

**MINUTES**  
**Regular Meeting of the Board of Directors**  
**of the**  
**SUNNYSLOPE COUNTY WATER DISTRICT**  
**March 11, 2010**

**A. CALL TO ORDER:** The meeting was called to order at 4:45 p.m. by Vice-President Dave Meraz at the Sunnyslope County Water District office, 3570 Airline Highway, Hollister, California.

**B. ROLL CALL: Directors present:** Vice President Dave Meraz and Directors Steve Hailstone, Dawn Anderson, and Marchel Nelson. **Absent:** President Doug Keck.

Others present: Attorney Lloyd Lowrey, District Engineer Ken Girouard, Secretary Bryan Yamaoka, Cathy Buck, Marsha Nelson, Jim Filice, and Shawn Novack (WRA).

**C. EXECUTIVE SESSION:** The meeting was adjourned to executive session.

1. Pending Litigation – CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION (Subdivision (a) of Section 54956.9) – Name of case: San Benito County Superior Court Case No. CU-08-00139, Builders Association of Northern California, Inc. and Award Homes, Inc. v. Sunnyslope County Water District, All Persons Interested In The Matter of Resolution No. 502 of the Governing Board of the Sunnyslope County Water District (Adopted June 12, 2008), and Does 1-100, inclusive.

2. Public Employee Performance Evaluation – 54957.1  
- Employee: Bryan Yamaoka  
- Position: General Manager  
- Under Consideration: Yearly Evaluation

**D. RECONVENE OPEN MEETING and REPORT ACTIONS TAKEN BY BOARD IN EXECUTIVE SESSION:** Vice President Meraz reconvened the meeting in open session at 5:15 p.m. He reported that in executive session: regarding item 1. pending litigation, the Board gave instructions to negotiators; regarding item 2. public employee performance evaluation, the evaluation was deferred to the next meeting in order to review employee goals; and that no actions were taken by the Board.

**E. PUBLIC COMMENTS and AUDIENCE INTRODUCTIONS:** There were no members of the public present; no public comments were made.

**F. READING OF MINUTES:** Upon motion made by Director Anderson, seconded by Director Nelson, and carried 4-0 (President Keck absent), the Board approved the minutes of the February 11, 2010 regular meeting, as presented.

**G. OLD BUSINESS:** None.

**H. NEW BUSINESS:**

1. **Receive, Review, Discuss, and Take Appropriate Action to Accept/Deny New Water Resources Association of San Benito County Memorandum of Understanding:** Attorney Lowrey stated that the WRA was originally formed as a non-profit organization, at the suggestion of John Gregg, for the purpose of grant eligibility status. Over the years it became apparent that non-profit status is not necessary for the WRA as the San Benito County Water District acts as the recipient agency for grant funding. The revised MOU reflects elimination of the WRA's non-profit status.

Upon motion made by Director Nelson, seconded by Director Anderson, and unanimously carried 4-0 (President Keck absent), the Board approved the revised Memorandum of Understanding with the Water Resources Association of San Benito County, as presented.

2. **Receive, Review, Discuss, and Take Appropriate Action to Accept/Deny Master Plan Implementation Program - Amendment to Memorandum of Understanding Hollister Urban Area Water and Wastewater Master Plan and Recommended Revision to**

**Allocation of Program Costs:** During review and discussion of the amended MOU with the Governance Committee, Secretary Yamaoka noted the new allocation of cost sharing increases the District's share from 9.8% to 30%; it also decreases San Benito County Water District's share from 45% to 34%, decreases the City of Hollister's share from 39.3% to 30%, and increases the County of San Benito's share from 5.9% to 6%. He reported that the Governance Committee has accepted the amended MOU and revised cost sharing allocations. It was the consensus of the Board that the revised allocation of program costs is fair and equitable.

Attorney Lowrey pointed out two corrections to the MOU: in Recitals and in the paragraph numbered 2, "and amended" should be changed to "as amended."

Upon motion made by Director Anderson, seconded by Director Nelson, and unanimously carried 4-0 (President Keck absent), the Board approved the Amended Memorandum of Understanding, including revised cost sharing allocations, as corrected, and authorized Vice President Meraz to execute the document.

- 3. Receive, Review, Discuss, and Take Appropriate Action to Authorize Staff to Request Proposals for Design, Construction, Financing, and Maintenance of Solar Photovoltaic System for District's Administration Building:** Engineer Girouard reported that the District has received inquiries from companies which design, install, finance, and maintain solar photovoltaic systems. He spoke about PGE rebates available and related state legislation regarding solar photovoltaic systems.

Engineer Girouard requested authorization for staff to pursue a request for proposals and determine if there is cost efficiency in retrofitting the District's administrative building. He noted that if favorable financing is received (State Revolving Fund Loans), it would make sense to include solar systems in plans for new projects.

Upon motion made by Director Nelson, seconded by Director Anderson, and unanimously carried 4-0 (President Keck absent), the Board authorized staff to request proposals for a Solar Photovoltaic System, as presented, and determine if it is cost effective to proceed.

- 4. Receive, Review, and Discuss Sunnyslope County Water District Seven-Month Budget Review for Fiscal Year 2009-2010:** Cathy Buck, Finance & Human Resource Director, presented a seven-month budget review. During her review she noted that water sales are down and water operations is projected to have a \$231,678 loss. Ms. Buck reported that wastewater revenues are projected to be \$30,000 higher than budgeted. Combined operations total net revenue is projected at \$333,260, which is \$145,000 less than budgeted.

During her report, Ms. Buck spoke about various reasons why revenues and expenses are below or above budget projections each year. She noted that total net revenue for the previous year was \$122,000 more than projected, and in 2008 it was \$668,000 higher than budget projections.

- 5. Receive, Review, Discuss, and Take Appropriate Action to Modify Lessalt Professional Services Contract with Kennedy/Jenks by Splitting Previous Contract into Subcontracts:** Engineer Girouard noted that on September 10, 2009, the Board approved a professional services contract with Kennedy/Jenks, in the amount of \$355,000 (25% to be paid for by the City of Hollister), for design services to increase capacity of the Lessalt water treatment plant. He recommended contract modifications which would create two subcontracts, which he itemized in detail.

During his report, Engineer Girouard explained that the total cost of the two subcontracts is \$40,500 less than the original Kennedy/Jenks contract for reasons, such as: (a) District staff is assuming some responsibility for the majority of the CEQA analysis as well as the pipeline bidding process, and (b) elimination of design services for the two Fairview tank inlet/outlet systems due to staff being unable to locate the City's existing easement for the Fairview pipeline to the tanks.

Upon motion made by Director Nelson, seconded by Director Anderson, and carried unanimously 4-0 (President Keck absent), the Board approved modification of the September 10, 2009 Kennedy/Jenks professional services contract into two subcontracts as follows:

(1) nanofiltration pilot study in the amount of \$69,500 which will be paid by the Lessalt Agency (50/50 cost sharing by District and City of Hollister); (2) design of Fairview Road pipeline and hydraulic improvement for the Lessalt treatment plant in the amount of \$245,600, of which \$110,400 will be paid by the District and \$135,200 will be paid by the Lessalt Agency (50/50 cost sharing by District and City of Hollister).

- 6. Receive, Review, Discuss, and Take Appropriate Action on Environmental Review of Proposed Building of a Pipeline to Connect the Ridgemark Area to the Lessalt Surface Water Treatment Plant:** Engineer Girouard requested and recommended Board approval of filing a CEQA Notice of Exemption for construction of a pipeline to connect the Lessalt surface water treatment plant to the Ridgemark Pressure Zone.

During his report, Engineer Girouard noted that this project is an essential component of the District's ability to come into compliance with mandated salinity level requirements for Ridgemark wastewater treatment plant discharge, as well as consistency with agreements in the Governance Committee Memorandum of Understanding and achievement of specifics stated in the District adopted Hollister Urban Area Water/Wastewater Master Plan.

Engineer Girouard reviewed CEQA statutes and pointed out that the pipeline project is less than one mile in length; would be installed in a public right-of-way (along Fairview Road); connect to an existing facility; and is, therefore, exempt from the CEQA environmental review process. During discussion, Attorney Lowrey confirmed Engineer Girouard's analysis and that the pipeline project is statutorily exempt from CEQA review.

In response to Director Hailstone's inquiry, Secretary Yamaoka stated that the Lessalt Treatment Plant began operation in November 2002. Director Hailstone expressed concern that customers outside Ridgemark (Valley View, Westward Court, etc.) do not receive the higher quality water produced at the Lessalt plant. Engineer Girouard explained that the pipeline project is one component of the overall plan to upgrade the Lessalt plant to 3 million gallons per day production (its original design capacity), which will ultimately provide a more even distribution of higher quality water to all of the District's customers.

In response to Director Meraz' question about the possibility of a conflict of interest relative to a voting Board member who lives in Ridgemark or own shares of Ridgemark stock, Attorney Lowrey stated that this issue came up in the past when the Board was studying an issue requiring action and affecting specific Ridgemark customers. As a result, he conducted a thorough research of the applicable statutes.

Attorney Lowrey stated that a potential conflict of interest could exist if the voting Board member was part of relatively small or exclusive group of individuals who could potentially benefit. He explained that, because this specific issue affects a relatively large proportion of the District's customers, it does not result in a potential benefit to a particular individual, small group of individuals, or an exclusive neighborhood in the District, and, therefore, does not create and should not result in public perception of a conflict of interest.

Upon motion made by Director Hailstone, seconded by Director Anderson, and unanimously carried 4-0 (President Keck absent), the Board approved filing a CEQA Notice of Exemption for the pipeline project connecting the Lessalt surface water treatment plant to the Ridgemark pressure zone.

- 7. Receive, Review, Discuss, and Take Appropriate Action on Environmental Review of Proposed Modification of Lessalt Surface Water Treatment Plant to Add Pumps and Motors in Order to Operate at Original Design Capacity of 3 Million Gallons per Day:** Engineer Girouard stated that the addition of pumps and motors to enable the Lessalt surface water treatment plant to operate at 3 mgd (its original design capacity) is a major component of the District's ability to meet Regional Water Quality Board mandated salinity levels of the Ridgemark wastewater treatment plant discharge.

During his report, Engineer Girouard discussed details of the modification project which are expected to further improve hydraulics of the treatment plant, which includes replacement of the 8-year old high pressure microfiltration filters with low pressure microfiltration filters. The lower pressure filters will require less frequent cleaning, and will improve filter backwashing

and cleaning methods. Engineer Girouard noted that the project is specified in the Hollister Urban Area Water/Wastewater Master Plan.

Engineer Girouard spoke about the District's joint project with the City of Hollister to construct the Lessalt surface water treatment plant and noted that an Initial Study and Mitigated Negative Declaration for the construction and operation of the plant was accepted in June 2000.

Engineer Girouard explained that the current project is categorically exempt from CEQA environmental review because it consists of replacement and addition of equipment to allow the existing use to achieve its original design capacity and does not involve expansion of the existing use. In addition, the project meets exemption qualifications because it consists of replacement or reconstruction of existing facilities on the same site and for the same purpose. Engineer Girouard noted that the proposed project fits into the current facility footprint. He recommended Board approval of the Notice of Exemption from environmental impact review.

Upon motion made by Director Anderson, seconded by Director Nelson, and unanimously carried 4-0 (President Keck absent), the Board approved the Notice of Exemption and to proceed with the CEQA exemption process.

- 8. Receive, Review, Discuss, and Take Appropriate Action on Potential Physical Modifications to City of Hollister's Fairview Zone Distribution Reservoir and Sunnyslope County Water District's Fairview Distribution Reservoir:** Engineer Girouard spoke about discussions with City staff regarding future improvements to the Lessalt treatment plant distribution system, including the two Fairview tanks, one owned by the City and the other by the District. The District's 3.5 million gallon tank was recently constructed, painted, and put into service as a fire protection and distribution reservoir. He noted that the City's 2 million gallon tank is 48 years old and in need of painting and seismic retrofitting.

Engineer Girouard noted that only 17% (800) of the water services in the Fairview Pressure Zone are City customers; the remaining 83% are Sunnyslope customers.

During his report, Engineer Girouard noted that for many years the District has been using the City's Fairview tank under the terms of a lease which expired in December 2009. The City is suggesting that the District pay for 50% of the repainting cost for the City's Fairview tank and buy 50% of the depreciated value of the tank. Engineer Girouard reported that Sunnyslope staff feels that this is a fair proposition.

Engineer Girouard spoke about discussions with City staff that included proposals for a dedicated transmission main from the Lessalt plant to the two Fairview tanks which could be owned by the Lessalt Water Treatment Agency.

Engineer Girouard recommended installation of a new chlorination station on the outlet side of both Fairview Tanks. He explained that this would allow the tanks to function as chlorine contact clear wells and it would help control production of disinfection byproducts.

In summary, Engineer Girouard suggested that the Board direct members of the Facilities Subcommittee discuss these issues and confer with the Governance Committee to ultimately assist the Board in planning issues and giving direction to staff.

With consensus of the Board, Vice President Meraz assigned these issues to the District's Facilities Subcommittee for analysis, Governance Committee collaboration, and to make future recommendations to the Board.

## **I. BOARD AND STAFF COMMITTEE STATUS REPORTS**

- 1. Governance Committee:** Secretary Yamaoka reported that the next meeting of the Governance Committee will be held on March 17; Director Nelson stated that he is unable to attend; Director Hailstone will serve as alternate representative at that meeting.

Engineer Girouard reported that two prospective consultants for a programmatic EIR have been identified; that the goal is to complete the CEQA process by the end of 2010.

2. **Water Resources Association of San Benito County:** Director Anderson reported that the WRA's next quarterly meeting is scheduled to be held in May.
3. **Ridgemark Wastewater Treatment and Recycled Water Improvement Project:** Engineer Girouard reported that Attorney Lowrey has completed the last letter required for the District's State Revolving Fund Loan application; it is currently being reviewed by State's legal staff. Engineer Girouard stated that he anticipates final approval of the District's application in the very near future.
4. **Water Related Projects:** No report.
5. **Lessalt Water Treatment Plant:** This item was covered during discussions earlier in the meeting.
6. **State Revolving Fund and Stimulus Package Financing:** This item was covered during discussions earlier in the meeting.
7. **Operation Summary, Statement of Income, Investment Summary, Lessalt Water Treatment Agency Investment and Disbursement Summaries; Maintenance Report; City Meter Reading; and Groundwater Level Measurements:** The Board reviewed the February 28, 2010 District Operation Summary, Statement of Income, and Investment Summary. Ms. Buck noted that water sales were down in February; that it was a wet weather month and that more customers may have realized that their February and March water consumption is used to determine their sewer bills for the ensuing year. She also noted that there were fewer returned checks in the month of February.

During review of the Investment Summary, Ms. Buck spoke about the decrease in interest income. She also pointed out that certificate of deposit funds were transferred to the operating fund for capital projects; that she anticipates "reimbursement" when the State Revolving Fund loan money is received.

Ms. Buck reviewed the monthly financial reports for the Lessalt Water Treatment Agency. The February 28, 2010 Investment Summary of funds reflects a fund total of \$1,759,711.52, which includes year to date earned interest totaling \$33,901.99. It was noted that interest earned in February (\$1,446) is significantly less than earnings (\$3,536/mo avg) prior to the certificates of deposit maturing and application of current interest rates. During review, Cathy Buck pointed out that February 28 is the end of the Agency's fiscal year. Ms. Buck also reviewed the February 12 through March 11, 2010 disbursement summary totaling \$91,481.12.

During review of the District's Maintenance Report for February 2010, Jim Filice responded to questions from Directors about various tasks itemized in the report. It was noted that Well #2 and #8 were out of service in February; on March 10th Well #11 came on line.

Mr. Filice reported on leaking services to two So. Ridgemark Drive addresses that created a sinkhole fifteen feet wide and one hundred feet long.

In response to Vice President Meraz' question about decals on District trucks, Mr. Filice stated that he is contacting different companies for a source of high quality, durable decals.

Jim Filice reviewed the District Meter Reading Report for the period January 20 to February 17, 2010, and noted that the City owes the District approximately 102.45 million gallons of water.

The new SCADA system at the City interties is operational. During Mr. Filice's report, he stated the system is totalizing flow by direction based on conductivity; the conductivity of well water is in the 1300 range, compared to 600 for surface water treated at the Lessalt plant; and the readings we have been getting over the past three weeks are yielding good data.

Mr. Filice stated that beginning next month he will provide parallel reports, in the old format and the new, for purposes of continuity and comparison for a transitional period.

Engineer Girouard reported that pressure valves are being replaced with flow valves integrated

with the District's SCADA system; this will provide the capability of "throttling back" water flows when appropriate.

During review of the groundwater level report, Jim Filice noted the seasonal upward trend.

**J. ALLOWANCE OF CLAIMS:** The Board reviewed the Disbursement Summary for the period February 12 through March 11, 2010, totaling \$968,269.33, which includes: \$373,358.13 for employee compensation and accounts payable; \$587,527.78 to City of Hollister for net sewer billings collected; \$3,268.94 for customer refunds and returned checks; and \$4,114.48 for employee medical expense reimbursements. Last check written as of March 11, 2010 was check #14767.

Upon motion made by Director Anderson, seconded by Director Hailstone, and carried unanimously 4-0 (President Keck absent), the Board approved the disbursements as presented.

<u>Date</u>	<u>Num</u>	<u>Name</u>	<u>Amount</u>
03/03/10	ACH PMT	Merchant Services	-396.25
03/09/10	ACH PMT	Anthem Blue Cross of Calif-Jackson	-78.50
02/17/10	ACH RET 2-1	RETURNED ACH	-59.83
02/18/10	ACH RET 2-2	RETURNED ACH	-106.71
02/18/10	ACH RET 2-3	RETURNED ACH	-151.13
02/18/10	ACH RET 2-4	RETURNED ACH	-103.19
02/12/10	CK RET 2-1	RETURNED CHECK	-354.42
02/12/10	CK RET 2-2	RETURNED CHECK	-314.00
02/12/10	CK RET 2-3	RETURNED CHECK	-437.16
02/17/10	CK RET 2-4	RETURNED CHECK	-232.38
02/23/10	CK RET 2-5	RETURNED CHECK	-110.23
02/24/10	CK RET 2-6	RETURNED CHECK	-125.00
03/01/10	CK RET 3-1	RETURNED CHECK	-61.53
03/03/10	CK RET 3-2	RETURNED CHECK	-136.20
02/26/10	DirDep 01	Alvarez, Abel	-3,609.94
02/26/10	DirDep 02	Brill, Kelly L.	-4,123.11
02/26/10	DirDep 03	Buck, Cathy L.	-6,253.25
02/26/10	DirDep 04	Castro, Kevin G.	-3,512.87
02/26/10	DirDep 05	Chavez, Jr., Manuel T.	-5,442.18
02/26/10	DirDep 06	Eclarin, Ernesto P.	-4,697.47
02/26/10	DirDep 07	Estrada, Thomas A.	-3,797.38
02/26/10	DirDep 08	Filice, James L.	-8,404.96
02/26/10	DirDep 09	Girouard, Kenneth R.	-6,299.30
02/26/10	DirDep 10	Hagins, Patrick M.	-4,325.02
02/26/10	DirDep 11	Imperatrice, Patrick L.	-5,251.83
02/26/10	DirDep 12	Jackson, Patrick W.	-5,984.33
02/26/10	DirDep 13	Nelson, Marsha A.	-3,481.72
02/26/10	DirDep 14	Norman, III, Walter R.	-4,967.77
02/26/10	DirDep 15	Padilla, David	-5,068.51
02/26/10	DirDep 16	Porteur, Carol A.	-3,401.32
02/26/10	DirDep 17	Watson, Scott A.	-3,394.51
02/26/10	DirDep 18	Yamaoka, Bryan M.	-8,277.03
02/26/10	DirDep 19	Zavala, Anabel G.	-3,914.20
03/09/10	DirDepB1	Hailstone, Stephen B. (Dir. Dep.)	-100.00
03/09/10	DirDepB2	Keck, Doug (Dir. Dep.)	-300.00
03/09/10	DirDepB3	Meraz, David (Dir. Dep.)	-100.00
03/09/10	DirDepB4	Wiener-Smolka, Laura S. (Dir. Dep.)	-200.00
02/12/10	14670	Amer Water Works Assoc. CA-NV Sect	-75.00
02/12/10	14671	P G & E	-1,147.63
02/12/10	14672	R & L Development-Fowler	-7,500.00
02/12/10	14673	R & L Development-Hilden	-7,500.00
02/12/10	14674	San Benito County Clerk	-50.00
02/12/10	14675	Chavez, Jr., Manuel T.	-30.00
02/18/10	14676	A-1 Services	-645.00
02/18/10	14677	City of Hollister-Finance Dept	-297,997.70
02/18/10	14678	CM Analytical, Inc.	-1,715.00
02/18/10	14679	CSK Auto / Pro Shop	-201.86
02/18/10	14680	EBCO Pest Control	-55.00
02/18/10	14681	Gabilan Welding, Inc.	-59.21
02/18/10	14682	John Smith Landfill	-51.22

<b>Date</b>	<b>Num</b>	<b>Name</b>	<b>Amount</b>
02/18/10	14683	Postal Graphics (was Post Net)	-63.33
02/18/10	14684	Power Equipment Co.	-181.85
02/18/10	14685	San Benito Engineering & Surveying Inc.	-287.50
02/18/10	14686	Serfilco, Ltd.	-490.95
02/18/10	14687	South Valley Internet, Inc.	-17.95
02/18/10	14688	Toro Petroleum Corp.	-938.96
02/18/10	14689	Wastewater Solutions	-360.00
02/22/10	14690	B.W.S. Distributors, Inc.	-278.99
02/22/10	14691	CM Analytical, Inc.	-4,305.00
02/22/10	14692	San Benito County-Admin Office	-1,236.00
02/23/10	14693	Employment Dev. Dept. (EDD) DE88 Pmts.	-9,780.39
02/23/10	14694	San Benito Bank	-20,234.88
02/23/10	14695	CalPERS - Retirement	-1,587.18
02/23/10	14696	Nationwide Retirements Solutions	-9,676.37
02/23/10	14697	Sterling HSA	-3,202.50
02/23/10	14698	BAC (Beneficial Administration Company)	-288.51
02/23/10	14699	Ben-e-lect	-330.00
02/23/10	14700	CalPERS - Retirement	-35,438.73
02/23/10	14701	Fort Dearborn Life Insurance Co.	-218.50
02/23/10	14702	Premier Access Insurance Co.	-2,642.36
02/23/10	14703	State Comp. Insurance Fund	-3,905.13
02/23/10	14704	Sterling HSA	-70.00
02/24/10	14705	Postmaster	-257.38
02/25/10	14706	Auto Tech Service Center, Inc.	-575.42
02/25/10	14707	Mark Nicholson, Inc.	-2,747.17
02/25/10	14708	Petty Cash	-61.69
02/25/10	14709	Postmaster	-88.80
02/25/10	14710	Razzolink.com	-90.77
02/25/10	14711	Tygris Vendor Finance	-257.85
02/26/10	14712	Postmaster	-1,714.56
03/01/10	14713	AT&T	-291.63
03/01/10	14714	B.W.S. Distributors, Inc.	-541.52
03/01/10	14715	Brigantino Irrigation	-71.94
03/01/10	14716	CM Analytical, Inc.	-4,120.00
03/01/10	14717	Electrical Distributors Co.	-894.76
03/01/10	14718	Ferguson Enterprises, Inc.	-99.51
03/01/10	14719	Hollister Auto Parts, Inc.	-2.73
03/01/10	14720	Mission Uniform Service	-527.96
03/01/10	14721	Monterey Bay Office Products	-2,181.23
03/01/10	14722	RMC Water and Environment	-9,179.88
03/01/10	14723	Secretary of State	-40.00
03/01/10	14724	Todd Engineers	-2,583.38
03/01/10	14725	Union Bank of California, N.A.	-110,803.76
03/01/10	14726	Verizon Wireless	-142.24
03/05/10	14727	Nelson, Marsha A.	-111.35
03/05/10	14728	Ace Hardware (Johnson Lumber Co.)	-154.62
03/05/10	14729	CalPERS	-200.00
03/05/10	14730	David J Powers & Associates, Inc.	-6,544.43
03/05/10	14731	Groeniger & Company	-35.88
03/05/10	14732	Law Seminars International	-125.00
03/05/10	14733	OnTrac	-63.50
03/05/10	14734	Recology San Benito County	-116.94
03/05/10	14735	San Benito County Water District	-151.00
03/05/10	14736	Toro Petroleum Corp.	-975.41
03/05/10	14737	U.S. Bank Corporate Payment Systems	0.00
03/05/10	14738	U.S. Bank Corporate Payment Systems	-2,804.71
03/08/10	14739	Anderson, Dawn V.	-100.00
03/08/10	14740	Nelson, Marchel	-200.00
03/08/10	14741	ANDERSON HOMES	-101.43
03/08/10	14742	MARTHA BRAVO	-75.58
03/08/10	14743	JOHN FISHER	-150.00
03/08/10	14744	EMBO	-54.04
03/08/10	14745	ATLAS PREMIER PROPERTIES	-23.09
03/08/10	14746	KATHY OSTOJA	-83.99
03/08/10	14747	JANET LARNER	-41.67
03/08/10	14748	DAVID FLOREZ	-21.61
03/08/10	14749	KAREN NELSON	-117.48

<u>Date</u>	<u>Num</u>	<u>Name</u>	<u>Amount</u>
03/08/10	14750	KAREN SHOGREN	-59.94
03/08/10	14751	ISRAEL GONZALEZ	-97.91
03/08/10	14752	ANDERSON HOMES	-108.47
03/08/10	14753	MORTGAGE CONTRACTING SERVICE	-71.82
03/08/10	14754	DOUG FLORA	-70.13
03/08/10	14755	All Star Ready Mix, LLC	-391.28
03/08/10	14756	Anthem Blue Cross of California-Jackson	-430.00
03/08/10	14757	Bianchi Kasavan & Pope, LLP	-648.00
03/08/10	14758	City of Hollister-Finance Dept	-289,530.08
03/08/10	14759	CM Analytical, Inc.	-7,818.75
03/08/10	14760	Mc Donald Landscaping	-165.00
03/08/10	14761	Mc Master-Carr	-199.41
03/08/10	14762	Mission Uniform Service	-57.44
03/08/10	14763	Postal Graphics (was Post Net)	-6.86
03/08/10	14764	RMC Water and Environment	-3,771.25
03/08/10	14765	San Benito Bank-Medical Exp.	-500.00
03/08/10	14766	Staples	-536.08
03/08/10	14767	Wright Bros. Welding & Sheet Metal, Inc.	-30.59
2/01/10 - 2/28/10	1288-1293	Total Disbursements - Medical Cking	-4,114.48
<b>Total Disbursements</b>			<b><u><u>-968,269.33</u></u></b>

**K. DISTRICT COUNSEL REPORT:** No report.

**L. DISTRICT ENGINEER REPORT:** Engineer Girouard reported that the nanofiltration pilot study looks very positive; he is awaiting lab reports.

**M. GENERAL MANAGER REPORT:** General Manager/ Secretary Yamaoka reported that fiscal year to date connection fees paid total eleven; newly adopted water capacity (connection) fees become effective this month.

**N. FUTURE MEETINGS/ AGENDA ITEMS:** Future agenda items include: Facility Committee report on previously stated water reservoir and distribution issues; Public employee goals and evaluation in executive session.

The next regular meeting of the Board will be held on Thursday, April 8, 2010.

**O. ADJOURN:** Upon motion made by Director Hailstone, seconded by Director Anderson, and unanimously carried (President Keck absent), the meeting was adjourned at 6:32 p.m.

**APPROVED BY THE BOARD:** s/Dave Meraz  
 Dave Meraz, Vice President

**RESPECTFULLY SUBMITTED:** s/Bryan M. Yamaoka  
 Bryan M. Yamaoka, Secretary