

**DSRSD • EBMUD RECYCLED WATER AUTHORITY
(DERWA)**

**Board of Directors Special Meeting Minutes
Monday, April 28, 2014**

Dublin San Ramon Services District
7051 Dublin Boulevard, Dublin, California

1. CALL TO ORDER – Chair Mellon called the DSRSD • EBMUD Recycled Water Authority (DERWA) meeting to order at 7:00 p.m. at the Dublin San Ramon Services District Boardroom.

2. PLEDGE TO THE FLAG

3. ROLL CALL – Directors present: Chair Frank Mellon, Director D.L. (Pat) Howard, Director Georgean Vonheeder-Leopold, and Director Katy Foulkes. DERWA Staff present: James Bewley, Authority Manager; Richard Lou, Treasurer; Robert Maddow, General Counsel; and Nancy Gamble Hatfield, Authority Secretary.

4. Board Reorganization

A. Election of Board Chair

Motion by Director Foulkes, Second by Director Vonheeder-Leopold to elect Director Howard as DERWA Board Chair for 2014. Motion carried (4-0) by the following vote:

AYES: Foulkes, Vonheeder-Leopold, Howard, Mellon
NOES:

B. Election of Board Vice Chair

Motion by Director Mellon, Second by Director Foulkes to elect Director Coleman as DERWA Board Vice Chair for 2014. Motion carried (4-0) by the following vote:

AYES: Mellon, Foulkes, Vonheeder-Leopold, Howard
NOES:

C. Appointment of Secretary

Motion by Director Mellon, Second by Director Vonheeder-Leopold to appoint Nancy Gamble Hatfield as the continuing DERWA Secretary for 2014. Motion carried (4-0) by the following vote:

AYES: Mellon, Vonheeder-Leopold, Foulkes, Howard
NOES:

5. SPECIAL ANNOUNCEMENTS/ACTIVITIES

6. PUBLIC COMMENT – 6:04 p.m. – None received.

7. APPROVE MINUTES – Regular Meeting of October 28, 2013

Motion by Director Mellon, Second by Director Vonheeder-Leopold to approve the minutes from the Regular Meeting of *October 28, 2013*. Motion carried (3-0-1) by the following vote:

AYES: Mellon, Vonheeder-Leopold, Howard
NOES:
ABSTENTIONS: Foulkes

8. CONSENT CALENDAR

A. Treasurer's Reports for October 31, November 30, December 31, 2013, January 31, February 28 and March 31, 2014

B. Quarterly Investment Reports – September 30, December 31, 2012 and March 31, 2014

C. DERWA Investment Policy

Authority Manager Bewley highlighted a discrepancy on Item 8.A. The Treasurer's Report should reflect approval for the report periods between October 2013 and March 2014, not 2012 and 2013 as incorrectly described in the Summary.

Motion by Director Foulkes, Second by Director Mellon to approve the Consent Calendar items, including the correction noted to Item 8.A. Motion carried (4-0) by the following vote:

AYES: Foulkes, Mellon, Vonheeder-Leopold, Howard
NOES:

9. BOARD BUSINESS

A. Approve and Adopt the Fiscal Year 2014-15 Capital and Operating Expenditure Budget

Authority Manager Bewley presented the Fiscal Year 2014-15 Capital and Operating Expenditure Budget for Board consideration. Mr. Bewley explained his time on the DERWA Program Operations, shown in Table 6, was significantly less than budgeted with much of his effort during the year on the Pleasanton recycled water supply agreement charged as a capital expense.

He discussed and described the New and Continuing Capital Projects listed on page 13 that include: Permanent Supplemental Water Supply; New/Replacement Capital items less than \$50,000 each; DERWA share of the DSRSD SCADA Upgrade; Pump Station R1 VFD (Variable Frequency Drives) Replacement; and Reservoir R200 Chemical Addition System.

Director Mellon mentioned a recent City of San Ramon meeting he attended where there was discussion about the lack of adequate availability of recycled water in some parts of the City.

Mr. Bewley acknowledged Director Mellon's comment and told him that recycled water distribution lines are not on the west side of I-680 but that the Dougherty Valley has recycled water lines.

Directors further discussed different areas within San Ramon and Dublin and the availability and challenges of delivering recycled water to those areas.

Motion by Director Vonheeder-Leopold, Second by Director Mellon to approve Resolution No. 14-1 approving and adopting the Fiscal Year 2014-2015 Capital and Operating Expenditure Budget. Motion carried (4-0) by the following vote:

AYES: Vonheeder-Leopold, Mellon, Foulkes, Howard
NOES:

10. MANAGER'S REPORT

- Capital Projects Update – None.
- Confirm Next Meeting Date – June 23, 2014 – Directors confirmed they could attend the next regular meeting on June 23, 2014.

11. BOARDMEMBER ITEMS - None.

12. ADJOURNMENT

Chair Howard adjourned the meeting at 7:16 p.m.

Submitted by,



Nancy Gamble Hatfield
Authority Secretary