

CAYUCOS SANITARY DISTRICT
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GOVERNING BOARD
R. B. Enns, President
D. Chivens, Vice-President
S. Lyon, Director
M. Foster, Director
D. Lloyd, Director

**REGULAR MEETING
MINUTES
Thursday, February 20, 2014
6:00 p.m.**

1. ESTABLISH QUORUM AND CALL TO ORDER

President Enns called the meeting to order at 6:02p.m.

Board members present: President Robert Enns, Vice-President Dan Chivens, Director Shirley Lyon, Director Michael Foster and Director Dan Lloyd.

Staff present: District Manager Rick Koon and Admin Services Accounting Manager Anita Rebich

2. PUBLIC COMMENTS

President Enns opened the meeting to Public Comments.

Hearing none, Public Comments was closed.

3. UPDATE FROM THE AD-HOC COMMITTEE ON CONCEPTUAL ALTERNATIVES ANALYSIS FOR WASTEWATER TREATMENT PLANT PROJECT

Manager Koon reported on the meeting that was held 2/14/14 with Morro Bay staff and reviewed the direction each is taking. Morro Bay is still working on the 3 main sites identified in the Nunley report and they may have Cleath & Associates performing a hydro study. The meeting centered around a 5 year construction plan to concurrently with the new NPDES permit that will be issued. Manager Koon presented an outline of the 5 year plan; 6 months to make a decision on direction, 12 months for the Facilities Master Plan (FMP), 12 months for permitting, 12 months for design and 18 months for construction. Koon reported that the Morro Bay staff will take this plan to the City Council next week.

Director Lloyd said within the first 6 months we need to "tee-up" CMC and get everyone on board. He also asked if the CMC site was within the CCC jurisdiction and it was confirmed it was.

Manager Koon stated that was a good thing because reuse is one of the must haves in the CCC plan. He went on to say that due to the drought, the water issue is what's going to drive this project.

Director Lloyd emphasized that we need to stay on task to keep up with this 5 year plan.

Director Chivens asked if Morro Bay had a cohesive enough staff to stay within the timeframe of what needs to get done.

Manager Koon said no matter which way we end up going, the 5 year plan is still in play.

Director Foster said we don't have control over the County, State etc. and asked if we should have a Plan B.

Manager Koon replied absolutely, a Plan B is required but we need to stay aware of and keep informed of the studies being done by Morro Bay in case we need to get on board with a different direction.

President Enns said we need to keep informing the political environment to make sure it doesn't go south or get brushed under the rug. He also thinks the concept of building a second clarifier on the existing site and treating to tertiary during the 5 year NPDES permit is a good idea.

Director Lloyd said we need to make sure we look at going to CMC by ourselves as an alternative plan.

Director Foster said we need to let Morro Bay know if we are on board or not.

Manager Koon agreed but stated we need to wait for the Morro Bay studies to be completed, see the direction they are headed, and not muddy the waters with additional sites and options.

Director Foster stated another option is to just contract with Morro Bay to handle our waste and not have a JPA. He also asked if the CMC site and aligning with Morro Bay on one of the other sites were our only options.

Manager Koon replied that with a regional facility, it may only need to be an operational agreement, a JPA may not be required. Regarding other options, Manager Koon stated another option has always been a package plant for just Cayucos. Manager Koon and Legal Counsel are working on setting up an Executive Committee meeting in March (tentatively for March 13th or 20th) consisting of SLO County, RWQCB, Morro Bay staff and the CSD Ad-Hoc committee members. He would like the CSD Ad-Hoc committee to meet prior to that Executive Committee meeting.

President Enns recognized Manager Koon for all his work on this project.

President Enns opened this item to Public Comments.

Sue Moyer, Cayucos - Said hallelujah, this all sounds great.

Sandy Tannler, Morro Bay – Asked why Morro Bay can't see past the Righetti property and just understand the logic in the CMC facility. Quit spending taxpayer dollars and recognize that it would be fiscally more responsible for both Cayucos and Morro Bay to go to a regional facility at CMC.

Hearing no further comments, Public Comments was closed.

Manager Koon clarified that Morro Bay is looking at the CMC site along with the main three sites of Morro Valley, Chorro Valley and the Giannini property.

Director Foster asked if we ever got clarification on the cost disparity of the CMC site between the WSC report and the Nunley report.

President Enns and Manager Koon both explained that the Nunley numbers had significant contingencies and piping speculations that were not necessary or were excessive, and if these were backed out, the numbers between the two reports are almost right on.

4. STAFF COMMUNICATIONS AND INFORMATION ITEMS (NO ACTION REQUIRED):

A. Manager Koon's report was accepted as presented. The meter panel at LS#3 is complete and the light has been installed. The 12" line in Main Street is under SWQCB order to repair. We own 40% of this line and the cost to repair estimate is very high. This is where our 15" line comes into play.

WSC is evaluating the 15" line, for a "not to exceed estimate of \$9,200.00, to see if turning it into a force main is feasible. If we can do this, it gets us 3000' closer to Atascadero Road for a future project. Manager Koon also reported that as our Operations staff is performing camera work around town, reports are being generated to determine areas for repair. Special Projects Coordinator Tennent is putting this information into a report comparing District labor versus outside labor for the point repairs.

5. CONSENT CALENDAR

A. Approval of Minutes for the January 16, 2014 Board of Directors Meeting

MOTION: 1st by Lloyd, 2nd by Lyon to Approve the January 16, 2014 Minutes as presented.

VOTE: 5-0 Motion passed

6. BOARD MEMBER COMMENTS

Director Foster commented that the WWTP project may cause some citizens in town a hardship with any cost increases to monthly fees. Can we come up with a means to help those to whom it is a hardship?

Director Lloyd stated that with the drought, it's a perfect storm for monies in the form of grants etc. to help get these projects funded.

Director Lyon announced she wouldn't be at the March 20, 2014 Board meeting.

7. SCHEDULED MEETINGS

A. **Morro Bay-Cayucos Wastewater Treatment Plant (JPA) Meeting:** *Date:* March 13, 2014, *Hosted by* City of Morro Bay, *Location:* TBA, *Time:* 6:00pm

8. SCHEDULE AGENDA ITEMS FOR THE MARCH 20, 2014 BOARD MEETING

9. ADJOURNMENT

The meeting adjourned at 7:10 p.m.

Minutes recorded by:



Anita Rebich, Administrative Services