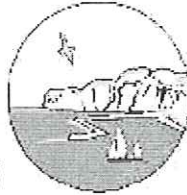


APPROVED**BOARD OF DIRECTORS****SPECIAL MEETING****JULY 27, 2009****MINUTES**

The special meeting of the Board of Directors of South Coast Water District was held at 11:00 am, July 27, 2009, in the offices of the South Coast Water District at 31592 West Street, Laguna Beach, Orange County, California.

A. PLEDGE OF ALLEGIANCE Director Dietmeier**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, and Wayne Rayfield, Director. Also present were Mike Dunbar, General Manager; Betty Burnett, Asst. General Manager/District Counsel; Carolyn Rynda, Director of Finance; Pam Miles, Recording Secretary; and Jody Brennan, Recording Secretary.

C. ORAL COMMUNICATIONS / PUBLIC COMMENTS**D. NEW BUSINESS**

- 1. Resolution 1-09/10 entitled, "A Resolution of the Board of Directors of South Coast Water District Authorizing the Submittal of a Grant Application in an Amount up to \$3 Million per Project to the Federal Emergency Management Agency's Pre-Disaster Mitigation Program on behalf of St. Joseph Health System - Mission Hospital Laguna Beach for Structural Seismic Infrastructure Projects on the Hospital Campus"**

Upon ***motion*** by Wayne Rayfield, Director, seconded by Robert Moore, Vice President and passed by a 4-0 vote, the Board of Directors approve Resolution No. 1-09/10 entitled, "A Resolution of the Board of Directors of South Coast Water District Authorizing the Submittal of a Grant Application in an Amount up to \$3 Million per Project to the Federal Emergency Management Agency's Pre-Disaster Mitigation Program on behalf of St. Joseph Health System - Mission Hospital Laguna Beach for

Structural Seismic Infrastructure Projects on the Hospital Campus".

2. Proposed Ocean Desalination Facility, Huntington Beach Letter of Intent for Poseidon Resources

Upon **motion** by Wayne Rayfield, Director, seconded by Robert Moore, Vice President and passed by a 4-0 vote, the Board of Directors authorize the General Manager to sign the Letter of Intent regarding Potential Water Purchase Agreement for Ocean Desalinated Water from a proposed facility in Huntington Beach by Poseidon Resources with the proviso that the General Manager revisit the amount of water to be purchased under this agreement.

E. ADJOURNMENT

Respectfully Submitted:



Recording Secretary

Approved:



Richard Dietmeier, President