

MINUTES OF THE REGULAR MEETING
OF THE BOARD OF DIRECTORS OF
EAST ORANGE COUNTY WATER DISTRICT

April 20, 2017

1. Call to Order. A Regular Meeting of the Board of Directors of the East Orange County Water District was called to order by DOUGLASS DAVERT, President of the Board of Directors, at 5:00 p.m. on Thursday, April 20, 2017, in the offices of the East Orange County Water District, 185 N. McPherson Road, Orange, California. JEFFREY HOSKINSON, Interim Secretary, recorded the minutes of the meeting.

The following Directors were present: RICHARD BELL, DOUGLASS DAVERT, JOHN DULEBOHN, SEYMOUR EVERETT, and JOHN SEARS. Also present were:

LISA OHLUND	General Manager
JERRY MENDZER	Operations Manager
SYLVIA PRADO	District Administrative Assistant
JEFF HOSKINSON	Interim District Secretary and Legal Counsel
NICHOAS J. ARHONTES	Consultant
JOHN LEWIS	Lewis Consulting
ART VALENZUELA	City of Tustin

2. Public Communications to the Board. None.

3. Items Arising After Posting of Agenda. None.

4. Consent Calendar.

ACTION TAKEN:

Upon a motion by SEARS, seconded by BELL, and carried unanimously, the consent calendar actions were adopted as follows:

- A. Minutes: "THE MINUTES OF THE MARCH 16, 2017 MEETING WERE APPROVED AS SUBMITTED";
- B. General Manager's Report: "THE GENERAL MANAGER'S REPORT WAS RECEIVED AND FILED";
- C. Resolution of Support – ACWA Policy Statement on Bay-Delta Flow Requirements: "RESOLUTION NO. 796, ENTITLED: 'A RESOLUTION OF THE BOARD OF DIRECTORS OF THE EAST ORANGE COUNTY WATER DISTRICT IN SUPPORT OF THE ASSOCIATION OF CALIFORNIA WATER AGENCIES' POLICY STATEMENT ON BAY-DELTA FLOW REQUIREMENTS', WAS ADOPTED";

- D. Letter of Support – AB 979: "THE LETTER OF SUPPORT RELATIVE TO AB 979 AND LAFCO REPRESENTATION FOR SPECIAL DISTRICTS WAS APPROVED, AND PRESIDENT DAVERT, OR HIS DESIGNEE, WAS AUTHORIZED TO EXECUTE AND DELIVER SUCH LETTER";
- E. Ratification and Adoption of Board of Supervisors' Amendments to District's Conflict of Interest Policy: "THE BOARD RATIFIED AND ADOPTED THE AMENDMENTS REQUESTED BY THE ORANGE COUNTY BOARD OF SUPERVISORS RELATIVE TO THE CONFLICT OF INTEREST POLICY PREVIOUSLY APPROVED BY RESOLUTION NO. 793";
- F. Change of Title of Finance Committee to Administrative and Finance Committee: "THE BOARD ELECTED TO CHANGE THE NAME OF THE 'FINANCE COMMITTEE' TO THE 'ADMINISTRATIVE AND FINANCE COMMITTEE'";

5. Operation, Management and Construction Matters.

A. Water Bill Protest – 12606 Vista Panorama. Ms. OHLUND informed the Board that the property owner requested the matter be continued to the Board's next meeting.

ACTION TAKEN:

The matter was continued to the May 18, 2017 meeting, with an indication that no further extensions would be granted, on motion by President DAVERT, seconded by Sears, which carried unanimously. Ms. OHLUND and Mr. HOSKINSON were directed to provide notice to the property owner.

B. Award of Contract for Open Trench Sewer Replacement Project (Exhibit "H")

ACTION TAKEN:

The Board, on a motion from SEARS, with a second by BELL, which carried unanimously, approved a contract with Beador Construction Company, for an open trench sewer replacement project, in the not-to-exceed amount of \$393,900, with an additional authorization of \$35,000 for project inspection and change orders, and provided Ms. OHLUND with authorization to execute the contract.

C. Award of Contract for Phase I Cured-in-Place Pipe Repair Project

ACTION TAKEN:

The Board, on a motion from SEARS, with a second by DULEBOHN, which carried unanimously, approved a contract with Performance Pipeline Technologies, for cured-in-place pipe repair, in the not-to-exceed amount of \$15,400, with an additional authorization of \$10,000 for project inspection and change orders, and provided Ms. OHLUND with authorization to execute the contract.

D. Creation of Administrative and Technical Services Coordinator Position. Ms. OHLUND introduced and discussed with the Board the proposed creation of an Administrative and Technical Services Coordinator position.

ACTION TAKEN:

The Board, on motion from EVERETT, with a second by SEARS, which carried unanimously, approved the creation of an Administrative and Technical Services Coordinator, with an established salary range of between \$8,415 and \$11,360 per month.

E. Appointment of Jeffrey A. Hoskinson as Interim District Counsel/Board Secretary. Ms. OHLUND introduced the item, with an overview of the need to temporarily appoint Mr. HOSKINSON, of BOWIE, ARNESON, WILES & GIANNONE, as Interim Board Secretary and Legal Counsel, while Ms. ARNESON is on leave.

ACTION TAKEN:

The Board, on motion from SEARS, with a second by DULEBOHN, which carried unanimously, appointed Mr. HOSKINSON, of Bowie, Arneson, Wiles & Giannone, as Interim District Counsel and Board Secretary.

6. Financial Matters.

A. Schedules of Disbursements. Schedules of disbursements in the following amounts were presented: \$330,023.96 from Wholesale and Retail Bills, \$1,722.41 for director's payroll, and \$85,491.64 for employee's payroll.

B. Report on Investments/Ratification of Investment Activity. Report made on investment activity.

C. Receipt and Filing of Financial Statements (February 28, 2017).

ACTION TAKEN:

Upon a motion duly made EVERETT, and seconded by DULEBOHN, which carried unanimously, (1) the schedules of disbursements were approved as submitted, (2) the schedules of investments were ratified and approved, and (3) the financial statements were received and filed.

7. Miscellaneous Matters.

- A. Regional/State Issues. Ms. OHLUND introduced Mr. John Lewis who provided an update on various issues, including: (1) discussions and positions relative to Delta tunnels; (2) overview of political climate and potential water impacts; (3) general discussion on potential Board of Supervisor vacancies; (4) the LAFCO strategic planning meeting. President DAVERT also indicated that currently LAFCO is accepting applications the public alternate position member, which cannot be a Board member. Ms. OHLUND also presented a summary of (1) currently pending legislative proposals, including competing legislation relative to conversation requirements; and (2) an update on the CSDA summary of the Little Hoover Commission's activities relative to special districts.
- B. Reports from Committees and Representatives to Organizations. None.
- C. Directors' Reports on Meetings Attended. President DAVERT reported his attendance at the ISDOC Executive Committee Meeting, the Orange State of the City, and MWDOC Policy Dinner at the Wolf Lodge, as well as a meeting with two members of the Mesa Water District Board of Directors. Director SEARS reported on his attendance at WACO featuring presentations from the water advisory committee and a presentation from Chris Palmer relative to CDSA Special Districts, as well as attendance at the Tustin Community Development Super Hero's Luncheon. Director DULEBOHN reported his attendance at ISDOC, featuring a presentation on atmospheric rivers. President DAVERT and Directors BELL, DULEBOHN, and SEARS reported attendance at the MWDOC Harassment Training.
- D. Wholesale and Retail Water Usage. While lower sales had resulted from large rainfall, water use has increased over the last few weeks.

ACTION TAKEN:

Upon a motion by BELL, seconded by SEARS, and carried unanimously, the wholesale and retail water usage report was received and filed.

8. Informational Items.

A. General Interest Publications. Included were: "Why Oroville Dam's woes could cut into California's Water Supply," by Dale Kasler and Ryan Sabalow (Sacramento Bee, March 31, 2017); "Where the Water Goes," by David Owen (New Yorker, April 2, 2017); "Water Utility Cyberattack Rings Up Hefty Data Charges," by Brett Walton (Circle of Blue, April 2, 2017).

9. Adjournment.

ACTION TAKEN:

Upon a motion duly made, seconded and carried unanimously, the meeting was adjourned at 5:45 p.m., the next regular meeting date and time being Thursday, May 18, 2017, at 5:00 p.m., to be held in the Offices of the East Orange County Water District, 185 N. McPherson Road, Orange, California.

Respectfully submitted,



Jeffrey A. Hoskinson