

**JOINT MEETING
CITY OF MORRO BAY AND CAYUCOS SANITARY DISTRICT
WASTEWATER TREATMENT PLANT
(UNDER JOINT POWERS AGREEMENT)**

Cayucos Sanitary District
Board of Directors:

Robert Enns, President
Craig Bell Jr., Vice-President
Nat Raimondo, Director
Harold Fones, Director
Bill Gibeaut, Director

City of Morro Bay
City Council:

Janice Peters, Mayor
Betty Winholtz, Vice-Mayor
Melody DeMeritt, Councilmember
William Peirce, Councilmember
Thad Baxley, Councilmember

ACTION MINUTES

DATE: 7:00 p.m., Thursday, September 8, 2005
PLACE: Veterans Memorial Hall
209 Surf St.,
Morro Bay, CA 93442

CALL TO ORDER AND ROLL CALL

Mayor Peters called the meeting to order at 7:02 p.m. and asked the record to reflect all Councilmembers were present. Morro Bay staff members present were Bob Hendrix, Bruce Keogh and Kimberly Peoples.

Cayucos Board President Robert Enns asked staff member Bonnie Connelly to take roll. Cayucos Board of Directors present were President Robert Enns, Nat Raimondo, Bill Gibeaut & Craig Bell, Jr. (arriving at 7:05 p.m.).

PUBLIC COMMENT PERIOD

Noah Smuckler representing the Surfrider Foundation spoke in favor of continuing to expedite this process and full tertiary treatment.

CSD Director Craig Bell Jr. joined the meeting.

Marla Bruton representing the Ocean Outfall Group supporting full tertiary treatment.

Joey Racano representing the Ocean Outfall Group asked to keep current testing or increase it, but not to eliminate it and spoke in favor of full tertiary treatment.

Keogh addressed some of Joey Racano's concerns about the testing.

Linda Merrill was glad to see the cooperative effort to find a solution.

Seeing no further comments Mayor Peters closed Public Comment.

A. CONSENT CALENDAR

1. Minutes of August 11, 2005 Meeting– Recommend approve.
2. Minutes of August 25, 2005 WWTP Technical Advisory Committee – Recommend Approve

Mayor Peters asked if anyone wanted to pull any consent items. None were pulled.

MORRO BAY MOTION: Baxley, Pierce 2nd to approve items A1 and A2 as presented. VOTE: 5-0.

CAYUCOS MOTION: Gibeaut, Bell 2nd to approve items A1 and A2 as presented. VOTE: 4-0.

B. UNFINISHED BUSINESS

1. Consideration to Approve FY 05-06 Budget

Keogh presented the staff report noting the number of hours of use for the front-end loader was incorrect. The actual number of hours used should be 240 hours a year. He expressed concern that the City should possibly purchase the front-end loader and the W.W.T.P. should then lease it from the City.

Cayucos Board President Enns noted the Board has not met to discuss the budget yet and moved to table this item. He also commented on the front-end loader and agreed the City should make the purchase.

Mayor Peters asked for the item to be continued to the next meeting.

2. Status Report on the Full Secondary WWTP Upgrade 91/2 Year Time Schedule

Keogh presented the staff report noting the Regional Board staff is hoping for a December hearing for the permit renewal, but stated he believed it would most likely be on the February agenda.

Winholtz questioned why we might not possibly make the December hearing. Keogh explained the legal requirements for noticing would be the only cause for missing the meeting, as currently there is space available on the agenda.

Cayucos Board President Enns, responding to reference made during Public Comment, noted that the Board is in support of the concept of tertiary treatment. The main concerns at this point are of a legal nature and what benefits their constituents would receive for the fees they would need to charge.

It was agreed by consensus by the Governing Bodies to receive and file the report.

C. NEW BUSINESS

1. Report from the WWTP (JPA) Subcommittee

Keogh reviewed the report from the JPA Subcommittee.

Mayor Peters asked if the RFP would include how Cayucos could make use of the water, since she believed that was the biggest concern at this point. Cayucos Board President Enns responded that based upon the reports that have been received to date the cost would be high & their use would be limited. Winholtz asked if Cayucos would be interested in selling the reclaimed water if a source could be found.

MORRO BAY MOTION: Baxley, Peirce 2nd to approve and authorize circulating a Request for Proposal (RFP) that will obtain a planning proposal, which delineates various treatment alternative including, but not limited to, full secondary, partial tertiary and full tertiary treatment options along with their costs.

During discussion Winholtz questioned if including full secondary was necessary in the RFP if Cayucos is in agreement to do tertiary. Mayor Peters, Baxley and Cayucos Board President Enns all agreed that including full secondary is necessary to have in the report for comparison purposes. DeMerrit asked if available grants could be included in the RFP.

MORRO BAY VOTE: 5-0.

Tim Carmel the Cayucos Board Attorney suggested that action not be taken in the form of a motion due to the Brown Act, but to direct staff only.

Cayucos Board President Enns suggested that the Morro Bay City Council reconsider their motion and ask only that they direct staff to prepare a draft RFP and they would support that.

MORRO BAY MOTION: Baxley, Winholtz 2nd to rescind the previous motion. VOTE: 5-0.

2. Schedule Next Joint Meeting and Agenda Items

Baxley questioned the name of the subcommittee meeting. Cayucos Board President Enns would like to see the title of the subcommittee meeting name to include the word "Standing".

The next regular joint meeting will be held Thursday, October 20, 2005 in Cayucos. A subcommittee meeting is scheduled for September 29, 2005 at the CSD.

D. ADJOURNMENT - (Next Meeting will be hosted by Cayucos)

Mayor Peters adjourned the meeting at 7:45 p.m.

Minutes prepared by: _____
Kimberly Peeples