

**MINUTES
REGULAR MEETING
BOARD OF DIRECTORS
Bear Valley Water District
Monday, February 23, 2009**

Time: 1:00pm

The regular meeting of the Board of Directors of the Bear Valley Water District was called to order by President Ritchie at 1:00pm at the District Office at 441 Creekside Drive in Bear Valley CA, 95223

ROLL CALL: President Ritchie, Directors Bissell, Davis, Orvis, Neth

GUESTS: Mr. Dave Andres, General Manager of CCWD, Eric Jung, Cub Reporter. Mr. Richard Chiu, Texas Development. Staff present; General Manager, BVWD, Bill Perley, Field Manager, Steve Mikesell, Office Manager, Tia White.

APPROVAL OF MINUTES:

Director Neth provided Mrs. White with a small list of spelling corrections to the Minutes of January 19, 2009. President Ritchie requested that Mrs. White strike Interim from Bill Perley's title. On motion by Director Davis and seconded by Director Orvis the Minutes for January 19, 2009 were approved.

PUBLIC COMMENT: None

CORRESPONDENCE:

Letter from CCWD, regarding Tertiary Treatment Facility; Letter to John Mallard; CEO of Clean Filtration Technology, Letter from F&M Bank on point of interest for Loan to the District, E-mail from Mike McGrew re: F&M Bank Loan & ACH Agreement, and Letter from County re: Ms. Terry Woodrow, appointed person to convey Bear Valley Water District news to the Alpine County Supervisors. ACH Agreement from F&M Bank; to be signed by President of the Board of the Bear Valley Water District.

OFFICE MANAGER'S REPORT:

Review of Financial Activity Reports for the month of February-

No questions.

Request to Pay Accounts Payable as presented-

On motion by Director Davis and seconded by Director Neth the Accounts Payable in the Amount of \$11,195.91 were approved all in Favor.

Credit Line Activity-

No new activity.

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General Manager's Reports:

Review of Plant Operations-

Bill Perley stated that the NTU'S were averaging 3. And that we needed Tech. Support on the Outfall project for the Alan Bradley system. Bill stated the District needs to look into the receiving the license for the Wonder Ware Program in the Pilot Program. This will be an Agenda item for the March Board Meeting.

Field Manager's Report:

Review of Plant Operations-

Steve Mikesell stated that everything is running well. Director Davis asked about the Flows at Lake Alpine Boat Ramp being high. District Staff will check on the numbers there.

Engineer's Reports & Comments:

Review of Regulator Tasks & Schedules-

No Comment.

Unfinished Business:

Update on Clean Filtration Technology- Pilot Program

No new updates, still running as it should.

Update on Forest Service agreement-

District needs more information to proceed.

Update on Rossi Sewer agreement, Project-

This item will be brought back to the table.

Discussion and Possible Board Action on point of interest from F&M Bank on assisting the District with Financing Loan to the District for Tertiary Treatment Facilities and / or LLC-

Board President Dave Ritchie and Director Neth met with Susan Barsetti, Vice President/Commercial Accounts and her financial team at Farmers and Merchants Bank of Lodi. Discussion was on a possible loan to the District for the Tertiary Treatment facilities. The Board then received a proposal for a portion of the districts long term funding needs. The Board will review the proposal; additional financial information is needed by both parties. Credit options are being still explored. This item will be brought back to the table

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Unfinished Business: Continued-

Discussion and Possible Board Action on the Budget for 2009-2010-
Staff will be working with CCWD on modifying the Budget for 2009 -2010.

Discussion on Stimulus Package, meeting at RWQCB on Jan. 22 and the upcoming follow up meeting to be held in Sacramento with discussions on grant writing- The Clean Water State Revolving Fund (CWSRF) Program-
Board President Ritchie and District Manager, Bill Perley did attend meetings in Sacramento on discussions on the Stimulus Package. The meetings consist of financial assistance programs for construction or implementation of projects that address water quality problems and to prevent pollution of the waters of the State. Processes for applications, facility plan approval and preliminary funding commitments were the topics discussed. Grant funding was also explored. More news on this at the March Board Meeting.

New Business:

Discussion and Possible Board Action on Silver Mt. Condos, Sewer Service Rates- Mr. Chiu of Silver Mt. Condos Project addressed the Board with a request to adjust the condo's quarterly sewer service bill. Mr. Chiu stated that the Condo project is still waiting for a map to clear the county planning dept before they can start selling the condos. He asked for Board consideration in adjusting their Quarterly bill. Mr. Chiu asked the Board if it is possible to be charged full service rates when first condo sold. This item will be reviewed by the Board and carried over to the next Board Meeting.

Correspondence from Page 1

Letter from CCWD on Tertiary Treatment Facilities-

Discussion and Possible Board Action on Recommendations for Tertiary Treatment Facilities from General Manager, Bill Perley-

Board Members received a letter from Bill Perley regarding three issues of concern, the Districts bridge loan, the main pump station upgrades and the NPDES permit requiring tertiary treatment. The letter also gave recommendations. Alternate sources of financing should be explored according to the letter. The LLC has proposed an 8% interest rate. Farmers and Merchants Bank of Lodi has proposed a 4.75% interest rate. And SRF loans are currently running between 0-2.9% with 30 year terms. USDA loans are averaging 2.5%. Options for the Main Pump Station repairs were discussed along with options for the Tertiary Treatment facility.

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New Business: Continued-

Correspondence from Page 1

Letter to John Mallard from Bill Perley, will be carried over, John Mallard of Clean Filtration Technology not available at meeting for response to letter.

E-mail from Mike McGrew, legal counsel review of Farmers and Merchants Bank proposal for a loan to the District and water code 36400 and 37407.1 election laws for loans. Also Mike's review of the ACH Agreement.

Letter from County re: Ms. Terry Woodrow, appointed person to convey Bear Valley Water District news to the Alpine County Supervisors.

ACH Agreement from F&M Bank; to be signed by the President of the Board of the Bear Valley Water District. On motion by Director Bissell and seconded by Director Davis the Board Approved the signing of the ACH Agreement with F&M Bank of Lodi to allow customers another option for paying their Quarterly fees.

Discussion and Possible Board Action on Computer system for District-

Since the District will be using a Scada program Mrs. White needs to further investigate the proper computer that is needed for the District.

Board Members Reports and Comments:

Dave Andres of CCWD was on hand to clarify alternative financial options available to the District for loans, District staff asked for help to modify the budget for 2009-2010. Drafting a loan policy was discussed. Bill Perley stated that he will have a turnkey design for the Tertiary Treatment Facilities by the next Board Meeting. Clean Filtration Technology is still an option for the project as well.

Adjournment: Time: 3:17pm

On motion by Director Davis and seconded by Director Orvis the regular meeting of the Board of Directors was adjourned. All in Favor

Next Ord. No. 67 last listed as 69 in error. APPROVED BY: _____

Next Res. No. 465

Next Board Meeting, March 16, 2009 1:00pm

BOARD SECRETARY

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