

SAN ELIJO JOINT POWERS AUTHORITY
MINUTES OF THE BOARD MEETING
HELD ON OCTOBER 8, 2012
AT THE
SAN ELIJO WATER RECLAMATION FACILITY

Teresa Barth, Chair

David Roberts, Vice Chair

A Meeting of the Board of Directors of the San Elijo Joint Powers Authority (SEJPA) was held Monday, October 8, 2012, at 9:00 a.m., at the San Elijo Water Reclamation Facility at 2695 Manchester Avenue, Cardiff by the Sea, California.

1. CALL TO ORDER

Chair Barth called the meeting to order at 9:00 a.m.

2. ROLL CALL

Directors Present:

Teresa Barth
Thomas M. Campbell
Mark Muir
David W. Roberts

Others Present:

General Manager
Director of Finance/Administration
Director of Operations
Administrative Assistant

Michael Thornton
Greg Lewis
Christopher Trees
Monica Blake

SEJPA Counsel:

Procopio, Cory, Hargreaves & Savitch

A. Aiko Yamakawa

City of Encinitas,
Public Works Management Analyst
City of Solana Beach,
City Manager
City of Solana Beach,
Director of Engineering/Public Works
San Dieguito Water District,
Interim General Manager
Santa Fe Irrigation District,
General Manager
Board Member
Board Member
Olivenhain Municipal Water District,
General Manager
GHD
St. Francis Court HOA

Bill Wilson
David Ott
Mohammad "Mo" Sammak
Bill O'Donnell
Mike Bardin
Ken Dunford
John Ingalls
Kimberly Thorner
Mary Grace Pawson
Al Evans & Frank Warner

3. PLEDGE OF ALLEGIANCE

Vice Chair Roberts led the Pledge of Allegiance.

4. ORAL COMMUNICATIONS

None

5. PRESENTATION OF AWARDS

None

6. CONSENT CALENDAR

Moved by Vice Chair Roberts and seconded by Board Member Muir to approve the Consent Calendar with unanimous vote of approval.

Consent Calendar:

Agenda Item No. 7	Approval of Minutes for the May 11, 2012 meeting
Agenda Item No. 8	Approval for Payment of Warrants and Monthly Investment Report
Agenda Item No. 9	San Elijo Water Reclamation Facility Treated Effluent Flows – Monthly Report
Agenda Item No. 10	San Elijo Joint Powers Authority Recycled Water Program – Monthly Report
Agenda Item No. 11	New Second Tier Plan (Section 20475: Different Level of Benefits Provided for New Employees; Section 21353 2% @ 60 Full Formula and Section 20037 Three-Year Final Compensation

12. ITEMS REMOVED FROM CONSENT CALENDAR

None

13. ACCEPTANCE OF COMPLETION FOR THE ELECTRICAL UPGRADES PROJECT FOR THE SAN ELIJO WATER RECLAMATION FACILITY

The General Manager reported that the Electrical Upgrades Project, designed by Camp Dresser & McKee, Inc. and construction awarded to Southern Construction Company, has been completed on time, with no substantial change orders and no injuries, and slightly under budget.

Moved by Vice Chair Roberts and seconded by Board Member Campbell to:

1. Authorize the General Manager to Sign and Record a Notice of Completion for the Electrical Upgrades Project and Southern Contracting Company.

Motion carried with unanimous vote of approval.

14. PROPOSED WHOLESALE RECYCLED WATER AGREEMENTS AND INFRASTRUCTURE PURCHASE

The General Manager presented to the Board of Directors three agreements designed to ensure the recycled water program at the SEJPA is providing the maximum value to the public, both in terms of sustainable water supply and cost of service. The SEJPA staff identified three opportunities for the Board of Director's consideration to grow recycled water sales, expand recycled water service, and manage future rate increases. The General Manager stated that the first agreement is with Olivenhain Municipal Water District (OMWD), to purchase recycled water from the SEJPA. The second agreement is the purchase of a recycled water pipeline that was recently constructed by Santa Fe Irrigation District (SFID) and which can expand water sales to both SFID and OMWD. The third is an amendment to an agreement for recycled water pricing with the SFID for 2013 that continues to offer SFID a reduced rate for recycled water.

The three agreements work together to increase recycled water sales, expand the minimum purchase commitments to the SEJPA's recycled water program, keep recycled water as an affordable and attractive alternative water supply, and recognize the unique situation of each water district. The General Manager answered questions from the Board on the proposed agreements. Ken Dunford, a Board of Director at SFID thanked both Mike Bardin and Michael Thornton on behalf of all SFID Board of Directors for all the hard work given towards developing these agreements.

Chair Barth thanked OMWD for taking the 30 day timeout and SFID for realizing the importance of a regional collaboration to make our community sustainable and resilient.

Moved by Board Member Muir and seconded by Vice Chair Roberts to:

1. Authorize the General Manager to Execute the attached Recycled Water Wholesale Agreement with the Olivenhain Municipal Water District;
2. Authorize the General Manager to Execute the attached Recycled Water Pipeline Purchase Agreement with the Santa Fe Irrigation District; and
3. Authorize the General Manager to Execute the Third Amendment to the 1996 Recycled Water Wholesale Purchase Agreement with the Santa Fe Irrigation District.

Motion carried with unanimous vote of approval.

15. GENERAL MANAGER'S REPORT

The General Manager reported that the North San Diego County Regional Recycled Water Project had been awarded a grant for \$1.5 million which will be signed shortly, with a second potential grant to follow. The Advanced Water Treatment Project at the SEJPA will benefit from this grant and will keep salt levels down and remove other constituents from the recycled water.

Chair Barth asked if a presentation could be done for San Dieguito Water District so that their rate payers are made aware of the efforts being done in this arena.

16. GENERAL COUNSEL'S REPORT

General Counsel Aiko Yamakawa stated that AB 845, targeting solid waste restrictions, passed. It prohibits cities, counties, and the voters of cities and counties by initiative from restricting the importation of solid waste to a privately owned facility in that city or county, based on place of origin.

17. BOARD MEMBER COMMENTS

Chair Barth asked for an update on current capital improvement projects. The General Manager stated that the Electrical Upgrades Projects has been completed, the Advanced Water Treatment Project is still under construction, and the forcemain replacement project by ARB is continuing. The Olivenhain Pump Station construction project is nearing completion and commission testing is underway.

18. CLOSED SESSION

None

19. ADJOURNMENT

The Board of Directors adjourned at 9:35 a.m. The next Board of Directors meeting will be held on Tuesday, November 13, 2012.

Respectfully submitted,



Michael T. Thornton, P.E.
General Manager