

APPENDIX A

2006-2007 EXECUTIVE BOARD MEETINGS

<u>File:</u>	<u>Date:</u>
11,507	July 27, 2006
11,508	August 24, 2006
11,509	September 27-29, 2006
11,610	October 26, 2006
11,611	November 16, 2006
11,612	December 21, 2006
11,601	January 25, 2007
11,602	February 22, 2007
11,603	March 22, 2007
11,604	April 26, 2007
11,605	May 24, 2007
11,606	June 28, 2007

APPENDIX B

TREASURER REPORT JUNE 30, 2007

BAY AREA CLEAN WATER AGENCIES
TREASURER'S REPORT
FOR THE MONTH ENDED July 31, 2007

BACWA	Budgeted FY07-08	Encumbrance	Actual				
			Curr Yr for Pr Yr	Jul-07	YTD	Budg YTD	Budg YTD %
<u>REVENUES & FUNDING</u>							
Members' Contributions	450,000			-	0	0	0%
Associate & Affiliate Contributions	162,000			-	0	0	0%
Other Receipts	30,000		425	-	425	0	0%
Fund Transfer	0		0	-	0	0	
Interest Income	54,000		12,597	-	12,597	0	0%
TOTAL REVENUE & FUNDING	696,000		13,022	0	13,022	0	0%
<u>PROJECT ELEMENTS</u>							
Permit/ Water Quality	156,250	0	7,996	-	7,996	-	0%
Permit Committee Consulting Support	31,250		4,513	-	4,513	-	0%
Water Quality Studies & Analysis	60,000			-			0%
Legal Support for Permit & Appeals	50,000		-	-	-	-	0%
PSSEP	5,000		-	-	-	-	0%
Consultant Assistance for Sediment	10,000		3,483	-	3,483	-	0%
Collection Systems	50,000		3,735	-	3,735	-	0%
Collection Systems Committee	40,000		3,735	-	3,735	-	0%
Legal Support for Collection System	10,000		-	-	-	-	0%
Communic of Tech & Regulatory Issues	108,000	0	15,003	-	15,003	-	0%
Media Relation	60,000		12,902	-	12,902	-	0%
Newsletters and Fact Sheets	15,000		1,004	-	1,004	-	0%
BACWA Website	8,000		297	-	297	-	0%
Web Consultant Support	20,000			-			0%
Baywise Website	5,000		800	-	800	-	0%
Pollution Prevention	32,500	-	-	-	-	-	0%
Contribution to BAPPG Enterprise	29,500		-	-	-	-	0%
BAPPG Contingency	3,000		-	-	-	-	0%
General BACWA	146,609	-	39,774	-	39,774	-	0%
Committee Fund	6,000	-	96	-	96	-	0%
Annual Member's Meeting	5,000	-	66	-	66	-	0%
Expert Consultants	65,000		30,959	-	30,959	-	0%
Consultant Support for BAMI	17,000		3,654	-	3,654	-	0%
Contingency	38,609		5,000	-	5,000	-	0%
Contribution to State Estuary Conference	15,000			-			0%
FY06-07 Carry Forwad & Others			1,492	-	1,492	-	0%
TOTAL CONTRACTS	493,359	0	68,000.67	-	68,000.67	-	0%
BACWA Special Programs/ Projects	-	-	9,189	-	9,189	-	0%
SFEI Contracts	-		9,189	-	9,189	-	0%
SFPUC contracts	-		-	-	-	-	0%
Administrative Expenses	202,641	-	34,016	-	34,016	-	0%
Executive Director	136,591		11,052	-	11,052	-	0%
Assistant Executive Director	32,000		3,010	-	3,010	-	0%
Admin Expenses	10,000		674	-	674	-	0%
EBMUD Admin Service & Audit	19,050		19,280	-	19,280	-	0%
Insurance	5,000		-	-	-	-	0%
PROJECT TOTALS	696,000	0	102,016	0	111,206	0	0%
BALANCE	0		(88,995)	-	(98,184)	-	

	Budgeted	Encumbrance	Actual				
	FY 07		Curr Yr for Pr Yr	Cur Mth	YTD	Budg YTD	Budg YTD %
WQA Contributions	600,000		-	0	0	0	0%
WQA Interest/ Misc			6,327	0	6,327	0	
POTW Contributions to CEP	450,000			0			0%
WQA Contract Expenses	145,952		1,156	0	1,156	0	0%
Expert Consultant Support	107,768			0	0	0	0%
Fact Sheet on BPA or TMDLs	15,000			0	0	0	0%
Contingency	23,184			0	1,156	1,156	5%
WQA Administrative Expenses	10,000		165	0	165	0	0%
WQA Balance				0	5,006	0	
CEP Contributions	450,000		-	0	0	0	0%
CEP Interest/Misc	-		10,896	0	10,896	0	0%
CEP Contract Expenses	450,000		26,364	0	26,364	0	0%
CEP Administrative Expenses	-		908	0	908	0	0%
CEP Balance				0	(16,376)	0	
Air Contributions	-		-	0	0	0	0%
Air Interest/Misc			269	0	269	0	
Air Contract Expenses	-		3,067	0	3,067	0	0%
Air Administrative Expenses	-		814	0	814	0	0%
Air Balance				0	(3,612)	0	
BAPPG Contributions			-	0	0	0	0%
BAPPG Interest/ Misc			987	0	987	0	
BAPPG Contract Expenses			10,973	0	10,973	0	0%
Our Water Our World				0	0	0	0%
Hospital Pharmaceutical Guide				0	0	0	0%
Copper Plumbing Project				0	154	154	0%
Thermometer Exchange				0	5,013	5,013	0%
Thermometer Exchange-Regional Ads				0	3,306	3,306	0%
Spanish Radio				0	0	0	0%
Dental Mercury Control				0	2,500	2,500	0%
BAPPG Contract Expenses-FY06 Carryover				0			
BAPPG Administrative Expenses			644	0	644	0	0%
BAPPG Balance				0	(10,631)	0	
IRWMP Contributions			-	0	0	0	0%
IRWMP Interest/Misc			25	0	25	0	0%
IRWMP Contract Expenses			-	0	0	0	0%
IRWMP Administrative Expenses			146	0	146	0	0%
IRWMP Balance				0	(121)	0	
RWR Contributions	5,000		1,000	0	1,000	0	0%
RWR Interest/Misc			389	0	389	0	
RWR Contract Expenses			-	0	7,200	7,200	0%
WRF			-	0	0	0	0%
White Paper				0	7,200	7,200	0%
RWR Administrative Expenses			143	0	143	0	0%
RWR Balance				0	(5,954)	(7,200)	

	Budgeted FY 07	Encumbrance	Actual				
			Curr Yr for Pr Yr	Cur Mth	YTD	Budg YTD	Budg YTD %
CWCCG Contributions	132,500		106,000	15,500	121,500	15,500	0%
CWCCG Interest/Misc			345	0	345	0	0%
CWCCG Contract Expenses	132,500		-	0	0	0	0%
CWCCG Administrative Expenses			-	0	0	0	0%
<u>CWCCG Balance</u>				15,500	121,845	15,500	
WOT Contributions	42,000			8,000	8,000	8,000	0%
WOT Interest/Misc				0	0	0	0%
WOT Contract Expenses	42,000			0	0	0	0%
WOT Administrative Expenses				0	0	0	0%
<u>WOT Balance</u>				8,000	8,000		
WCC Contributions	703,650			500,000	500,000	500,000	0%
WCC Interest/Misc				0	0	0	0%
WCC Contract Expenses	703,650			32,118	32,118	32,118	0%
WCC Administrative Expenses				0	0	0	0%
<u>WCC Balance</u>				467,882	467,882		

Note: CWCCG \$106,000 received in FY07

BAY AREA CLEAN WATER AGENCIES
PROJECT ACCOUNT ACTIVITY
For the Month Ended 07/31/07

	BACWA					IRWMP	AIR	BAPPG	WQA	CEP	RWR	CWCCG	WOT	WCC	RESERVE	
	EBMUD	EBDA	CCCSO	CCSF	CSJ											Total
Beginning Balance 07/1/07	123,927.75	149,280.50	164,266.27	172,086.66	142,735.77	1,937.23	9,930.91	74,548.51	485,754.12	796,002.22	32,095.28	106,000.00	-	-	120,000.00	2,378,565.22
ACCOUNT BALANCE 6/30/07	123,927.75	149,280.50	164,266.27	172,086.66	142,735.77	1,937.23	9,930.91	74,548.51	485,754.12	796,002.22	32,095.28	106,000.00			120,000.00	2,378,565.22
Receipts- July																
Members' Contributions	-	-	-	-	-	-	-	-	-	-	1,000.00	15,500.00	8,000.00	500,000.00	-	524,500.00
Associate & Affiliate Contributions	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Receipts	85.00	85.00	85.00	85.00	85.00	-	-	-	-	-	-	-	-	-	-	425.00
Interest Income	2,205.20	2,438.19	2,710.40	2,811.86	2,431.04	25.14	269.26	986.65	6,327.27	10,896.18	388.70	344.95				31,834.84
Total Receipts	2,290.20	2,523.19	2,795.40	2,896.86	2,516.04	25.14	269.26	986.65	6,327.27	10,896.18	1,388.70	15,844.95	8,000.00	500,000.00		556,759.84
Disbursement- July																
Consultant Services	14,418.76	14,418.76	14,418.76	14,418.76	14,418.76	-	3,066.92	10,973.00	1,155.71	26,364.16	7,200.29			32,118.17		152,972.03
Administrative Services	7,803.14	7,803.14	7,803.14	7,803.14	7,803.14	146.16	814.07	644.24	165.18	907.62	142.57					41,835.53
Other Expenditures	19.23	19.23	19.23	19.23	19.23											96.14
Total Disbursements	22,241.13	22,241.12	22,241.12	22,241.12	22,241.12	146.16	3,880.99	11,617.24	1,320.89	27,271.78	7,342.86	-	-	32,118.17		194,903.70
Other Activity- July																
Cash Transfers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Other Activity	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Receipts - Fiscal Year -To-Date:																
Members' Contributions	-	-	-	-	-	-	-	-	-	-	1,000.00	15,500.00	8,000.00	500,000.00	-	524,500.00
Associate & Affiliate Contributions	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Receipts	85.00	85.00	85.00	85.00	85.00	-	-	-	-	-	-	-	-	-	-	425.00
Interest Income	2,205.20	2,438.19	2,710.40	2,811.86	2,431.04	25.14	269.26	986.65	6,327.27	10,896.18	388.70	344.95	-	-	-	31,834.84
Total Receipts	2,290.20	2,523.19	2,795.40	2,896.86	2,516.04	25.14	269.26	986.65	6,327.27	10,896.18	1,388.70	15,844.95	8,000.00	500,000.00	-	556,759.84
Disbursements - Fiscal Year -To-Date:																
Consultant Services	14,418.76	14,418.76	14,418.76	14,418.76	14,418.76	-	3,066.92	10,973.00	1,155.71	26,364.16	7,200.29	-	-	32,118.17		

4/07-6/07 Interest to be Alloc \$31,834.83	Balance:	EBMUD	EBDA	CCCSD	CCSF	CSJ	Reserve	Subtotal	IRWMP	AIR	BAPPG	WQA	CEP	RW	CWCCG	Total
	March 31	160,740.19	175,089.17	197,780.07	205,498.38	176,525.77	120,000.00	1,035,633.58	1,913.44	31,688.02	78,949.81	483,032.68	868,536.26	22,169.99		2,521,923.78
	April 30	152,753.72	167,289.15	190,274.92	198,095.31	168,744.42	120,000.00	997,157.52	1,937.23	31,859.12	74,898.51	487,795.96	850,092.16	32,470.28		2,476,210.78
	May 31	144,225.91	161,578.64	184,564.41	192,384.80	163,033.91	120,000.00	965,787.67	1,937.23	9,263.41	74,793.51	487,743.46	833,691.08	32,707.78		2,405,924.14
	June 30	123,927.75	149,280.50	164,266.27	172,086.66	142,735.77	120,000.00	872,296.95	1,937.23	9,930.91	74,548.51	485,754.12	796,002.22	32,095.28	106,000.00	2,378,565.22
Average:		\$ 145,411.89	\$ 163,309.37	\$ 184,221.42	\$ 192,016.29	\$ 162,759.97	\$ 120,000.00	\$ 967,718.93	\$ 1,931.28	\$ 20,685.37	\$ 75,797.59	\$ 486,081.56	\$ 837,080.43	\$ 29,860.83	\$ 26,500.00	\$ 2,445,655.98
Member Interest Income:		\$ 1,892.81	\$ 2,125.78	\$ 2,397.99	\$ 2,499.45	\$ 2,118.63	\$ 1,562.03	\$ 12,596.69	\$ 25.14	\$ 269.26	\$ 986.65	\$ 6,327.27	\$ 10,896.18	\$ 388.70	\$ 344.95	\$ 31,834.83
Allocation Reserve Income:		312.39	312.41	312.41	312.41	312.41	(1,562.03)									
Total Allocated Income:		\$ 2,205.20	\$ 2,438.19	\$ 2,710.40	\$ 2,811.86	\$ 2,431.04	\$ -	\$ 12,596.69	\$ 25.14	\$ 269.26	\$ 986.65	\$ 6,327.27	\$ 10,896.18	\$ 388.70	\$ 344.95	\$ 31,834.84
		EBMUD	EBDA	CCCSD	CCSF	CSJ	Reserve	Subtotal	IRWMP	AIR	BAPPG	WQA	CEP	RW	CWCCG	Grand Totals

APPENDIX C

2006-2007

MOTIONS AND HANDOUTS

5. CONSENT CALENDAR: Moved by KELLY and TUCKER with the removal of the M Cubed invoice from the consent calendar

Consent Calendar Consideration of Approval:

Executive Board Meeting June 22, 2006, Draft No. 3 Action Item Minutes

Treasurer Report for June 2006, COB 6-30-06

Check Register for June 2006, COB 6-30-06

File 10,740 (BAPPG) CSJ reimbursement invoice for BAPPG Medical Disposal Project amounting to \$2,142.00.

File 11,507 Create a Water Quality Attainment account to separately manage CEP/WQAS contributions

Ratification of Chair Approval

File 11, 736 Contract for Larry Walker Associates for \$4,999 to respond to information Request from the Water Board for the Cyanide Basin Plan Amendment

M Cubed Contract File 10,737: Motion by KELLY and WEIR to revise the contract to be consistent with the approved proposal with the recognition that contract amount exceeds the limit on sole source and approves this exception for this project only.

As part of this discussion the Board agreed that as a practice the Chair should not sign contracts until the vendor has signed the contract. In addition, the Board asked the ED to report back to the Board to with a method of reviewing and monitoring third party contracts in the future.

8. OTHER BUSINESS:**C. BACWA Participation in the CWEA SSO Training**

Motion by KELLY and WEIR to allow the Board to take action on this item as an urgency action;

Motion by KELLY and WEIR to authorize the contribution of \$20,000 to CWEA for the SSO statewide training, to ask that CWEA look at the pricing structure with the expectation that there could be some reimbursement to BACWA. The Board also asked the ED to review the budget and determine where these funds would come from and to propose a modified budget.

Handout Packet Distributed at Meeting:

1. Agenda.
2. Draft Action Item Minutes No. 3 for June 22, 2006 Executive Board Meeting.
3. Treasurer Report for June 2006, COB 6-30-06
4. Check Register for June 2006, COB 6-30-06
5. File 10,737 (IRWMP) – M Cubed Invoice for June 2006 re: IRWMP Step 2 Grant application, approving invoice for \$20,612
6. File 10,740, (BAPPG) CSJ Reimbursement invoice for BAPPG Medical Disposal Project amounting to \$2,142.00
7. File 11,736 (WQAS) Contract for LWA for \$4,999.00 to support the development and adoption of the Cyanide BPA
8. Proposed Executive Board Meeting Schedule for 2007
9. CWEA SSO WDR Task Force – Training Model
10. SCAP, Jul 6, 2005 Letter to Ms. Elizabeth Allen, CWEA Re: Contributions for SSO WDR Training

File 11,508

August 24, 2006

- 5. CONSENT CALENDAR:** Moved by KEANEY/KELLY with agreement that the Finance Committee will meet to resolve budget inconsistencies and request will be made to EBMUD for a more detailed report.

Consent Calendar Consideration of Approval:

Executive Board Meeting July 27, 2006, Draft No. 2 Action Item Minutes

Executive Board Meeting and Closed Session on August 11, 2006, Draft Minutes #1

EBMUD Investment Policy

Treasurer Report for July 2006, COB 7-31-06

Check Register for July 2006, COB 7-31-06

7. OTHER BUSINESS:

c. File 10,624 (BACWA) LWA SOQ Contract for FY 2006-07 for the amount of \$25,000 from the Budget Category of Permits and Water Quality.

Motion KELLY/TUCKER to approve.

The Board is specifically interested in getting the workgroup established with the support of LWA.

Handout Packet Distributed at Meeting:

1. Agenda.
2. Executive Directors Report for August 2006
3. Action Item Minutes Draft No. 2 for July 27, 2006 Executive Board Meeting.
4. Draft No.1 for August 11, 2006 Executive Board Meeting and Closed Session.
5. Treasurer Report for July 2006, COB 7-31-06.
6. Check Register for July 2006, COB 7-31-06
7. EBMUD Investment Policy.
8. BAPPG Report for August 2006.
9. BAPPG Priority Pollutant Form
10. File 10,624 (BACWA) LWA SOQ Contract for FY 2006-07 for the amount of \$25,000 from the Budget Category of Permits and Water Quality.
11. LWA SOQ Budget Estimate for FY 2006-07.
12. LWA SOQ Work Plan for FY 2006-07.
13. Agenda for Pardee Technical Seminar

File 11,509

September 27, 2006

- 5. CONSENT CALENDAR:** As the Board is meeting outside of the Bay Area, the Consent Calendar is Accepted for Further Consideration at the October Meeting

Handout Packet Distributed at Meeting:

1. Agenda.
2. Executive Director's Report for September 2006
3. Action Item Minutes Draft No. 4 for August 24, 2006 Executive Board Meeting.
4. Treasurer Report for August 2006, COB 8-31-06.

5. Check Register for August 2006, COB 8-31-06
6. Lab Committee Report
7. Operations Information Sharing Group Report
8. File 10,763 (WQAS) Somach, Simmons & Dunn Contract for Revised Mercury TMDL; \$4,900.00 from the Water Quality Attainment Strategies account contingency.
9. File 10,769 (WQAS) LWA Contract for Cu Basin Plan Amendment; \$4,800.00 from the Water Quality Attainment Strategies account contingency.
10. File 10,769 (WQAS) LWA Scope of Work for Cu Basin Plan Amendment.

File 11,510	October 26, 2006
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5. CONSENT CALENDAR: Moved by KELLY/KEANEY with removal of File 10,804 Fred Krieger agreement, Treasurer's Report and Proposal from Finance Committee.

Consent Calendar Consideration of Approval:

Executive Board Meeting August 24, 2006, Draft No. 2 Action Item Minutes
 Executive Board Meeting September 27, 2006, Draft No 1 Action Item Minutes
 Treasurer Report for August
 Check Register for August and September 2006

Ratification of Chair Approval:

File 10,763 (WQAS) Somach, Simmons & Dunn, legal services associated with the SWRCB consideration of the Revised Mercury TMDL as adopted by the SF Bay Regional Board; \$4,900.00 from the Water Quality Attainment Strategies account contingency budget item; September 7, 2006 through December 31, 2006

File 10,769 (WQAS) LWA, provide professional assistance for the development of the Wastewater Implementation Plan for the Cu Basin Plan Amendment; \$4,800.00 from the Water Quality Attainment Strategies account contingency budget item; September 14, 2006 through December 3, 2006

Contract Implementation Authorization to Chair:

(BACWA) File 10,803, Day Carter & Murphy, General Counsel Services for BACWA FY 2006 - 07, \$2,000.00

(BACWA) File Transfer Authorization – Termination of Downey Brand, LLP General Counsel Services in File 10,621

September 2006 TR was accepted, moved by TUCKER/KELLY, after the following discussion and with the understanding that the following changes will be made.

Concern was raised about Revenue from Other Receipts in Budgeted FY 06-07 column Treasurer's Report. It was determined that this money is a pass through of funds for SFEI.

TR needs to be revised to show Interest Income and that money should be factored into Total Revenue & Funding before transferring of funds from Principals to balance Budget.

Proposal from Finance Committee for Balanced 2006-07 Budget should reflect the \$37,000.00 discrepancy between Total Revenue and expenses, not \$37,500.00, and Interest Income, before it can be approved.

Handout Packet Distributed at Meeting:

1. Agenda.
2. Executive Director's Report for October 2006
3. Action Item Minutes Draft No. 4 for August 24, 2006 Executive Board Meeting.
4. Treasurer Report for August 2006, COB 8-31-06.

5. Check Register for August 2006, COB 8-31-06
6. Action Item Minutes Draft No 1 for September 27, 2006 Executive Board Meeting
7. Treasurer Report for September 2006, COB 9-30-06.
8. Check Register for September 2006, COB 9-30-06
9. Proposal from Finance Committee for Balanced 2006-07 Budget
10. File 10,763 (WQAS) Somach, Simmons & Dunn Contract for Revised Mercury TMDL; \$4,900.00 from the Water Quality Attainment Strategies account contingency.
11. File 10,769 (WQAS) LWA Contract for Cu Basin Plan Amendment; \$4,800.00 from the Water Quality Attainment Strategies account contingency.
12. File 10,769 (WQAS) LWA Scope of Work for Cu Basin Plan Amendment.
13. File 10,804 (WQAS) Fred Krieger, Berkeley Environmental and Applied Research, for Effluent Limits Strategy, October 26, 2006 through June 30, 2007; **\$8,000.00**
14. File 10,803 (BACWA) Day Carter & Murphy, General Counsel Services for BACWA FY 2006 - 07, **\$2,000.00**
15. File Transfer Authorization – Termination of Downey Brand, LLP General Counsel Services in File 10,621
16. Recycle Committee Report
17. 2005 – 2006 Annual Report Table of Contents
18. Potential Topics for BACWA Annual Members Meeting - January 25, 2007
19. Dates for Budget Workshops, Annual Members Meeting and Management Review Workshop
20. Action Items from Pardee Technical Seminar 2006

File 11,511

November 16, 2006

5. CONSENT CALENDAR: Moved by WEIR/NAVARRET

Consent Calendar Consideration of Approval:

Executive Board Meeting October 26, 2006, Draft No. 3 Action Item Minutes

Treasurer Report for October 2006

Check Register for October 2006

Adoption of 2005 – 06 Annual Report, including Appendix D Auditor's Report for 2005-06

File 10,823 BACWA Resolution for Adopting the San Francisco Bay Area Integrated Regional Water Management Plan

Ratification of Chair Approval:

File 10,822 (BACWA) SFEI Contract No. 631; No-Cost Extension from July 31, 2006 to November 30, 2006; \$4,300.00 from BACWA Special Programs/Projects.

Contract Implementation Authorization to Chair:

File 10,821 (BAPPG) Univision for Spanish Outreach Project; \$10,000.00 from the BAPPG; FY 2006-2007.

File 10,744 (BACWA) Amendment to Alexandra Gunnell for Assistant to the Executive Director Services Agreement

File 10,826 (BAPPG) Jack Nadel International for FOG Scraper Project; \$5,000.00 from the BAPPG; FY2006-2007.

CLOSED SESSION:

- BACWA will have no financial participation in the CASA Compliance Schedule litigation, but will have a nominal inclusion if necessary and appropriate. **MOTION by** Weir/Tucker

An action to allow the review of working documents regarding SSO enforcement by individual counsel for Principal members, the Chair of the Collection System Committee and the expert consultant. **MOTION by** Weir/Kelly

Handout Packet Distributed at Meeting:

1. Agenda.
2. Executive Director's Report for October 2006
3. Action Item Minutes Draft No. 3 for October 16, 2006 Executive Board Meeting.
4. Treasurer Report for October 2006, COB 10-31-06.
5. Check Register for October 2006, COB 10-31-06
6. File 10,823 BACWA Resolution for Adopting the San Francisco Bay Area Integrated Regional Water Management Plan
7. File 10,823 IRWMP Waste Water - Recycled Water Project List 31-Oct06
8. File 10,822 (BACWA) SFEI Contract No. 631; No-Cost Extension from July 31, 2006 to November 30, 2006
9. File 10,497 SFEI Contract No. 631 Benthos Analysis from January 15, 2006 to July 31, 2006; \$4,300.00.
10. File 10,821 (BAPPG) Univision for Spanish Outreach Project; \$10,000.00 from the BAPPG; FY 2006-2007.
11. File 10,744 (BACWA) Amendment to Alexandra Gunnell for Assistant to the Executive Director Services Agreement
12. File 10,744 (BACWA) Alexandra Gunnell for Assistant to the Executive Director; \$16,000.00; August 2006 through November 2006.
13. File 10,826 (BAPPG) Jack Nadel International for FOG Scraper Project; \$5,000.00 from the BAPPG; FY2006-2007.
14. File 10,826 (BAPPG) FOG Project Scope of Work
15. Recycled Water Committee Report
16. AIR Committee Report
17. Potential Topics for BACWA Annual Members Meeting - January 25, 2007
18. Action Items from Pardee Technical Seminar 2006
19. California Wastewater Operator Workforce Initiative Scoping Workshop Agenda
20. USEPA Multi-stakeholder Meeting, Save the Date, 12-5-06

File 11,512**December 21, 2006****5. CONSENT CALENDAR: Moved by Tucker/Keaney****Consent Calendar Consideration of Approval:**

Executive Board Meeting November 16, 2006, Draft No. 2 Action Item Minutes
11,512.2 Executive Board Budget Workshop December 15, 2006, Draft No. 1 Action Item Minutes
Treasurer Report for November 2006
Disbursement Report for the Month of November 2006
Adoption of Recycled Water Committee Proposal for Tailored Collaborative Research project to Water Reuse

Ratification of Chair Approval:

File 10,847 Oakley Water Strategies (OWS) contract for Watershed Permit Step 1; FY 06-07; \$4,800.00 from Water Quality Attainment Strategies budget

Contract Implementation Authorization to Chair:

File 10,848 Oakley Water Strategies (OWS) contract for Watershed Permit Step 2; FY 06-07; \$17,335.00 from BACWA General Regulatory Consultant Support Budget.

CEP as Approved by the EMB:

File 10,845 Applied Marine Science (AMS) amendment No. 30 for Legacy Pesticides; time extension thru June 30, 2007; \$10,000.00 from CEP budget
File 10,373 ABAG Contract Amendment 1; time extension thru May 31, 2007 \$102,639 from CEP budget

6. COMMITTEE REPORTS:

- **Lab Committee – Committee Chair Rod Miller**

The Board acknowledged the Chair's approval of \$1,500.00 from the General BACWA Committee Fund line item to send the Chair of the Laboratory Committee to the 23rd ACS National Meeting and Exposition (Pittcon 2007) in Chicago, IL from February 25 to March 1, 2007

7. OTHER BUSINESS:

a. Resolution to Adopt the Aquatic Science Center JPA: Moved by Tucker/Keaney with unanimous approval by the Board

Scheduled for approval in January by the RWQCB, and soon after the Board of Directors will be formed as a diverse group and will likely include, BACWA, RWQCB, SFEI representatives. The significance of this partnership was noted and its impact on facilitating SFEI's RMP contracts was discussed. Some governance issues were raised such as Liability Insurance, and a Treasurer's Bond, and it was suggested that BACWA should not be responsible for managing the JPA bank account to avoid any issues of inequitable representation.

BACWA general legal counsel will be contacted to find out specifics of the adoption timeline and when this partnership will become effective.

Handout Packet Distributed at Meeting:

1. Agenda.
2. Executive Director's Report for November 2006
3. Action Item Minutes Draft No. 2 for November 16, 2006 Executive Board Meeting.
4. 11,512.2 Executive Board Budget Workshop December 15, 2006, Draft No. 1 Action Item Minutes.
5. Treasurer Report for November 2006, COB 11-30-06.
6. Check Register for November 2006, COB 11-30-06
7. File 10,847 Oakley Water Strategies (OWS) contract for Watershed Permit Step 1; FY 06-07; \$4,800.00 from Water Quality Attainment Strategies budget
8. File 10, 848 Oakley Water Strategies (OWS) contract for Watershed Permit Step 2; FY 06-07; \$17,335.00 from BACWA General Regulatory Consultant Support budget
9. File 10,845 Applied Marine Science (AMS) amendment No. 30 for Legacy Pesticides; time extension thru June 30, 2007; \$10,000.00 from CEP budget
10. File 10,373 ABAG Contract Amendment 1; time extension thru May 31, 2007; \$102,639 from CEP budget
11. Collection Systems Report
12. Recycle Committee Report
13. Tailored Collaborative Research project to Water Reuse Proposal, Agenda, and Resumes
14. Resolution to Adopt the Aquatic Science Center
15. Agenda for BACWA Membership Annual Meeting
16. Calendar Year 2007 BACWA Meetings

5. CONSENT CALENDAR: Moved by Keaney/McCormick

Consent Calendar Consideration of Approval:

Executive Board Meeting December 21, 2006 Action Item Minutes
11,301.1 Executive Board Budget Workshop January 12, 2007 Action Item Minutes
Treasurer Report for December 2006
Disbursement Report for the Month of December 2006
File 10,890, Approval of Use of BARWRP Funds for WRF Tailored Collaboration
\$16,000.

It was noted that BARWRP money must remain separate from BACWA funds because contributors to this account were not necessarily BACWA members, but the name of the account can be changed to "Regional Water Recycling".

Contract Implementation Authorization to Chair:

File 10,897 (BACWA) Amendment 4, SFEI No Cost Contract Extension to SFEI
Agreement 498, thru December 31, 2007

Handout Packet Distributed at Meeting:

1. Agenda.
2. Executive Director's Report for December 2006
3. Executive Board Meeting December 21, 2006 Action Item Minutes, Draft 2.
4. 11,601.1 Executive Board Budget Workshop January 12, 2007 Action Item Minutes, Draft 3.
5. Treasurer Report for December 2006, COB 12-31-06.
6. Check Register for December 2006, COB 12-31-06.
7. File 10,890, Approval of Use of BARWRP Funds for WRF Tailored Collaboration, \$16,000.
8. File 10,789 (BACWA) Amendment 4, SFEI No Cost Contract Extension to SFEI Agreement 498, thru December 31, 2007.
9. BAPPG Committee Report
10. First Draft of BACWA Budget for FY 2007-08.

File 11,602	February 22, 2007
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6. CONSENT CALENDAR: Moved by Keaney/Craig with the removal of the FY 2007 – 08 BACWA Budget and Workplan

Consent Calendar Consideration of Approval:

Executive Board Meeting January 25, 2007 Action Item Minutes
11,602.2 Closed Session Meeting Minutes
Treasurer Report for January 2007
Disbursement Report for the Month of January 2007

Ratification of Chair Approval:

File 10,900 (BACWA) Larry Walker Associates (LWA); Preparation of Comment Letter Assistance; **\$5,000.00** from the BACWA Expert Consultants budget item; February 1, 2007 through June 30, 2007

Contract Implementation Authorization to Chair:

File 10,914 (BAPPG) Tom Barron, Amalgam Separator List Updated; **\$2,500.00** from the BAPPG account; FY 2006 – 07

File 10,916 (BACWA) Fred Krieger Pulse Article Contract; **\$15,260.00** from the BACWA Expert Consultants budget line item; February 14, 2007 through August 31, 2007.
File 10,915 OWS Hg Watershed Amendment; **\$1,250.00** from the WQAS Contingency budget line item; **\$4,090.00** from the BACWA Expert Consultants budget line item.
File 10,631(BACWA) OWS Permit CMTE Amendment 1, **\$7,812.50**.

FY 2007 – 08 BACWA Budget **Moved by Weir/Keaney** was approved after the following discussion.

- Questions were raised about the rate used to calculate the interest.
- WQAS figures are approved but may need to be modified at a subsequent meeting depending on restructuring of the CEP.
- Budgets for AIR, BAPPG, and other accounts will be adopted by July 07.
- Collection Systems will be converted to a Program of Special Interest. Contributions from San Jose will not fund the Collection Systems account, rather the four remaining Principals will in effect increase their contributions to \$7,375.00 each. It was noted that as SSO Enforcement issues are addressed, Combined Sewer System (CSO) concerns should be taken into account.

6. COMMITTEE REPORTS:

In a **MOTION by WEIR/KEANEY** the following items were added to the agenda:

- RWR Budget increase of \$4,000 to the originally approved \$16,000, for a new total of **\$20,000**
- Approval for Chair to enter into a contract with Ross and Associates.

Both emergency items were approved, **MOVED by KEANEY/WEIR**.

MOVED by KEANEY/WEIR approval of Proposal for White Paper on the Benefits of Implementing Recycled Water Projects in the San Francisco Bay Area.

Added to the Agenda in **MOTION by WEIR/KEANEY**, approval for the Chair to authorize a contract for the creation of White Paper on the Benefits of Implementing Recycled Water Projects in the San Francisco Bay Area.

This emergency item was approved, **MOVED by KEANEY/CRAIG**.

Handout Packet Distributed at Meeting:

1. Agenda.
2. Executive Director's Report for January 2007
3. Action Item Minutes Draft No. 2 for January 25, 2007 Executive Board Meeting.
4. Treasurer Report for January 2007, COB 1-31-07.
5. Disbursement Report for January 2007, COB 1-31-07.
6. FY 2007 - 08 BACWA Budget and Workplan
7. File 10,900 (WQAS) Larry Walker Associates (LWA); Preparation of Comment Letter Assistance; \$5,000.00 from the BACWA Expert Consultants budget item; February 1, 2007 through June30, 2007
8. File 10,914 (BAPPG) Tom Barron, Amalgam Separator List Updated; \$2,500.00 from the BAPPG account; FY 2006 - 07
9. File 10,916 (BACWA) Fred Krieger Pulse Article Contract; \$15,260.00 from the BACWA Expert Consultants budget line item; February 14, 2007 through August 31, 2007.
10. File 10,915 (BACWA) OWS Hg Watershed Amendment; \$1,250.00 from the WQAS Contingency budget line item; \$4,090.00 from the BACWA Expert Consultants budget

line item.

11. File 10,631 (BACWA) OWS Permit CMTE Amendment 1, \$7,812.50.
12. Water Quality Tasks Performed with BACWA Permits Committee Budget
13. Media Relations Committee Report
14. Recycled Water Committee Report
15. Proposal for White Paper on the Benefits of Implementing Recycled Water Projects in the San Francisco Bay Area

Handouts Provided at the Board Meeting:

16. Electronic NPDES Data Reporting Systems Feature Summary Comparison and Critique, prepared by Rod Miller.
17. Lab Committee Report to the BACWA Board, February 22, 2007, prepared by Rod Miller.
18. Permits Committee Report to the BACWA Board, February 22, 2007, prepared by Arleen Navarret
19. BAPPG Committee Report to the BACWA Board, February 22, 2007, prepared by Melody LaBella.
20. Page 7 of the TCR Proposal: Interagency Partnerships to Facilitate Water Reuse, 12-8-06, prepared by Paula Kehoe, originally included in the December 21, 2006 BACWA Executive Board Meeting Handout Packet.
21. AB32 and POTWs, February 22, 2007, prepared by Stephanie Cheng.
22. Proposed Budget for FY 2007-08 – Issue Paper on Collection System Funding e-mail, February 21, 2007, prepared by Michele Pla.

File 11,603

March 22, 2007

5. CONSENT CALENDAR: Moved by Keaney/Weir with the removal of the USGS Multibox Model

Consent Calendar Consideration of Approval:

Executive Board Meeting December 21, 2007 Action Item Minutes Revised
Executive Board Meeting February 22, 2007 Action Item Minutes
Treasurer Report for February 2007
Disbursement Report for the Month of February 2007
2007-08 BAPPG Budget

CEP as Approved by the EMB:

USGS Multibox Model – Approval to Authorize Chair to sign pending outcome of CEP meeting Monday, March 26, 2007. Recommendation that contract funding is clarified prior to signature. **Moved by Keaney/Craig.**

7. OTHER BUSINESS:

A. NACWA Green Infrastructure Statement of Support
Moved by Keany/Craig.

Handout Packet Distributed at Meeting:

1. Agenda.
2. Executive Director's Report for February 2007
3. Action Item Minutes Draft No. 3 for December 21, 2006 Executive Board Meeting.
4. Action Item Minutes Draft No. 4 for February 22, 2007 Executive Board Meeting.

5. Treasurer Report for February 2007, COB 2-28-07.
6. Disbursement Report for February 2007, COB 2-28-07.
7. Projects Approved for BAPPG's 2007-08 Budget
8. USGS Joint Funding Agreement
9. Media Relations Committee Report
10. BAPPG Committee Report
11. Recycled Water Committee Report
12. Green infrastructure Statement of Support
13. WERF Collaborative Research Project, Mercury Scope

Handouts Provided at the Board Meeting:

14. AB 32 Statewide POTW Group, Steering Committee Kickoff Meeting, Friday March 23, 2007
Agenda
15. Collection System Committee Report to BACWA Board
16. Lab Committee Report to BACWA Board
17. Permits Committee Report to BACWA Board

File 11,604

April 24, 2007

- 6. CONSENT CALENDAR: Moved by Tucker/Weir**
 – **with the removal of the File 10,967 (AIR) CH2M Hill Agreement for GHG Response Group May 2007-June 2008; ~~\$98,400.00~~ \$98,190.00 from the Statewide AIR Account**

Consent Calendar Consideration of Approval:

- File 11,603.2 Closed Session Meeting Minutes
- Treasurer Report for March 2007
- Disbursement Report for the Month of March 2007
- Approval of Fund Transfer from BACWA Expert Consultants line item to RWR White Paper line item of \$10,000.00

Ratification of Chair Approval:

- File 10,964 (BACWA) Limno Tech Dioxin Issue Paper Assistance Phase I, FY 2006-07, \$2,994.00 from General BACWA, Expert Consultants line item.
- File 10,965 (BACWA) SFEI PO for Delineation of Congers for PCB and Dioxin, FY 2006-07, \$2,000.00 from General BACWA, Expert Consultants line item.
- File 10,941 (BACWA) Adammer Web Consulting, FY 2006-07, \$1,500.00 from the BACWA Communication Account, Website line item.

Contract Implementation Authorization to Chair:

- File 10,618 CH2MHill AIR Amendment 1; removal of BASTE task.
- File 10,763 Somach Simmons & Dunn Time Extension Amendment 1
- File 10,962 (BAPPG) O'Rourke Inc., Regional Thermometer Exchange Radio Ads; \$3,309.00 from the BAPPG account; FY 2006-07
- File 10,963 (BAPPG) San Jose Mercury News Regional Thermometer Exchange Newspaper Ads; \$5,013.00 from the BAPPG account; FY 2006-07
- File 10,968 (BAPPG) Morrison and Associates PO for Cu Pipe Corrosion Project, FY 2006-07; \$1,000.00 from the BAPPG account; FY 2006-07.
- File 10,969 (BACWA) Limno Tech Dioxin Issue Paper Assistance Phase II, from General BACWA, Expert Consultants line item FY 2006-07, \$10,000.00 and FY 2007-08, \$3,500.00.
- **Two PO's to be issued; \$3,500.00 will be funded by FY 2007-08, Permit Water Quality Studies and Analysis line item.**

CEP as Approved by the EMB:

- File 10,950 AMS Amendment 31 No Cost Adjustment Authorization of \$30,000 to Task

- 4.50 Assistance from the PCB's – related Portion of the Taking Action for Clean Water Grant
File 10,373 ABAG Amendment 2; \$128,865.00; through June 30, 2008
- **approval contingent upon performance reviews to be administered by ED every two months.**

In a **MOTION by WEIR/KEANEY** the following item was added to the agenda:

- **SCAP MOA**

Concern was raised about executing a contract with CH2M Hill prior to receiving funds from SCAP. It was also noted that any over-collection of funds could be rolled over into the next phase.

This emergency item was approved, **MOVED by WEIR/TUCKER.**

MOVED by WEIR/CRAIG

File 10,967 (AIR) CH2M Hill Agreement for GHG Response Group May 2007-June 2008; **\$98,190.00** from the Statewide AIR Account

- **approval contingent upon removal of Tasks 8-10 from the Scope.**

7. COMMITTEE REPORTS:

- **BAPPG – Committee Melody La Bella**

The Committee Report was included in the meeting Handout Packet and reviewed.

A. Approval for Chair to authorize BACWA to join to the California Product Stewardship Council as a paying Steering Committee member. **MOVED by Tucker/Weir.**

BAPPG will designate a representative to fill this position.

B. Approval for Executive Director to sign letter from the POTWs requesting to take Samsung Silver Ion Washer off their rebate list. **MOVED by Craig/Keaney.**

Handout Packet Distributed at Meeting:

1. Agenda.
2. Executive Director's Report for March 2007
3. Action Item Minutes Draft No. 2 for March 22, 2006 Executive Board Meeting.
4. Treasurer Report for March 2007, COB 3-30-07.
5. Disbursement Report for March 2007, COB 3-30-07.
6. File 10,964 (BACWA) Limno Tech Dioxin Issue Paper Assistance Phase I, FY 2006-07, \$2,994.00 from General BACWA, Expert Consultants line item.
7. File 10,965 (BACWA) SFEI PO for Delineation of Congers for PCB and Dioxin, FY 2006-07, \$2,000.00 from General BACWA, Expert Consultants line item.
8. File 10,618 CH2MHill AIR Amendment 1; removal of BASTE task.
9. File 10,967 (AIR) CH2M Hill Agreement for GHG Response Group FY07-08; \$99,900.00 from the Statewide AIR 2007-08 Budget Item
10. Memorandum of Agreement between Southern California Alliance of POTWs ("SCAP") and the Bay Area Clean Water Agencies ("BACWA")
11. 10,763 Somach Simmons & Dunn Time Extension Amendment 1
12. File 10,962 (BAPPG) O'Rourke Inc., Regional Thermometer Exchange Radio Ads; \$3,309.00 from the BAPPG account; FY 2006 - 07
13. File 10,963 (BAPPG) San Jose Mercury News Regional Thermometer Exchange Newspaper Ads; \$5,013.00 from the BAPPG account; FY 2006-07

14. File 10,968 (BAPPG) Morrison and Associates PO for Cu Pipe Corrosion Project, FY 2006-07; \$1,000.00 from the BAPPG account; FY 2006-07
15. File 10,969 (BACWA) Limno Tech Dioxin Issue Paper Assistance Phase II, from General BACWA, Expert Consultants line item FY 2006-07, \$10,000.00 and FY 2007-08, \$3,500.00.
16. File 10,950 (CEP) AMS Amendment 31 No Cost Adjustment Authorization of \$30,000 to Task 4.50 Assistance from the PCB's - related Portion of the Taking Action for Clean Water Grant
17. File 10,373(CEP) ABAG Amendment 2, \$128,865.00; through June 30, 2008
18. Collection Systems Committee Report
19. Media Relations Committee Report
20. BAPPG Report
21. Recycled Water Committee Report
22. Travel Procedures
23. Succession Planning
24. 2007-08 BACWA Approved Budget

Handouts Provided at the Board Meeting:

25. Appendix 1: San Francisco Bay Region Basin Plan Amendments, Scope of Work, Revised April 23, 2007
26. AIR Committee Report
27. Lab Committee Report to BACWA Board
28. Permits Committee Report to BACWA Board
29. E-mail to ED from Sejal Choksi dated 4-25-07, re: mercury tmdl language.
30. Mercury Concentration Limits in Existing San Francisco Bay Area POTW Permits (as of March, 2007)

File 11605

May 24, 2007

- 5. CONSENT CALENDAR: Moved by Tucker/Keaney**
- i. with the removal of File 10,995 Joint Powers Agreement Creating the Aquatic Science Center**
 1. ED will discuss with BACWA legal counsel the inclusion of language requiring a designated treasurer funded by the JPA.
 2. BACWA will await State Board approval of the agreement before putting it back on the Consent Calendar.
 - ii. addition of a revised Treasurer Report, pages 1 – 2, for April 2007 distributed to replace the version included in the original Handout Packet.**

Consent Calendar Consideration of Approval:

Executive Board Meeting April 26, 2007 Action Item Minutes

Treasurer Report for April 2007

Disbursement Report for the Month of April 2007

Ratification of Chair Approval:

-File 10,165 (WQAS) Barnes & Thornburg WQAS, Amendment 2; no cost time extension thru June 30, 2008.

-File 10,643 (BACWA) Squire S&D CS Legal Support, Amendment 3; no cost time extension thru June 30, 2008.

- File 10,688 (BACWA) (WQAS) CirclePt BACWA WQAS Outreach, Amendment 1; no cost time extension thru June 30, 2008
- File 10,918 (RWR) Ross Assoc RWR WRF, Amendment 1; no cost time extension thru December 31, 2007.
- File 10,991 (BACWA) LWA SQO Amendment 1; no cost time extension thru June 30, 2008.

Multi-Year Contract Implementation Authorization to Chair

- File 10,988 (BACWA) OWS Permit CMTE Support 2007-2010; \$31,250.00; funded by Permit/Water Quality program's item entitled Permit Committee Consulting Support.
- File 10,989 (BACWA) WBA M&O Support 2007-2010; \$17,000.00; funded by General BACWA program's item entitled Consultant Support for BAMl.
- File 10,990 (BACWA) DCM General Counsel 2007-2010; \$2,000.00; funded by the General BACWA program's item entitled Expert Consultants.
- File 10,992 (BACWA) Renewal Letter re: CH2M HILL Media Relations Multi-Year Agreement, extending into Year Three, not to exceed \$18,000.00 plus Year Two Carry Forward. (Media Relations)
- File 10,993 (BACWA) Renewal Letter re: Downey Brand Multi-year Agreement for Permit Appeal Services, not to exceed \$50,000.00 plus FY 06-07 Carry Forward.
- File 10,994 (BACWA) OWS CS CMTE Support 2007-2010; \$40,000.00; funded by Collection Systems program's item entitled Collection Systems Committee Consulting Support.

CEP as Approved by the EMB:

File 10,373 ABAG Amendment 3; increase of \$ \$128,865.00 for a not to exceed total of \$230,904.00; revised scope; supersedes Amendment 2.

6. COMMITTEE REPORTS:

• AIR – Stephanie Cheng for Committee Chair Randy Schmidt

BACWA Air Issues and Regulations Committee – Phase 21 FY 2007-08 Budget: **Moved by Weir/Tucker - contingent upon funding through participation dues.** Concern was raised about approving a budget before confirming total revenue. If all Phase 20 members agree to participate, then the total revenue will exceed \$72,000.

8. CEP STATUS REPORT:

Approval for BACWA to invoice members for participation in WQAS rather than CEP: **Moved by Tucker/Weir.** This change will be explained to members in the cover letter that will accompany the consolidated invoices.

Handout Packet Distributed at Meeting:

1. Agenda.
2. Executive Director's Report for April 2007
3. Action Item Minutes Draft No. 3 for April 26, 2006 Executive Board Meeting.
4. Treasurer Report for April 2007, COB 4-30-07.
5. Disbursement Report for April 2007, COB 4-30-07.
6. File 10,995 Joint Powers Agreement Creating the Aquatic Science Center
7. File 10,165 (WQAS) Barnes & Thornburg WQAS, Amendment 2; no cost time extension

- thru June 30, 2008.
8. File 10,643 (BACWA) Squire S&D CS Legal Support, Amendment 3; no cost time extension thru June 30, 2008.
 9. File 10,688 (BACWA) (WQAS) Circle Point BACWA WQAS Outreach, Amendment 1; no cost time extension thru June 30, 2008
 10. File 10,918 (RWR) Ross Assoc RWR WRF, Amendment 1; no cost time extension thru December 31, 2007.
 11. File 10,991 (BACWA) LWA SQO, Amendment 1; no cost time extension thru June 30, 2008.
 12. File 10,988 (BACWA) OWS Permit CMTE Support 2007-2010; \$31,250.00; funded by Permit/Water Quality program's item entitled Permit Committee Consulting Support.
 13. File 10,989 (BACWA) WBA M&O Support 2007-2010; \$17,000.00; funded by General BACWA program's item entitled Consultant Support for BAMl.
 14. File 10,990 (BACWA) DCM General Counsel 2007-2010; \$2,000.00; funded by the General BACWA program's item entitled Expert Consultants.
 15. File 10,992 (BACWA) Renewal Letter re: CH2M HILL Media Relations Multi-Year Agreement, extending into Year Three, not to exceed \$18,000.00 plus Year Two Carry Forward. (Media Relations)
 16. File 10,993 (BACWA) Renewal Letter re: Downey Brand Multi-year Agreement for Permit Appeal Services, not to exceed \$50,000.00 plus FY 06-07 Carry Forward.
 17. File 10,994 (BACWA) OWS CS CMTE Support 2007-2010; \$40,000.00; funded by Collection Systems program's item entitled Collection Systems Committee Consulting Support.
 18. File 10,373 ABAG Amendment 3; increase of \$ \$128,865.00 for a not to exceed total of \$230,904.00; revised scope; supersedes Amendment 2.
 19. Collection Systems Committee Report
 20. Media Relations Committee Report
 21. BAPPG Report
 22. Recycled Water Committee Report
 23. Water Conservation Ad Campaign on Behalf of Water Utilities
 24. Travel Procedures
 25. Succession Planning
 26. 2007-08 BACWA Approved Budget

Handouts Provided at the Board Meeting:

27. Revised Treasurer's Report for April 2007, pages 1 – 2
28. BACWA Air Issues and Regulations Committee
29. AB32 Statewide POTW Steering Committee Kickoff Meeting Summary, May 15, 2007
30. Lab Committee Report to BACWA Board
31. Permits Committee Report to BACWA Board

File 11,606	June 28, 2007
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1. Election of New Vice Chair of the Executive Board: MOVED BY MCCORMICK/NAVARRET

- New Vice Chair is David Tucker of the City of San Jose

6. CONSENT CALENDAR: MOVED BY NAVARRET/MCCORMICK

Consent Calendar Consideration of Approval:

Executive Board Meeting May 24, 2007 Action Item Minutes
Treasurer Report for May 2007
Disbursement Report for the Month of May 2007

Contract Implementation Authorization to Chair:

Authorization to the Chair to sign File 11,128 Solano Community College Agreement for the Operator Education Program.

- File 10,917 RWR MCubed White Paper Amend1; increase by \$80.00 for a new not to exceed amount of \$8,880.00 funded by the RWR item entitled White Paper.
- File 11,123 (BACWA) NAI BACWA Website Services 7/1/07 - 9/30/07; \$1,097; funded by the BACWA Communication of Technical and Regulatory Issues program's item entitled BACWA Website.
- File 11,124 (BACWA) SFEI Contract 695 2007 Status and Trends RMP Water Organic Analyses, 7/1/07 - 6/30/08; \$125,071; funds to be passed through BACWA Special Projects.
- File ~~10,986~~ 10,968 (BAPPG) Morrison and Associates Amendment 1; no cost time extension thru June 30, 2008.
- File 10,995 Joint Powers Agreement Creating the Aquatic Science Center
- File 11,130 (BACWA) Adammer Web Consultant Services

Multi-Year Contract Implementation Authorization to Chair

- File 11,120 (BACWA) O'Rorke Media Relations Support 2007-2010; \$37,000.00; funded by the BACWA Communication of Technical and Regulatory Issues program's item entitled Media Relations.
- File 10,618 (AIR) Renewal Letter re: CH2M HILL AIR Committee Support Multi-Year Agreement, extending into Year Two, not to exceed \$72,520.56; funding contingent upon collection of AIR membership dues.
- File 10,689 (BACWA) Renewal Letter re: Michele Pla Consulting Executive Director Agreement extending into Year Three; funded by BACWA Administrative Expenses program line items Executive Director and Admin Expenses.
- File 11,121 (BACWA) Alexandra Gunnell AED Services 2007-2010; not to exceed \$49,400.00; funded by Administrative Expenses program's line items Assistant to Executive Director in BACWA budget and the Administrative Expenses line in other program budgets such as BAPPG, AIR and CEP.

CEP as Approved by the EMB:

- File 11,126 (CEP) AMS Amendment 32
- File 11,127 (CEP) ABAG Agreement for CEP Support Services

7. COMMITTEE REPORTS:

• **BAPPG – Committee Melody La Bella**

The Committee Report was included in the meeting Handout Packet and reviewed.

A. Approval for Executive Director to sign letters to the Consortium for Energy Efficiency (CEE) and PG & E requesting the removal of the Samsung Silver Ion Washer from the rebate list. **MOVED MCCORMICK/TUCKER**

B. Approval for PSI (Product Stewardship Institute) Membership. **MOVED CRAIG/MCCORMICK**

BAPPG will join as an Adjunct Council member at a cost of \$150.00/year, since Principal agencies are already Full Members.

8. OTHER BUSINESS:

B. File 11,125 (BACWA) BAWAC Regional Public Info Campaign for Water

It was noted that Underground Ads serves as the advertising campaign firm as well as the media purchaser for this project. Approval of agreement: **MOVED BY ROYER/NAVARRET** contingent upon addition of "Contract Manager" approval requirement under item #10 and replacement of the term "full funds" by just "funds".

Approval of 3% ODC: **MOVED BY CRAIG/NAVARRET.**

C. Request for approval of Agreement for Contribution, Deposit and Disbursement of Funds for the SF Bay IRWMP: State Coastal Conservancy Trust Fund, and approval of \$25,000 contribution from BACWA 2007-08 Budget Contingency line item.

Approved as to form: **MOVED BY MCCORMICK/NAVARRET**

I. Travel Procedures

Approval: **MOVED BY NAVARRET/MCCORMICK** contingent upon addition of reference to "per diem reimbursement or receipts reimbursement"

Handout Packet Distributed at Meeting:

1. Agenda.
2. Executive Director's Report for May 2007
3. Action Item Minutes Draft No. 2 for May 24, 2006 Executive Board Meeting.
4. Treasurer Report for May 2007, COB 5-31-07.
5. Disbursement Report for May 2007, COB 5-31-07.
6. File 10,917 RWR MCubed White Paper Amend1; increase by \$80.00 for a new not to exceed amount of \$8,880.00 funded by the RWR item entitled White Paper.
7. File 11,123 (BACWA) NAI BACWA Website Services 7/1/07 - 9/30/07; \$1,097; funded by the BACWA Communication of Technical and Regulatory Issues program's item entitled BACWA Website.
8. File 11,124 (BACWA) SFEI Contract 695 2007 Status and Trends RMP Water Organic Analyses, 7/1/07 - 6/30/08; \$125,071; funds to be passed through BACWA Special Projects.
9. File 10,986 (BAPPG) Morrison and Associates Amendment 1; no cost time extension thru June 30, 2008.
10. File 10,995 Joint Powers Agreement Creating the Aquatic Science Center
11. File 11,130 (BACWA) Adammer Web Consultant Services
12. File 11,120 (BACWA) O'Rorke Media Relations Support 2007-2010; \$37,000.00; funded by the BACWA Communication of Technical and Regulatory Issues program's item entitled Media Relations.
13. File 10,618 (AIR) Renewal Letter re: CH2M HILL AIR Committee Support Multi-Year Agreement, extending into Year Two, not to exceed \$72,520.56; funding contingent upon collection of AIR membership dues.
14. File 10,689 (BACWA) Renewal Letter re: Michele Pla Consulting Executive Director Agreement extending into Year Three; funded by BACWA Administrative Expenses program line items Executive Director and Admin Expenses.
15. File 11,121 (BACWA) Alexandra Gunnell AED Services 2007-2010; not to exceed \$49,400.00; funded by BACWA Administrative Expenses program's line item Assistant to Executive Director.
16. File 11,126 (CEP) AMS Amendment 32

17. File 11,127 (CEP) ABAG Agreement for CEP Support Services
18. BAPPG Report
19. Media Relations Report
20. Proposed Executive Board Meeting Schedule for 2008
21. Travel Procedures
22. Succession Planning
23. File 11,125 (BACWA) Underground Ad for BAWAC Regional Public Info Campaign for Water Conservation
24. Cooperative Agreement between BACWA and BAWAC for the Regional Water Conservation Campaign
25. Agreement: Deposit and Disbursement of Funds for SF Bay IRWMP: State Coastal Conservancy Trust Fund
26. 2007-08 BACWA Approved Budget Revised

Handouts Provided at the Board Meeting:

27. AIR Committee Report to BACWA Board
28. Permits Committee Report to BACWA Board

APPENDIX D

2006-2007

AUDITOR'S REPORT

BAY AREA CLEAN WATER AGENCIES
FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2007 AND 2006

BAY AREA CLEAN WATER AGENCIES
FINANCIAL STATEMENTS
For The Years Ended June 30, 2007 and 2006

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Bay Area Clean Water Agencies

We have audited the financial statements of the Bay Area Clean Water Agencies (BACWA) as of and for the year ended June 30, 2007, as listed in the table of contents. These financial statements are the responsibility of BACWA's management. Our responsibility is to express an opinion on these financial statements based on our audit. The basic financial statements as of June 30, 2006 were audited by other auditors, whose opinion dated September 15, 2006 was unqualified.

We conducted our audit in accordance with generally accepted auditing standards in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements referred to above are free of material misstatement. An audit includes examining on a test basis evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly in all material respects the financial position of the Bay Area Clean Water Agencies as of June 30, 2007 and the results of its operations and its cash flows for the year then ended, in conformity with generally accepted accounting principles in the United States of America.

Management's Discussion and Analysis is required by the Governmental Accounting Standards Board, but is not part of the basic financial statements. We have applied certain limited procedures to this information, principally inquiries of management regarding the methods of measurement and presentation of this information, but we did not audit this information and we express no opinion on it.



August 17, 2007

BAY AREA CLEAN WATER AGENCIES

Management's Discussion and Analysis

June 30, 2007 and 2006

This section presents management's discussion and analysis of the Bay Area Clean Water Agencies (BACWA) financial condition and activities as of and for the years ended June 30, 2007 and 2006. Management's Discussion and Analysis (MDA) is intended to serve as an introduction to the Agency's basic financial statements. The MDA represents management's examination and analysis of the Agency's financial condition and performance.

This information should be read in conjunction with the audited financial statements that follow this section. The information in the MDA is presented under the following headings:

- Organization and Business
- Overview of the Financial Statements
- Financial Analysis
- Request for Information

Organization and Business

The Bay Area Dischargers Association (BADA) was created as a public entity in accordance with the terms of a Joint Exercise of Powers Agreement, dated January 4, 1984, for the purpose of collecting, interpreting and disseminating data on the aquatic life and quality of waters of the San Francisco Bay System (the Bay) with emphasis on pollution-related effects. Renamed BACWA on February 22, 2001, it is composed of BADA's five original signatory agencies: East Bay Municipal Utility District (EBMUD), a public corporation; Central Contra Costa Sanitary District, a public corporation; East Bay Dischargers Authority (EBDA), a joint powers public corporation; the City and County of San Francisco (San Francisco), a municipal corporation; and the City of San Jose (San Jose), a municipal corporation. BACWA principals contribute funds to cover operating expenses based on an annual workplan and budget, in accordance with sections 9 and 10 of BACWA's Joint Powers Agreement. There are fourteen associate members and thirty five affiliate members that contribute a minimum of \$7,500 and \$1,500 annually, respectively.

For additional information, please see the notes to the basic financial statements.

Overview of the Financial Statements

The financial statements include a *statement of net assets*, a *statement of revenues, expenses, and changes in fund net assets*, a *statement of cash flows*, and *notes to the financial statements*. The report also contains other required supplementary information in addition to the basic financial statements.

BACWA's financial statements include:

The *statement of net assets* presents information on the Agency's assets and liabilities, with the difference between the two reported as net assets. It provides information about the nature and amount of resources and obligations at year-end.

The *statement of revenues, expenses, and changes in net assets* presents the results of the Agency's operations over the course of the fiscal year and information as to how the *net assets* changed during the year.

BAY AREA CLEAN WATER AGENCIES

Management's Discussion and Analysis

June 30, 2007 and 2006

The *statement of cash flows* presents changes in cash and cash equivalents resulting from operational and investing activities. This statement summarizes the annual flow of cash receipts and cash payments, without consideration of the timing of the event giving rise to the obligation or receipt.

The *notes to basic financial statements* provide additional information that is essential to a full understanding of the data provided in the basic financial statements. The notes to basic financial statements can be found on pages 8 to 12 of this report.

Financial Analysis:

The following summarizes net assets at June 30, 2007 and 2006, together with changes from the prior year.

Summary of Net Assets (Table 1)

June 30, 2007 and 2006

	Year ended June 30		Variance
	2007	2006	
Current assets	\$ 2,576,288	\$ 1,988,142	\$ 588,146
Current liabilities	375,826	324,649	51,177
Net assets:			
Restricted for operating projects	2,080,462	1,548,493	531,969
Unrestricted	120,000	115,000	5,000
Total net assets	\$ 2,200,462	\$ 1,663,493	\$ 536,969

- Total assets at June 30, 2007 increased by \$588,146, or 29.58 % from the prior year. The principal reason for the increase was the increase in the cash and equivalents. This increase mainly due to last year's unspent contributions has rollovered to this year, therefore, the cash balance in the beginning of the year is \$1,963,478 comparing to \$1,432,375 in the year 2006.

BAY AREA CLEAN WATER AGENCIES

Management's Discussion and Analysis

June 30, 2007 and 2006

The following summarizes revenues, expenses and changes in fund net assets for the years ended June 30, 2007 and 2005, together with changes from the prior year.

Summary of Revenues, Expenses and Changes in Fund Net Assets (Table 2)

Years ended June 30, 2007 and 2006

Assets	2007	2006	Variance
Operating expenses	\$ (1,338,303)	\$ (1,616,233)	\$ 277,930
Operating income	126,349	81,438	44,911
Loss before capital contribution	(1,211,954)	(1,534,795)	
Contributions from members	1,748,923	2,092,517	(343,594)
Change in net assets	\$ 536,969	\$ 557,722	\$ (20,753)

- BACWA had no operating revenue in 2007 or 2006, as its funding comes from contributions from members.
- Operating expenses for the year ended June 30, 2007 decreased by \$277,930, or 17.19 % from the prior year. The principal reasons for the decrease are as follows. BACWA's own expenses for continuing programs decreased by \$184,883, from \$814,350 to \$629,467. The reason for this decrease was BACWA had reduced number of permit appeals which resulted in reduced professional service costs for attorneys and consultants. This also reflected BACWA's newly adopted budget control program, contributions from members has decreased to \$610,424 in year 2007 from \$827,343 in year 2006. The Clean Estuary Project expenses decreased by \$213,133 from \$597,670 to \$384,535 as the studies of select chemical elements and compounds were reduced. A new project- the Water Quality Attainment Strategies was adopted in fiscal year 2006 at a total cost of \$118,035.
- Non-operating income for the years ended June 30, 2007 and 2006 consisted primarily of interest income. The increase in interest income is due to an increase in interest rates and higher ending balance.
- Contribution from members decreased by \$343,594, or 16.42% from the prior year. BACWA had changed contribution process for Clean Estuary Partnership, instead direct contributing to CEP, members first contributed to the new project- Water Quality Attainment Strategies; WQAS would fund the CEP for the studies it contracted to. As the result, the WQAS has an increase of \$591,885 in the contribution, however, due to the reduced study programs; the funding for CEP has decreased by \$924,887 from \$956,887 to \$32,000.

Request for Information

This financial report is designed to provide viewers with a general overview of The Bay Area Clean Water Agencies' finances and demonstrate BACWA's accountability for the monies it manages. If you have any questions about this report, or need additional information, please contact: the Executive Director, PMB 241, 936-B Seventh Street, Novato, CA. 94945-3000.

BAY AREA CLEAN WATER AGENCIES
STATEMENTS OF NET ASSETS
JUNE 30, 2007 AND 2006

	<u>2007</u>	<u>2006</u>
ASSETS		
Cash and cash equivalents (Note 2)	\$120,000	\$115,000
Accounts receivable	164,385	
Accrued interest receivable	31,330	24,664
Restricted cash and cash equivalents (Note 2)	<u>2,260,573</u>	<u>1,848,478</u>
Total Assets	<u>2,576,288</u>	<u>1,988,142</u>
LIABILITIES		
Accounts payable	349,048	321,198
Payable to EBMUD	<u>26,778</u>	<u>3,451</u>
Total Liabilities	<u>375,826</u>	<u>324,649</u>
NET ASSETS (Note 1)		
Restricted for operating projects	2,080,462	1,548,493
Unrestricted	<u>120,000</u>	<u>115,000</u>
Total Net Assets	<u><u>\$2,200,462</u></u>	<u><u>\$1,663,493</u></u>

See accompanying notes to financial statements

BAY AREA CLEAN WATER AGENCIES
STATEMENTS OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED JUNE 30, 2007 AND 2006

	<u>2007</u>	<u>2006</u>
Operating expenses:		
Professional services	(\$1,285,803)	(\$1,588,552)
General and administrative	(49,585)	(4,484)
Membership fees and other	<u>(2,915)</u>	<u>(23,197)</u>
Total operating expenses	<u>(1,338,303)</u>	<u>(1,616,233)</u>
Nonoperating revenues:		
Interest income	<u>126,349</u>	<u>81,438</u>
(Loss) before member contributions	(1,211,954)	(1,534,795)
Member contributions and other receipts	<u>1,748,923</u>	<u>2,092,517</u>
Changes in net assets	536,969	557,722
Total net assets - beginning	<u>1,663,493</u>	<u>1,105,771</u>
Total net assets - ending	<u><u>\$2,200,462</u></u>	<u><u>\$1,663,493</u></u>

See accompanying notes to financial statements

BAY AREA CLEAN WATER AGENCIES
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2007 AND 2006

	<u>2007</u>	<u>2006</u>
Cash flows from operating activities:		
Cash paid for supplies and services	(\$1,287,126)	(\$1,622,428)
Cash flows from noncapital financing activities:		
Cash received from member contributions and other receipts	1,584,538	2,092,517
Cash flows from investing activities:		
Interest received on investments	<u>119,683</u>	<u>61,013</u>
Net increase in cash and cash equivalents	417,095	531,102
Cash and equivalents at beginning of period	<u>1,963,478</u>	<u>1,432,376</u>
Cash and equivalents at end of period	<u><u>\$2,380,573</u></u>	<u><u>\$1,963,478</u></u>
Reconciliation of net operating income (loss) to net cash provided by operating activities:		
Operating income (loss)	(\$1,338,303)	(\$1,616,233)
Adjustments to reconcile operating loss to cash flows from operating activities:		
Changes in operating assets and liabilities:		
Accounts payable	<u>51,177</u>	<u>(6,195)</u>
Net cash flow provided by operating activities	<u><u>(\$1,287,126)</u></u>	<u><u>(\$1,622,428)</u></u>

See accompanying notes to financial statements

**BAY AREA CLEAN WATER AGENCIES
FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2007 AND 2006**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
--

A. Description of Reporting Entity

The Bay Area Clean Water Agencies (BACWA) was organized on January 4, 1984 as the Bay Area Dischargers Association (BADA), and changed its name to BACWA effective February 22, 2001. BACWA was established for the purpose of collecting, interpreting and disseminating data on the aquatic life and quality of waters of the San Francisco Bay System with emphasis on pollution-related effects. BACWA is composed of five original BADA signatory agencies: East Bay Municipal Utility District (EBMUD), a public corporation; Central Contra Costa Sanitary District, a public corporation; East Bay Dischargers Authority, a joint powers public corporation; the City and County of San Francisco, a municipal corporation; and the City of San Jose, a municipal corporation. BACWA contributes funds to cover operating expenses based on an annual work plan and budget, in accordance with Sections 9 and 10 of BACWA's Joint Powers Agreement. There are fourteen associate members and thirty-five affiliate members that contribute a minimum of \$7,500 and \$1,500 annually, respectively.

BACWA has the following standing committees. Each committee's revenues and expenses are tracked separately from BACWA's other revenues and expenses.

- *The Air Issues and Regulations Committee (AIR)* was an independent organization founded in 1987 to provide air quality information to publicly owned treatment works. On July 1, 1994, AIR became a separate committee within BACWA.
- *The Clean Estuary Partnership (CEP)* was organized in August 2001, and a BACWA standing committee formed shortly thereafter, to develop Water Quality Attainment Strategies, including total maximum daily loads, for the San Francisco Bay-Delta and its tributaries.
- *San Francisco Bay Area Pollution Prevention Group (SFBAPPG)* is an independent organization founded in 1990 to create public education programs regarding water pollution. In fiscal year 2002, it joined BACWA, becoming a BACWA standing committee.
- *The Integrated Regional Water Management Plan (IRWMP)* is a Proposition 50 program. BACWA participated in the coordination and development of the program for the San Francisco Bay Area in 2003. BACWA has the responsibilities over the wastewater and water recycling services area of the program.
- *The Water Quality Attainment Strategies (WQAS)* is a group that specific reviews and develops positions for Basin Plan Amendment, SIP Amendments, and other state and federal water quality plans, regulations or guidance documents.
- *The Regional Water Recycling Committee (RWR)* was established in 2007 to promote water recycling in order to protect the environment, develop reliable water supply and to sustain our economic viability in the Bay Area region.
- *California Wastewater Climate Change Group (CWCCG)* was formed in early 2007 to develop greenhouse gas emission protocols specific to waste water treatment processes for use by all agencies, work with California Climate Action Registry to have protocols recognized and accepted.

**BAY AREA CLEAN WATER AGENCIES
FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2007 AND 2006**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)
--

B. Basis of Accounting and Presentation

The accompanying financial statements report the financial position of BACWA in accordance with accounting standards generally accepted in the United States of America. As BACWA is exclusively composed of governmental entities, the preparation of its financial statements is governed by the pronouncements of the Governmental Accounting Standards Board (GASB).

BACWA as a proprietary enterprise, is accounted for on a flow of economic resources measurement focus using the accrual basis of accounting. Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements.

BACWA distinguishes *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing deliverable goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for BACWA include the cost of sales and services and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

BACWA does not apply statements of Financial Accounting Standards Board (FASB) and interpretations issued after November 30, 1989. BACWA applies all applicable GASB pronouncements as well as statements and interpretations of FASB, Accounting Principles Board Opinions, and Accounting Research Bulletins of the Committee on Accounting Procedure issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

Statement of Net Assets – The statement of net assets is designed to display the financial position of BACWA. BACWA's fund equity is report as net assets, which is the excess of all of the Agency's assets over all its liabilities. Net Assets are divided into three captions under GASB Statement 34. These captions apply only to Net Assets and are described below:

Invested in capital assets describes an agency's capital assets, including restricted capital assets, net of accumulated depreciation and reduced by any outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted describes the portion of Net Assets which is restricted as to use by the terms and conditions of agreements with outside parties, governmental regulations, laws, or other restrictions which the Agency cannot unilaterally alter. These principally include developer fees received for use on capital projects, debt service requirements, and fees charged for the provision of future water resources.

Unrestricted describes the portion of Net Assets which is not restricted to use.

Statement of Revenues, Expenses, and Changes in Net Assets – The statement of revenues, expenses, and changes in net assets is the operating statement for proprietary funds. Revenues are reported by major source. This statement distinguishes between operating and nonoperating revenues and expenses and presents a separate subtotal for operating revenues, operating expenses, and operating income.

**BAY AREA CLEAN WATER AGENCIES
FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2007 AND 2006**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

When both restricted and unrestricted resources are available for use, it is BACWA's policy to use restricted resources first, then unrestricted resources as they are needed.

C. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

D. Cash and Cash Equivalents

BACWA considers all highly liquid investments with original maturities of three months or less when purchased to be cash equivalents.

E. Allocation of Costs

In accordance with the adopted work plan and approved budget for the year ended June 30, 2007, all costs incurred by BACWA for general overhead and for programs with general benefit are shared equally between each of the original signatory members.

Costs incurred for the benefit of specific programs are allocated in direct proportion to the benefits received as approved by BACWA's Executive Board.

AIR, CEP, SFBAPPG, BAWRP, IRWMP, WQAS, RWR and CWCCG have their own budgets, and their expenditures are funded from their own separate revenues.

NOTE 2 - CASH AND INVESTMENTS

A. Composition

BACWA's cash and cash equivalents consisted of the following at June 30:

	2007	2006
Demand deposits with banks	\$12,973	\$9,878
Local Agency Investment Fund	2,367,600	1,953,600
	<u>\$2,380,573</u>	<u>\$1,963,478</u>

B. Collateralization of Cash and Cash Equivalents

California Law requires banks and savings and loan institutions to pledge government securities with a market value of 110% of BACWA's cash on deposit or first trust deed mortgage notes with a value of 150% of BACWA's cash on deposit as collateral for these deposits. Under California Law this collateral is held in an investment pool by an independent financial institution in BACWA's name and places BACWA ahead of general creditors of the institution pledging the collateral. BACWA has waived collateral requirements for the portion of deposits covered by federal deposit insurance.

**BAY AREA CLEAN WATER AGENCIES
FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2007 AND 2006**

NOTE 2 - CASH AND INVESTMENTS (Continued)

BACWA's investments are carried at fair value, as require by generally accepted accounting principles. BACWA adjusts the carrying value of its investments to reflect their fair value at each fiscal year end, and it includes the effects of these adjustments in income for that fiscal year.

C. Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. As an external investment pool, the Local Agency Investment Fund was not rated as of June 30, 2007.

D. Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Normally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. BACWA generally manages its interest rate risk by holding investments to maturity. BACWA's only investment in the California Local Agency Investment Fund has a maturity date of less than twelve months.

E. Local Agency Investment Fund (LAIF)

BACWA is a participant in the Local Agency Investment Fund (LAIF) that is regulated by California Government Code §16429 under the oversight of the Treasurer of the State of California. BACWA reports its investment in LAIF at the fair value amount provided by LAIF, which is the same as the value of the pool share. The balance available for withdrawal is based on the accounting records maintained by LAIF, which are maintained on an amortized cost basis. Included in LAIF's investment portfolio are collateralized mortgage obligations, mortgage-backed securities, other asset-backed securities, loans to certain State funds, and floating rate securities issued by federal agencies, government-sponsored enterprises, United States Treasury Notes and Bills, and corporations. At June 30, 2007, these investments matured in an average of 176 days.

NOTE 3 - RELATED PARTY TRANSACTION

As BACWA does not have any employees, EMBUD provides BACWA with ongoing treasury, accounting and auditing pass-through costs, and certain technical (laboratory) services, which are reimbursed by BACWA and the related organizations on no less than a quarterly basis. Total reimbursements for the year ended June 30, 2007 and 2006, were \$26,898 and \$292,134 respectively, and are primarily reflected in the general and administrative expenditures on the Statement of Revenues, Expenditures, and Changes in Net Assets.

**BAY AREA CLEAN WATER AGENCIES
FINANCIAL STATEMENTS
FISCAL YEAR ENDED JUNE 30, 2007 AND 2006**

NOTE 4 – RISK MANAGEMENT

BACWA's liability and property risks are insured by commercial insurance carriers. Selected insurance coverage includes:

Coverage	Policy Limit
Bodily injury	\$5,000,000
Property damage	5,000,000
Personal injury	5,000,000
Non-owned and hired automobile liability	5,000,000
Public officials errors and omissions	5,000,000
Fire damage liability	1,000,000
Employment practices liability	2,000,000

Any liability BACWA may have for uninsured claims is limited to general liability claims. However, BACWA has experienced no losses from such claims during the preceding three years and it therefore believes there is no liability for claims incurred but not reported.

APPENDIX E

2006-2007

Consultants Under Contract to BACWA

Consultant	Enterprise
Adammer - Web Consulting	BACWA
Alexandra Gunnell - AED	All Enterprises
Applied Marine Sciences (AMS) – CEP Program Coordinator	CEP
Association of Bay Area Governments (ABAG)	CEP
Barnes & Thornburg LLP - 05-06 Carryover	WQAS
CH2M Hill – Regional AIR Committee	AIR
CH2M Hill – BACWA/BASMAA Media Relations	BACWA
CH2M Hill – CWCCG Support	CWCCG
CirclePoint – Public Information & Outreach	BACWA
CirclePoint – Fact Sheets	WQAS
Day Carter Murphy - General Counsel	BACWA
Downey Brand LLP – Permit Appeals Legal Services	BACWA
East Bay Municipal Utility District (EBMUD) – Accounting & Administrative Services	All Enterprises
Eisenberg, Olivieri & Associates (EOA) – Blending Program	BACWA
Elizabeth A. Clark, Consulting – Assistant Executive Director	All Enterprises
Frederick Krieger – Pulse Article	BACWA
Jack Nadel - FOG Scraper	BAPPG
LWA - Cu / Ni BPA	WQAS
LWA - Cn BPA	WQAS
LWA - SQO - Project No. 00114.36	BACWA

LWA - Comment Letter	BACWA
Limno Tech Dioxin Issue Paper, Phase 1 and 2	BACWA
Linda Macpherson - Ch2M Hill, White Paper Review	RWR
M.Cubed – White Paper Review	RWR
Michele Pla – Executive Director	All Enterprises
Morrison and Associates - Cu Pipe	BAPPG
Neighborhood America Inc. (NAI) -Websites Hosting & Maintenance	BACWA
O'Rorke Inc. - Thermometer Exchange	BAPPG
O'Rorke Inc. - Media Relations (BACWA/BASMAA)	BACWA
Oakley Water Strategies, Inc (OWS) - Permit Committee Support	BACWA
Oakley Water Strategies, Inc (OWS) - CS Committee Support	BACWA
Oakley Water Strategies, Inc (OWS) - Hg Watershed, Step 1	WQAS
Oakley Water Strategies, Inc (OWS) - Hg Watershed, Step 2	BACWA
Presidio Trust	RWR
Ross and Associates - WRF Facilitation	RWR
San Francisco Estuary Institute Contract No. 498 B RMP S&T (Water Hardness, Sediment Trace Elements, and Sediment Trace Organics)	BACWA
San Francisco Estuary Institute Contract No. 623-2 -	BACWA
San Francisco Estuary Institute Contract No. 631 -	BACWA
San Francisco Estuary Institute Contract No. 651 -	BACWA
SFEI - SFPUC Mapping Project	BACWA
SFEI - Deliniation of Cogeners	BACWA

San Jose Mercury News - Thermometer Exchange	BAPPG
Somach, Simmons & Dunn LLP - Hg TMDL	WQAS
Somach, Simmons & Dunn LLP - 05-06 Carryover WQAS	BACWA
Somach, Simmons & Dunn LLP - 05-06 Carryover SSO	BACWA
Squires, Sanders & Dempsey LLP - CS Legal Counsel	BACWA
Squires, Sanders & Dempsey LLP - 05-06Carryover	BACWA
Tom Barron - Amalgam Separator	BAPPG
USGS - Multibox Joint Funding Agreement	CEP
Univision B Spanish Radio Outreach (KSOL)	BAPPG
Whitley, Burchett & Associates WBA BAMI & OIG Cmte Support	BACWA

APPENDIX F

2006-2007

**Bay Area Integrated Regional Water Management (IRWM)
Plan Budget Table**

Exhibit C Budget Table 1								
Proposal Title: Bay Area Integrated Regional Water Management (IRWM) Plan								
Project No.	Project Title	Implementing Agency	Estimated Total Project Cost	Estimated Local Cost	¹ Other State Funds	Max. Grant Funds	² Required Local Cost Share	³ Retention amount DWR will withhold per project
1	CCWD-EBMUD Regional Intertie (VFDs)	Contra Costa Water District	\$2,440,363	\$1,940,363	\$0	\$500,000	\$245,000	\$50,000
2	Regional Conservation Campaign	Bay Area Clean Water Agencies	\$1,042,550	\$0	\$0	\$1,042,550	\$0	\$104,255
3	CA WaterStar Initiative - Bay Area	East Bay Municipal Utilities District	\$817,000	\$50,000	\$242,000	\$525,000	\$50,000	\$52,500
4	New Business Guidebook Pilot Program	East Bay Municipal Utilities District	\$100,000	\$25,000	\$0	\$75,000	\$25,000	\$7,500
5	Redwood City Recycled Water Project	Redwood City	\$4,087,000	\$1,962,200	\$1,152,000	\$972,800	\$410,000	\$97,280
6	Mountain View / Moffett Area Recycled WP	City of Mountain View	\$21,421,971	\$8,799,171	\$11,650,000	\$972,800	\$2,150,000	\$97,280
7	South Bay Advanced RW Treatment Project	City of San Jose	\$18,708,000	\$15,774,000	\$0	\$2,934,600	\$1,880,000	\$293,460
8	Richmond Advanced Recycling Expans.Project M	East Bay Municipal Utilities District	\$2,817,000	\$689,000	\$0	\$2,127,600	\$220,000	\$212,760
9	Pacifica Recycled Water Project	North Coast Water District	\$10,005,459	\$7,907,459	\$1,354,000	\$744,400	\$1,000,000	\$74,440
10	North Marin Recycled Water Project	North Marin Water District	\$5,042,890	\$4,087,581	\$710,759	\$244,550	\$505,000	\$24,455
11	Mocho Basin GW Demineralization Project	Zone 7 Water Agency	\$33,115,418	\$32,375,418	\$0	\$740,000	\$4,000,000	\$74,000
12	Bay Water Desalination Project	Marin Municipal Water District	\$173,396,000	\$169,690,000	\$3,330,744	\$366,800	\$17,340,000	\$36,680
13	Groundwater Exploration Project	Montara Water & Sanitary District	\$48,000	\$10,900	\$0	\$37,100	\$5,000	\$3,710
14	Alameda Creek Ph.2 Fish Passage Project	Alameda County Water District	\$1,022,538	\$422,538	\$0	\$600,000	\$100,000	\$60,000
15	Napa Marsh Restoration Project / RWP	Sonoma County Water Agency	\$17,868,107	\$17,501,307	\$0	\$366,800	\$1,790,000	\$36,680
A	Grant Administration	Bay Area Clean Water Agencies	\$250,000	\$0	\$0	\$250,000	\$0	\$25,000
		Grand Total	\$292,182,296	\$261,234,937	\$18,439,503	\$12,500,000	\$29,720,000	\$1,250,000

Footnotes: ¹Other State Funds not to be counted as local cost share. Presented in this Table as a requirement from application.

²This is the local cost share that must be documented per project. After each project documents this share, disbursement of funds will be at a 1:1 ratio up to the maximum grant award identified per project.

10% ³See Exhibit D, Standard Conditions regarding reimbursement of withheld retention amount.