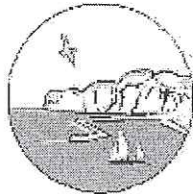


BOARD OF DIRECTORS

APPROVED

SPECIAL MEETING

SEPTEMBER 17, 2009



MINUTES

The special meeting of the Board of Directors of South Coast Water District was held at 6:00 pm, September 17, 2009, in the Dana Point City Council Chambers at 33282 Golden Lantern, Dana Point, California.

A. PLEDGE OF ALLEGIANCE Director Moore

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, Ingrid McGuire, Director, and Wayne Rayfield, Director. Also present were Betty Burnett, Asst. General Manager/District Counsel; Carolyn Rynda, Director of Finance; Joe McDivitt, Director of Operations; Joe Sovella, Director of Property Development; Danita Hirsh, Engineering Assistant/Recording Secretary; and Pam Miles, Administrative Assistant/Recording Secretary.

C. ORAL COMMUNICATIONS / PUBLIC COMMENTS

None

D. SAN JUAN CREEK PROPERTY

Bruce Jordan, Pacifica West Development, Inc. gave a PowerPoint presentation giving an overview of the project. Also present were Dr. Walter Hahn, District Real Estate Consultant, Alvarez & Marsal; and Ren Smith, Special Counsel, Nossaman, LLP.

PUBLIC COMMENTS:

- Robert Pickering, Pickering Brothers, owner of Dana Point Marina Storage.
- Dick Runge, Dana Point resident.
- Steve Carpenter, Capistrano Beach resident.
- Roger Beard, San Juan Capistrano resident and President of Dana Point Boaters' Assoc.
- Ryan Jordan, San Clemente resident.
- Steve Foyer, San Clemente resident.
- Ed Labahn, Dana Point resident.

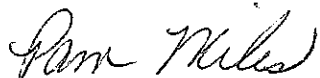
Upon **motion** by Ingrid McGuire, Director, seconded by Wayne Rayfield, Director and passed by a 3-

2 vote, (Robert Moore, Vice President and Richard Gardner, Director voted no) the Board of Directors:

- 1. Approve the modified project concept
- 2. Direct Staff to proceed with negotiation of a ground lease with Pacifica West Development Inc. and return to the Board for further consideration
- 3. Direct Staff to proceed with development of a plan that may include the Kathy Barnum Agency to inform the Community and implementation to gain Community input to the District .

E. ADJOURNMENT

Respectfully Submitted:



Recording Secretary

Approved:



Richard Dietmeier, President