

MINUTES OF REGULAR MEETING  
BOARD OF DIRECTORS, ORANGE COUNTY WATER DISTRICT  
September 5, 2018, 5:30 p.m.

President Bilodeau called to order the September 5, 2018 regular meeting of the Orange County Water District Board of Directors at 5:30 p.m. in the Boardroom at the District office. Following the Pledge of Allegiance to the Flag, the District Secretary called the roll and reported a quorum as follows.

Directors

Vacant  
Denis Bilodeau  
Shawn Dewane  
Cathy Green  
Dina Nguyen  
Vicente Sarmiento  
Stephen Sheldon  
James Vanderbilt  
Bruce Whitaker  
Roger Yoh

Staff

Michael Markus, General Manager  
Joel Kuperberg, General Counsel  
Janice Durant, District Secretary

VISITOR PARTICIPATION

Surf City Voice representative John Earl requested that President Bilodeau confirm that the Desalination Funding ad hoc Committee had been officially closed. President Bilodeau confirmed this and stated it will remain closed unless there is a future need to reopen it. Mr. Earl stated that at the July 18 Board meeting, the staff report on the Poseidon Term Sheet referred to a Groundwater Producer survey of 55 questions that was whittled down to 4 questions by staff. He noted that this information was never included the packet or posted on the OCWD website and he requested that this information be posted online.

CONSENT CALENDAR

The Consent Calendar was approved upon motion by Director Green, seconded by Director Sarmiento and carried [9-0] as follows:

Ayes: Bilodeau, Dewane, Green, Nguyen, Sarmiento, Sheldon, Vanderbilt Whitaker, Yoh  
Vacancy: Division 4

1. Approval of Cash Disbursements

MOTION NO. 18-106  
APPROVING CASH DISBURSEMENTS

Payment of bills for the period August 9, 2018 through August 29, 2018 in the total amount of \$18,542,328.26 is ratified and approved.

2. Approval of Minutes of Board Meeting

MOTION NO. 18-107  
APPROVING MINUTES OF BOARD MEETING

The minutes of the Board of Directors meetings held July 18 and August 1, 2018 are approved as presented.

3. Nominations for ISDOC Executive Committee

MOTION NO. 18-108  
SUPPORTING NOMINATION OF SAUNDRA JACOBS FOR ISDOC PRESIDENT

OCWD hereby supports the nomination of Santa Margarita Water District Director Sandra Jacobs for the Independent Special Districts of Orange County (ISDOC) President.

ITEMS RECOMMENDED FOR APPROVAL AT PROPERTY MANAGEMENT  
COMMITTEE MEETING HELD AUGUST 24

4. Amendment to Pheasant Hunting Lease to Elaine Raahauge dba Mike Raahauge’s Shooting Enterprises at Prado Basin

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RESOLUTION NO. 18-9-115  
APPROVING AMENDMENT 13 TO PHEASANT HUNTING LEASE WITH  
ELAINE RAAHAUGE DBA MIKE RAAHAUGE’S SHOOTING ENTERPRISES

WHEREAS, pursuant to Resolution No. 05-11-126 adopted November 2, 2005, as subsequently amended, the OCWD Board authorized a Lease to Mike Raahauge d.b.a. Mike Raahauge’s Shooting Enterprises for continued use of certain District Prado lands for operation of a pheasant hunting concession, game bird raising, hunter safety classes, dog kennel operation, and for non-exclusive use of the clubhouse and roads for one-year terms, subject to annual renewal by mutual written consent of both the Lessee and Lessor; and

WHEREAS, pursuant to Resolution No. 13-10-128 adopted October 2, 2013, the OCWD Board approved the change of Lessee name to Elaine Raahauge d.b.a. Mike Raahauge’s Shooting Enterprises; and

WHEREAS, the Property Management Committee of this Board has presented and recommended approval of Amendment 13 to such Lease with Elaine Raahauge d.b.a. Mike Raahauge’s Shooting Enterprises providing for a one-year extension of the Lease through September 30, 2019, with all other terms and conditions to remain the same;

NOW, THEREFORE, the Board of Directors of the Orange County Water District does hereby approve the aforementioned Amendment No. 13 to Lease with Elaine Raahauge d.b.a. Mike Raahauge’s Shooting Enterprises as outlined herein; and, upon approval as to form by District General Counsel, it’s execution by the District officers is authorized.

5. Amendment to Exclusive Authorization Agreement for Real Estate Assignment with Voit Real Estate Services to Market the Ball Road Basin Property in Anaheim

RESOLUTION NO. 18-9-116

APPROVING AMENDMENT TO EXCLUSIVE AUTHORIZATION AGREEMENT FOR  
REAL ESTATE ASSIGNMENT WITH VOIT REAL ESTATE SERVICES TO  
MARKET THE BALL ROAD BASIN PROPERTY IN ANAHEIM

WHEREAS, pursuant to Motion No. 17-67 adopted May 3, 2017, as amended, OCWD entered into an Agreement with Voit Real Estate Services to represent the District in marketing the District's Ball Road Basin Property for sale or lease through December 2, 2017; and

WHEREAS, the Property Management Committee of this Board has presented and recommended approval of the Second Amendment to such Agreement with Voit Real Estate Services extending the expiration date to December 31, 2018, with all other Agreement terms to remain the same;

NOW, THEREFORE, the Board of Directors of the Orange County Water District does hereby approve the Second Amendment to such License Agreement with Voit Real Estate Services as described herein; and, upon approval as to form by District General Counsel, its execution by the District officers is authorized.

ITEM RECOMMENDED FOR APPROVAL AT RETIREMENT COMMITTEE MEETING  
HELD AUGUST 28

6. 401(a) Money Purchase Plan Investment Line-Up and 457(B) Plan Red Flag Fund Review

MOTION NO. 18-109

APPROVING 457(B) DEFERRED COMPENSATION PLAN INVESTMENT LINE-UP  
REVIEW AND 401(A) MONEY PURCHASE PLAN RED FLAG FUND REVIEW

The following actions in connection with the 457(B) Deferred Compensation Plan and the 401(A) Money Purchase Plan are hereby approved as follows, and the 401(A) Money Purchase Retirement Plan investment portfolio and the 457(B) Deferred Compensation Plan investment portfolios are hereby received and filed.

INVESTMENT FUNDS	SYMBOL	ACTION
<b>401 (A) Portfolio</b>		
Lazard US Small-Mid Cap Equity	LZSCX	Red Flag
JP Morgan Mid Cap Growth	JMGQX	Red Flag
<b>457 (B) Portfolio</b>		
Invesco Gold & Precious Metals Y	IGDYX	Keep Red Flag
PGIM Jennison Health Sciences Z	PHSZX	Keep Red Flag
Virtus Vontobel Emerging Markets Opps I	HIEMX	Keep Red Flag
Ivy International Core Equity Y	ICEIX	Remove and Map to GCIIX
JP Morgan US Small Company I	JSCSX	Remove and Map to QISCX
JP Morgan US Equity R4	JUEQX	Keep Red Flag
BlackRock Inflation Protected Bond Instl	BPRIX	Remove Red Flag
Victory Sycamore Fund		Add to Goalmaker Lineup

#### MATTER FOR CONSIDERATION

##### 7. Division 4 Board Member Vacancy

Director Bilodeau advised that six resumes were received in response to the OCWD Notice of Vacancy for Division 4. He noted that Mike Levitt was unable to attend this evening's Board meeting, and the Board then interviewed the five remaining candidates as follows: Kris Beard, Sergio Contreras, Borja Leon, Linda Moulton Patterson, and Tri Ta. Each candidate was given five minutes to address the Board, followed by a short question and answer period.

The Board then made the following nominations and voted as follows:

Tri Ta (Motion by Director Green, second by Director Vanderbilt)

4 Ayes: Green, Nguyen, Sheldon, Vanderbilt  
 3 Noes: Dewane, Sarmiento, Yoh  
 2 Abstain: Bilodeau, Whitaker

Borja Leon (Motion by Director Yoh, second by Director Bilodeau):

4 Ayes: Bilodeau, Dewane, Vanderbilt, Yoh  
 4 Noes: Nguyen, Sarmiento, Sheldon, Whitaker  
 1 Abstain: Green

Kris Beard: (Motion by Director Vanderbilt, second by Director Whitaker)

2 Ayes: Vanderbilt, Whitaker  
 2 Noes: Dewane, Nguyen  
 5 Abstain: Bilodeau, Green, Sarmiento, Sheldon, Yoh

Sergio Contreras: (Motion by Director Sarmiento, second by Director Vanderbilt)

4 Ayes: Green, Nguyen, Sheldon, Vanderbilt  
2 Noes: Dewane, Sheldon  
3 Abstain: Bilodeau, Whitaker, Yoh

Linda Moulton Patterson: (Motion by Director Green, second by Director Vanderbilt)

2 Ayes: Green, Whitaker  
3 Noes: Dewane, Nguyen, Sheldon  
4 Abstain: Bilodeau, Sarmiento, Vanderbilt, Yoh

MOTION NO. 18-110  
CLOSING THE NOMINATIONS FOR DIVISION 4 DIRECTOR

Upon motion by Director Green, seconded by Director Sarmiento, the nominations for Division 4 Director are hereby closed.

President Bilodeau then noted that three candidates had received four votes, and requested the Board to cast their votes for the three candidates, noting that the top vote-getter would assume the Directorship.

Tri Ta

5 Ayes: Green, Nguyen, Sheldon, Vanderbilt, Whitaker  
2 Noes: Dewane, Yoh  
2 Abstain: Bilodeau, Sarmiento

Borja Leon

4 Ayes: Bilodeau, Dewane, Vanderbilt, Yoh  
1 Noes: Sheldon  
4 Abstain: Green, Nguyen, Sarmiento, Whitaker

Sergio Contreras

5 Ayes: Green, Nguyen, Sarmiento, Vanderbilt, Yoh  
1 Noes: Dewane  
3 Abstain: Bilodeau, Sheldon, Whitaker

President Bilodeau then noted that Tri Ta and Sergio Contreras had both received 5 votes and asked the Board to cast its votes for the two top vote-getters.

Tri Ta

7 Ayes: Bilodeau, Dewane, Green, Nguyen, Sheldon, Vanderbilt, Whitaker  
1 Noes: Yoh  
1 Abstain: Sarmiento

Sergio Contreras

6 Ayes: Bilodeau, Green, Nguyen, Sarmiento, Vanderbilt, Yoh  
 1 Noes: Dewane  
 2 Abstain: Sheldon, Whitaker

President Bilodeau reported that Tri Ta received 7 votes while Sergio Contreras received 6. The Board then congratulated Tri Ta and the following action was taken.

Upon motion duly made and seconded, the following resolution was unanimously carried [9-0].

RESOLUTION NO. 18-9-117  
 APPOINTING TRI TA AS DIRECTOR, DIVISION 4

WHEREAS, a vacancy in the position of Director representing Division 4 of the Orange County Water District has occurred due to the death of Philip L. Anthony; and

WHEREAS, the Notice of Vacancy in the Office of Director of Division 6 of the Orange County Water District has been posted as required by law;

NOW, THEREFORE, the Board of Directors of the Orange County Water District does hereby appoint Tri Ta as Director representing Division 4 of the District to fill the unexpired portion of Philp Anthony’s term through December 4, 2020.

Ayes: Bilodeau, Dewane, Green, Nguyen, Sarmiento, Sheldon, Vanderbilt, Whitaker, Yoh

OATH OF OFFICE

The District Secretary then administered the oath of office to Director Ta and he assumed his seat at the Board dais.

INFORMATIONAL ITEMS

7. Santa Ana Watershed Project Authority Activities

Director Whitaker advised that there were no recent SAWPA meetings.

8. COMMITTEE/CONFERENCE/MEETING REPORTS

The Board reported on the following Committee meetings and noted the Minutes/Action Agendas were included in tonight’s Board packet.

- August 24 - Property Management Committee
- August 28 - Retirement Committee

9. VERBAL REPORTS

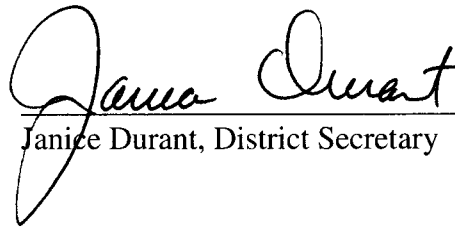
General Manager Markus welcomed Mr. Ta to the Board. Director Green advised that Sandra Jacobs called to thank the Board for their support in her bid to become ISDOC President.

10. ADJOURNMENT TO CLOSED SESSION

General Counsel Kuperberg advised that there was no need to adjourn to Closed Session at today's meeting.

ADJOURNMENT

There being no further business to come before the Board, the meeting was adjourned at 7:17 p.m.

  
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Janice Durant, District Secretary

  
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Denis Bilodeau, President