. Approve Minutes – April 28, 2008 Board Meeting
- B. Receive and File Manager's Monthly Report for April 2008
- C. Approve Disbursements – May 2008

Boyd/Lohman/8 Ayes/0 Noes. The motion passed.

5. OLD BUSINESS

5A. Discuss and Possibly Take Action on Recycled Water

Manager Foley presented the staff report on recycled water and discussed the articles attached to the report. He informed the Board that a photographer with the San Mateo County Times had visited, earlier in the day, the SAM plant in preparation for an upcoming recycled water article. Following discussion, no Board action was taken.

5B. Adopt Resolution No. 2-2008, Resolution Approving and Adopting Budget for Comprehensive Budget FY 2008-09

Manager Foley discussed the staff report to approve and adopt the Comprehensive Budget for FY 2008-09. Manager Foley informed the Board that the IPS/Pump Station Budget and the additional employee had been removed from the previous draft. Director Boyd moved and Director Muller seconded the motion to adopt Resolution No. 2-2008, Resolution Approving and Adopting Budget for Comprehensive Budget FY 2008-09. Boyd/Muller/8 Ayes/ 0 Noes. The motion passed.

5C. Adopt Resolution No. 3-2008, A Resolution Approving and Adopting Budget for Collection System Maintenance and Operation Services to be Provided to Member Agencies for FY 08-09

Director Muller moved and Director Boyd seconded the motion to adopt Resolution No. 3-2008, A Resolution Approving and Adopting Budget for Collection System Maintenance and Operation Services to be provided to Member Agencies for FY 2008-09. Muller/Boyd/8 Ayes/0 Noes. The motion passed.

6. NEW BUSINESS

6A. Review and Comment on Draft Spring/Summer Clean Water Monitor

Manager Foley and the Directors reviewed the draft of the Spring/Summer issue of the SAM newsletter, the "Clean Water Monitor." Director Boyd informed the Board of the E-waste disposal event at Farallone View School in Montara and he recommended it and other Member Agency disposal events, or links to their websites, be listed in the SAM newsletter. Director Woren recommended using a larger font size in certain sections of the newsletter. Director Boyd suggested staff place the newsletter on the SAM website.

6B. Review and Possibly Take Action on Several Items Relating to Member Agencies Responsibilities for IPS Pump Station Capital Improvements

Manager Foley presented the staff report. Director Boyd discussed an e-mail from the City of Half Moon Bay Interim Public Works Director, regarding the SAM budget and the 1996 Funding Agreement. He commented that the e-mail was short, but detailed, and that it suggested a linkage between the proposed Wet Weather Flow Management Project and the 1996 Funding Agreement, which he did not understand. He asked General Counsel Copeland whether he thought there was such a linkage. General Counsel Copeland stated that he also questioned the relationship between the Wet Weather Flow Management Project and the 1996 Funding Agreement. He also suggested that the comment by the Public Works Director might not be the official position of the City. Director Fraser informed that the new City Attorney would be looking at the City's responsibilities with respect to the Joint Powers Agreement. Director Lohman advised of his support of Director Boyd's comments. Director Boyd requested that this agenda item be brought back to the Board at a later time.

6C. Authorize Manager to Enter into Agreement with SRT Consultants for Recycled Water Study

Manager Foley reviewed the staff report with the Directors. Tanya Yurovsky, of SRT Consultants, gave a presentation on the purpose, scope, approach, and benefits of a recycled water study. A discussion ensued. Mr. Bob Ptacek, a member of the public present, addressed the Board with his concerns regarding rate payers not being charged for the cost of recycled water production and delivery. He suggested that the Board consider collecting money in the future from recycled water users to reimburse for current recycled water study costs. Directors also discussed rate payer money being used for recycled water studies. The Board discussed forming a recycled water committee but took no action. This matter of a Recycled Water Committee will be reviewed at a subsequent Board Meeting.

Following discussion, Director Boyd moved and Director Lohman seconded the motion to authorize the Manager to accept a proposal from SRT Consultants for a recycled water study, to consist of the following scope of work and for the study to be completed by November 2008: Identify the most likely customers, identify a limited number of construction/delivery plans, meet with the likely customers and discuss the construction/delivery plans, submit grant funding applications, specify benefits to the SAM member agencies and report on specific requirements to the community if recycled water is available, such as requirements related to home construction and commercial construction. Boyd/Lohman/8 Ayes/0 Noes. The motion passed.

7. MANAGERS INFORMATIONAL REPORT

Manager Foley reviewed and discussed topics in the Managers Informational Report. He informed that SAM's application for a FEMA Grant on the wet weather flow management project was declined. Manager Foley announced Sewer Science Week at Half Moon Bay High School had begun and that approximately 240 students will tour the Sam Plant on June 3, 2008.

8. ATTORNEY'S REPORT

General Counsel Copeland discussed topics from the CASA Attorney's Committee Meeting of April 25, 2008. He discussed proposed legislation that would allow district attorneys and certain city attorneys to prosecute civil actions under the Water Code on behalf of the Regional Boards, another proposed bill that would require the State Board to issue annually a letter grade for each sanitary sewer system, the State's proposed property tax shift from enterprise districts, and the ongoing discussions related to how best to address problems related to overflows from privately owned sanitary sewer laterals.

9. DIRECTORS' REPORT - NONE

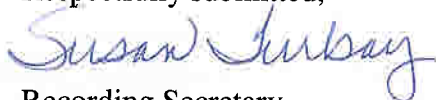
10. TOPICS FOR FUTURE DISCUSSION - NONE

11. PUBLIC COMMENT/ORAL COMMUNICATION - NONE

12. ADJOURNMENT

The meeting was adjourned at 8:59 P.M., to the regular SAM Board meeting scheduled for June 23, 2008.

Respectfully submitted,



Recording Secretary
Susan Turbay

APPROVED BY:



BOARD SECRETARY