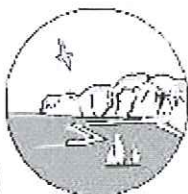


APPROVED

BOARD OF DIRECTORS

SPECIAL MEETING

JUNE 30, 2009



MINUTES

The special meeting of the Board of Directors of South Coast Water District was held at 2:00 pm, June 30, 2009, in the offices of the South Coast Water District at 31592 West Street, Laguna Beach, Orange County, California.

A. PLEDGE OF ALLEGIANCE *Director Gardner*

B. ROLL CALL OF BOARD MEMBERS

There were present and participating the following Directors of the District, to wit: Richard Dietmeier, President, Robert Moore, Vice President, Richard Gardner, Director, Wayne Rayfield, Director, and Ingrid McGuire, Director. Also present were Michael Dunbar, General Manager; Betty Burnett, Assistant General Manager/District Counsel; Joe McDivitt, Director of Operations; Carolyn Rynda, Director of Finance; Robert Clark, Director of Engineering; John Langill, O&M Superintendent; Ernie Garcia, Collection System Supervisor; Regina Barnes, Recording Secretary; Danita Hirsh, Recording Secretary; and Holly Toney, Recording Secretary.

C. ORAL COMMUNICATIONS / PUBLIC COMMENTS

Mr. Eric Jessep spoke regarding Item D: Sewer Tunnel Stabilization & Sewer Pipeline Replacement Project

D. SEWER TUNNEL STABILIZATION AND SEWER PIPELINE REPLACEMENT PROJECT

David Jurich of Hatch Mott MacDonald gave a power point presentation on the Sewer Tunnel Stabilization & Sewer Pipeline Replacement Project

*Upon **motion** by Ingrid McGuire, Director, seconded by Wayne Rayfield, Director and passed by a 5-0 vote, approved that the General Manager is authorized to continue the engineering studies and the alternative analysis of the DEIR process.*

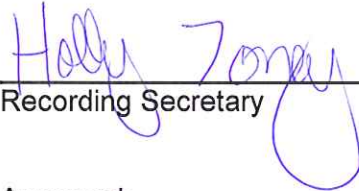
This action will include analysis of the possible preferred alternatives and use of existing tunnel access points at Portal 2 and 4 and potential construction of one new access shaft that may be located at or along South Coast Highway.

E. STATUS REPORTS

1. President Dietmeier requested that staff provide a definitive list detailing locations of particular sections of the sewer tunnel with known or anticipated threats. (Joe McDivitt)
2. Director Moore requested that staff provide cumulative records on customer complaints regarding the sewer tunnel over the years, the contractor responsible for building the sewer tunnel, persons responsible for paying for the sewer tunnel and the total number employed by the District during the construction. (Michael Dunbar)
3. The Board requested that staff provide a listing that would include dates and locations of urgent spot repairs performed on the sewer tunnel. (Joe McDivitt)
4. Director Rayfield requested that staff provide an updated map of the sewer tunnel delineating communities. (Joe McDivitt)
5. Director Rayfield requested comments on the sewer tunnel from communities other than Three Arch Bay. (Dwight Mudry)

F. ADJOURNMENT

Respectfully Submitted:



Recording Secretary

Approved:



Richard Dietmeier, President