

MINUTES OF MEETING  
BOARD OF DIRECTORS, ORANGE COUNTY WATER DISTRICT  
February 6, 2019, 5:30 p.m.

President Sarmiento called to order the February 6, 2019 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

Denis Bilodeau  
Jordan Brandman  
Cathy Green  
Dina Nguyen  
Kelly Rowe  
Vicente Sarmiento  
Stephen Sheldon  
Tri Ta  
Bruce Whitaker  
Roger Yoh (absent)

Staff

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

VISITOR PARTICIPATION

Nicholas Dibs requested OCWD participation in the Orange County Science and Engineering Fair on March 21, 2019.

CONSENT CALENDAR

The Consent Calendar was approved upon motion by Director Ta, seconded by Director Green and carried as follows, with Director Brandman abstaining on Item No. 1, *Cash Disbursements* relating to Orange County Conservation Corp, Butier, and the Gas Company (due to his business relationships with these firms):

Ayes: Bilodeau, Brandman, Green, Rowe, Nguyen, Sarmiento, Sheldon, Ta, Whitaker

Absent: Yoh

Abstain: Brandman (partial abstention on Item No. 1)

CONSENT CALENDAR

1. Approval of Cash Disbursements

MOTION NO. 19-11  
APPROVING CASH DISBURSEMENTS

Payment of bills for the period January 10 through January 30, 2019 in the total amount of \$15,469,979.39 is ratified and approved.

2. Approval of Minutes of Board Meeting

MOTION NO. 19-12  
APPROVING MINUTES OF BOARD MEETING

The minutes of the Board of Directors meeting held December 19, 2018 and January 11, 2019 are approved as presented.

3. Water Advisory Committee of Orange County (WACO) Bylaws

MOTION NO. 19-13  
APPROVING WACO BYLAWS

The new Water Advisory Committee of Orange County (WACO) Bylaws are hereby approved as presented.

ITEMS RECOMMENDED FOR APPROVAL AT RETIREMENT COMMITTEE MEETING  
HELD JANUARY 22, 2019

4. Money Purchase Plan Loan Procedures Update

RESOLUTION NO. 19-2-11  
ADOPTING AMENDED AND RESTATED MONEY PURCHASE PLAN PARTICIPANT  
LOAN PROCEDURES

RESOLVED, that Supplement Two to the Money Purchase Plan for Employees of Orange County Water District as Amended and Restated Effective February 6, 2019 required to administer the participant loan program is hereby approved as presented and shall govern all participant loans granted or renewed on or after the date of the adoption of these procedures; and, upon approval as to form by District General Counsel, execution of this Agreement by the District officers is authorized.

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

MOTION NO. 19-14  
APPROVING ACTIONS IN CONNECTION WITH 401(A) MONEY PURCHASE  
RETIREMENT PLAN AND 457(B) DEFERRED COMPENSATION PLAN INVESTMENT  
FUND LINE-UP REVIEW, AND RECEIVING AND RETIREMENT  
PLAN INVESTMENT PORTFOLIOS

The following actions in connection with the 401(a) Money Purchase Pension Plan and the 457(b) Deferred Compensation Plan Investment Fund Line-Up review are hereby approved, and the 401(a) and the 457(b) Plan investment portfolios are hereby received and filed.

INVESTMENT FUNDS	SYMBOL	ACTION
<b>401 (A) Portfolio</b>		
Lazard US Small-Mid Cap Equity	LZSCX	Remove and Map to GCSIX
JP Morgan Mid Cap Growth	JMGQX	Remove Red Flag
<b>457 (B) Portfolio</b>		
PGIM Jennison Health Sciences Z	PHSZX	Keep Red Flag
Virtus Vontobel Emerging Markets Opps I	HIEMX	Keep Red Flag
American Century Adaptive Small Cap I	ACMHX	Remove and Map to TMCPX
MFS Mid Cap Value R4	MVCJX	Red Flag

ITEMS RECOMMENDED FOR APPROVAL AT PROPERTY MANAGEMENT COMMITTEE MEETING HELD JANUARY 25, 2019

6. 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. 19-2-12

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 subsequently 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 31, 2018; and

WHEREAS, the Property Management Committee of this Board has presented and recommended approval of the Third Amendment to such Agreement with Voit Real Estate Services extending the expiration date to August 31, 2019, 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 Third 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.

7. California Department of Transportation (CALTRANS) Property at Burriss Basin and Gentry Golf, Inc. D.B.A. The Islands Center Leasehold

RESOLUTION NO. 19-2-13  
APPROVING AIRSPACE RENTAL AGREEMENT WITH CALTRANS FOR PROPERTY AT  
BURRIS BASIN AND GENTRY GOLF, INC. D.B.A.  
THE ISLANDS GOLF CENTER LEASEHOLD

WHEREAS, pursuant to Resolution No. 18-2-9 adopted February 7, 2018, as subsequently amended, OCWD authorized a temporary month-to-month Airspace Rental Agreement with Caltrans for use of a portion (approximately 1.3 acres) of the land owned by Caltrans and leased by OCWD to Gentry Golf, Inc., d.b.a. The Islands Golf Center, at the southerly portion of Burriss Basin, located at 14893 Ball Road, Anaheim; and

WHEREAS, the Property Management Committee of this Board has recommended approval of a renewed Airspace Rental Agreement with Caltrans for the continued use of the 1.3 acres on a month-to-month basis at a rent of \$736 per month;

NOW, THEREFORE, the Board of Directors of the Orange County Water District does hereby approve the aforementioned Airspace Rental Agreement as described herein; and, upon approval as to form by District General Counsel, its execution by the General Manager is authorized.

INFORMATIONAL ITEMS

8. GWRS Final Expansion Orange County Sanitation District Secondary Effluent Availability

GWRS Program Manager Sandy Scott-Roberts noted that the design of the GWRS Final Expansion (GWRSFE) Project will be complete in March 2019. She stated that, If approved for construction, the GWRSFE project will have the capacity to produce 134,000 acre-feet per year (AFY) of purified water. She further stated that additional treated wastewater from the Orange County Sanitation District (OCSD) is required to reach this production goal. Ms. Scott-Roberts provided an overview of the evaluation completed by OCSD and OCWD staff to determine the amount of wastewater flows that would be available to support the GWSFE project.

9. ACWA/JPIA President's Special Recognition Award

Mr. Markus reported that OCWD received the Association of California Water Agencies Joint Powers Insurance Authority (ACWA/JPIA) "President's Special Recognition Award" certificate for its liability and workers' compensation programs.

10. Santa Ana Watershed Project Authority Activities

Director Whitaker updated the Board on recent SAWPA activities.

11. 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.

- January 22 - Retirement Committee
- January 23 - Joint Planning Committee
- January 25 - Property Management Committee

VERBAL REPORTS

Director Green reported on her attendance at the ACWA Planning Workshop and Board meeting on January 24-25, noting that the proposed water tax was discussed.

Director Bilodeau reported that he attended a dinner last week with the new Canadian Consulate General.

Director Sarmiento thanked the staff for arranging meetings with the new congressional delegation. Director Green urged President Sarmiento to set some criteria for meeting with the new legislators.

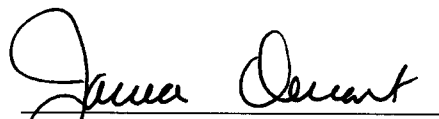
General Manager Markus advised of a special Groundwater Producers meeting on January 31 to discuss concerns with individual basin storage accounts. He stated that another meeting has been scheduled for February 27 to continue discussions.

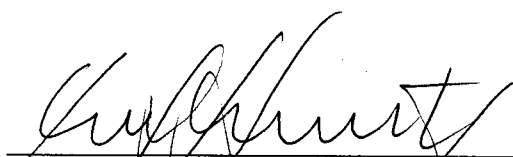
RECESS TO CLOSED SESSION

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

ADJOURNMENT

There being no further business to come before the Board, the meeting was adjourned at 6:10 p.m.

  
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Janice Durant, District Secretary

  
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Vicente Sarmiento, President