

MINUTES OF REGULAR MEETING
BOARD OF DIRECTORS, ORANGE COUNTY WATER DISTRICT
September 20, 2017, 5:30 p.m.

President Bilodeau called to order the September 20, 2017 regular meeting of the Orange County Water District Board of Directors at 5:30 p.m. in the Boardroom at the District office. Director Vanderbilt participated via teleconference from: California State University, Los Angeles, 5151 State University Drive, Los Angeles. Following the Pledge of Allegiance to the Flag, the District Secretary called the roll and reported a quorum as follows.

Directors

Philip Anthony
Denis Bilodeau
Shawn Dewane
Cathy Green
Dina Nguyen
Vicente Sarmiento
Stephen Sheldon
James Vanderbilt (via teleconference)
Bruce Whitaker
Roger Yoh (arrived 5:50 p.m.)

Staff

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

VISITOR PARTICIPATION

Stephanie Pacheco disagreed with a recent article written by an OCWD Director that appeared in the OC Register which stated the Latino community supports desalination. She stated that the Public Policy Institute of California states that desalination remains an expensive source of water and that current technology will need to undergo a fourfold reduction in cost, a threefold decrease in electrical usage, and a twofold cut in carbon dioxide emissions in order to compete with traditional water sources.

Irvine Ranch Water District Director Peer Swan stated he is aware that the District's ad hoc Desalination Committee has held a number of meetings with Poseidon and he requested that the public be provided with an update on what transpired at these meetings.

CONSENT CALENDAR

Director Anthony requested the removal of the following items from the Consent Calendar: No. 6, *Emergency Repair of GAP Blow-Off Valve in Costa Mesa*, and No. 8, *Agreement with Scheevel Engineering for Technical Support for Prado Basin Feasibility Study*. The balance of the Consent Calendar was approved upon motion by Director Anthony, seconded by Director Green and carried [9-0] by roll call vote as follows:

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

1. Approval of Cash Disbursements

MOTION NO. 17-125
APPROVING CASH DISBURSEMENTS

Payment of bills for the August 31, 2017 through September 13, 2017 in the total amount of \$8,282,362.98 is ratified and approved.

2. Approval of Minutes of Board Meeting

MOTION NO. 17-126
APPROVING MINUTES OF BOARD MEETING

The minutes of the Board of Directors meetings held August 16 and August 25, 2017 are approved as presented.

ITEM RECOMMENDED FOR APPROVAL AT WATER ISSUES COMMITTEE MEETING
HELD SEPTEMBER 9

3. ACWA Committee Appointment Nominations for the 2018-2019 Term

MOTION NO. 17-127
NOMINATING DIRECTORS AND STAFF TO SERVE ON ACWA COMMITTEES

Directors and staff are hereby nominated to serve on the Association of California Water Agencies (ACWA) Committees as follows:

Communications	Gina Ayala, Eleanor Torres
Energy	William Hunt
Federal Affairs	Alicia Dunkin
Groundwater	Michael Markus, Greg Woodside, Adam Hutchinson
Legal Affairs	Joel Kuperberg
State Legislative	Alicia Dunkin
Water Management	Michael Markus
Water Quality	Director Green, Patrick Versluis

ITEMS RECOMMENDED FOR APPROVAL AT COMMUNICATION AND LEGISLATIVE LIAISON COMMITTEE MEETING HELD SEPTEMBER 7, 2017

4. 2018 Children's Water Education Festival Location and Service Contracts

RESOLUTION NO. 17-9-116
APPROVING 2018 CHILDREN'S WATER EDUCATION FESTIVAL LOCATION
AND SERVICE CONTRACTS

RESOLVED, that the following actions in connection with the 2018 Children's Water Education Festival are hereby approved:

Section 1: The hosting of the 2018 Children's Water Education Festival (Event) at the University of California, Irvine (UCI) on March 28-29, 2018 is authorized; and execution by the District officers accordingly of an Agreement with UCI for an amount not to exceed \$70,000 to host the Event on its campus is authorized.

Section 2: Execution by the District officers of Agreement with James Event Productions, Inc. for an amount not to exceed \$88,550 is authorized for event rentals and equipment, security and first aid services, logistical support and coordination throughout the year-long planning effort and during the week-long setup and tear down and execution of the Event.

ITEMS RECOMMENDED FOR APPROVAL AT WATER ISSUES COMMITTEE MEETING HELD SEPTEMBER 13, 2017

5. Alamitos Barrier Improvement Project: Notice of Completion for Contract No. AB-2015-1 Well Construction

RESOLUTION NO. 17-9-117
ACCEPTING COMPLETION OF CONTRACT NO. AB-2015-1, ALAMITOS BARRIER
IMPROVEMENT PROJECT WELL CONSTRUCTION PHASE

WHEREAS, the District staff has submitted its report that Jensen Drilling Company has completed work under Contract No. AB-2015-1, Alamitos Barrier Improvement Project Well Construction Phase; and

WHEREAS, the District staff has advised of issuance of Change Order Numbers 1 through 11 to such Contract for a total amount of \$414,704.66; and

WHEREAS, staff has recommended that the District accept completion of said work and that a Notice of Completion be filed for recordation and the balance of payment be made, pursuant to the terms and conditions of such contract;

NOW, THEREFORE, the Board of Directors of the Orange County Water District does hereby resolve as follows:

Section 1: Work under such Contract is accepted as complete, and the District staff is authorized and directed to execute a Notice of Completion and record said Notice in the Office of the County Recorder.

Section 2: Upon expiration of the interim lien period, providing no liens have been filed, payment of the balance due under such contract shall be made.

- 6. Emergency Repair of Green Acres Project Blow-Off Valve in Costa Mesa

This item was removed from the Consent Calendar and considered later in tonight's meeting.

- 7. Agreement to Separation Processes for Technical Support on the GWRS MF/RO

RESOLUTION NO. 17-9-118
AUTHORIZING ISSUANCE OF AGREEMENT TO SEPARATION PROCESSES FOR
TECHNICAL SUPPORT ON THE GWRS MICROFILTRATION
AND REVERSE OSMOSIS OPERATIONS (MF/RO)

RESOLVED, that issuance of an Agreement is authorized to Separation Processes, Inc. for an amount not to exceed \$75,000 to provide consulting services on a time and material bases for the GWRS MF/RO membrane processes through August 31, 2018.

- 8. Amendment to Agreement with Scheevel Engineering for Technical Support for Prado Basin Feasibility Study

This item was removed from the Consent Calendar and considered later in tonight's meeting.

ITEMS RECOMMENDED FOR APPROVAL AT ADMINISTRATION AND FINANCE ISSUES
COMMITTEE MEETING HELD SEPTEMBER 14, 2017

- 9. Monthly Cash Control Report

MOTION NO. 17-128
RECEIVING AND FILING JULY SUMMARY CASH AND
CASH EQUIVALENTS CONTROL REPORTS

The Cash and Cash Equivalents Control Reports dated July 31, 2017 are hereby received and filed.

- 10. Monthly Cash Control Report

MOTION NO. 17-129
RECEIVING AND FILING AUGUST SUMMARY CASH AND
CASH EQUIVALENTS CONTROL REPORTS

The Cash and Cash Equivalents Control Reports dated August 31, 2017 are hereby received and filed.

11. Investment Portfolio Holdings Reports

MOTION NO. 17-130
RECEIVING AND FILING JULY INVESTMENT PORTFOLIO HOLDINGS REPORTS

The Investment Portfolio Holdings Reports dated July 31, 2017 are hereby received and filed.

12. Investment Portfolio Holdings Reports

MOTION NO. 17-131
RECEIVING AND FILING INVESTMENT PORTFOLIO HOLDINGS REPORTS

The Investment Portfolio Holdings Reports dated August 31, 2017 is received and filed.

13. Agreement to Fieldman Rolapp and Associates for Financial Advisory Services

RESOLUTION NO. 17-9-119
APPROVING AGREEMENT TO FIELDMAN ROLAPP AND ASSOCIATES
FOR FINANCIAL ADVISORY SERVICES

RESOLVED, that issuance of an Agreement is authorized to Fieldman Rolapp & Associates for an amount not to exceed \$18,000 for on call financial advisory services; and, upon approval as to form by District General Counsel, its execution by the District officers is authorized.

14. Rescind Surplus Action for Vehicle Truck T-50 and Surplus Vehicle T-96

MOTION 17-132
RESCINDING SURPLUS ACTION FOR VEHICLE TRUCK T-50 AND
SURPLUS VEHICLE T-96

The Board action taken under Resolution No. 16-3-28 adopted March 16, 2016, authorizing the surplus of Truck T-50 is hereby rescinded; and the surplus of Truck T-96 instead is authorized.

15. Agreement to Tropical Plaza Nursery, Inc. for Annual Landscape Maintenance Services

RESOLUTION NO. 17-9-121
AUTHORIZING AGREEMENT TO TROPICAL PLAZA NURSERY FOR ANNUAL
LANDSCAPE MAINTENANCE SERVICES

RESOLVED, that issuance of an Agreement to Tropical Plaza Nursery, Inc. is authorized for an amount not to exceed \$41,637 for a period of one year commencing September 29, 2017, with an option to renew for two years under the same terms and conditions; and, upon approval as to form by District General Counsel, its execution by the District officers is authorized.

16. RFP for Video Monitoring Design Services

MOTION NO. 17-133
AUTHORIZING RFQ FOR VIDEO MONITORING DESIGN SERVICES

Issuance of a Request for Proposals (RFP) is authorized for the Video Monitoring Design Services Replacement Project.

17. Purchase Order Adjustment for Replacement of Prado Field Vehicle for Natural Resources Department

RESOLUTION NO. 17-9-120
AUTHORIZING ISSUANCE OF PURCHASE ORDER ADJUSTMENT FOR REPLACEMENT OF A PRADO FIELD VEHICLE FOR THE NATURAL RESOURCES DEPARTMENT

RESOLVED, that an increase of \$8,242 to the previously approved Purchase Order for an F-150 truck for Natural Resources activities in the Prado Basin to cover increased purchase cost of that vehicle, based upon the lowest of three bids received, and authorize surplus of T-93.

18. Budget to Actual Report for Fourth Quarter FY 2016-17

MOTION NO. 17-134
RECEIVING AND FILING FOURTH QUARTER BUDGET TO ACTUAL FOR FOURTH QUARTER OF FISCAL YEAR 2016-17

The Budget to Actual Report for Fourth Quarter of Fiscal Year 2016-17 ending June 30, 2017 is hereby received and filed.

ITEMS REMOVED FROM CONSENT CALENDAR FOR CONSIDERATION

6. Emergency Repair of GAP Blow-Off Valve at Flower and Sunflower in Costa Mesa

Director Anthony noted the staff report does not break down how much of this contract was for street repair versus valve repair. General Manager Markus stated that staff would provide the Board with that information. Director Anthony then moved approval of the item.

MOTION NO. 17-135
RATIFYING WORK ORDER TO AGREEMENT WITH DOTY BROTHERS CONSTRUCTION COMPANY FOR EMERGENCY REPAIR

Upon motion by Director Anthony, seconded by Director Green and carried [9-0] by roll call vote, issuance of Work Order No. 5 to Agreement No. 1112 to Doty Brothers Construction Company for emergency repair of a leaking valve is hereby ratified for an amount not to exceed \$156,322.

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

8. Amendment to Agreement with Scheevel Engineering for Technical Support for Prado Basin Feasibility Study

Director Anthony asked if staff could perform the technical work outlined in the Amendment to the Agreement with Scheevel Engineering. Executive Director Greg Woodside stated that this work involves the sediment management at Prado and that staff is limited on time. He stated that Mr. Scheevel served as an engineer at OCWD and noted he is very familiar with the system.

Upon motion by Director Anthony, seconded by Director Green, the following resolution was unanimously carried [9-0] by roll call vote.

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

Absent: Yoh

RESOLUTION NO. 17-9-122
AUTHORIZING AMENDMENT TO AGREEMENT WITH SCHEEVAL ENGINEEREING
FOR PRADO BASIN FEASIBILITY STUDY

WHEREAS, pursuant to Resolutions No. 14-4-55 adopted April 16, 2014 and 17-4-59 adopted April 19, 2017, OCWD authorized issuance of Agreement No. 1222 to Scheevel Engineering, LLC for engineering and consulting services which included support for the Prado Feasibility Study;

WHEREAS, the Water Issues Committee has recommended issuance of Amendment No. 2 to such agreement for technical support for an amount not to exceed \$77,030 to support the Prado Basin Feasibility Study;

NOW, THEREFORE, the Board of Directors of the Orange County Water District does hereby approve Amendment No. 2 to Agreement No. 1222 with Scheevel Engineering, and, upon approval as to form by District General Counsel, its execution by the District officers is authorized.

INFORMATIONAL ITEMS

Director Yoh arrived at 5:50 p.m. during discussion of the Informational Items.

19. Groundwater Producer Participation in FY 2017-18 In-Lieu Program

Executive Director John Kennedy recalled that the District recently entered into a 10-year Cyclic Storage Agreement with the Metropolitan Water District (MWD) and the Municipal Water District of Orange County. Under the agreement, he stated the District (via the Groundwater Producers) is purchasing treated in-lieu water from MWD this fiscal year. Mr. Kennedy stated that staff estimates that approximately 100,000 acre-feet of in-lieu water could be received assuming maximum Producer participation, and advised that approximately 14,005 acre-feet of in-lieu water has been received by the Producers in July and August.

20. Santa Ana Watershed Project Authority Activities

Director Anthony stated that Richard Haller was appointed as the new SAWPA General Manager.

21. Water Resources Summary

There was no discussion of this item.

22. 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.

September 07 - Communication and Legislative Liaison Committee

September 13 - Water Issues Committee

September 14 - Administration and Finance Issues Committee

VERBAL REPORTS

Director Bilodeau advised that he attended the MWD Carson Recycled water plant groundbreaking ceremony. General Manager Markus stated he attended the Water Reuse Symposium in Phoenix last week where OCWD received the 2017 Public Education Program of the Year award.

ADJOURNMENT TO CLOSED SESSION

The Board adjourned to Closed Session at 6:00 p.m. as follows:

CONFERENCE WITH LABOR NEGOTIATORS [Government Code Section 54957.6]

OCWD designated representative: Stephanie Dosier

⊙ Employee Organization: Orange County Employee Association: and

⊙ Non-Represented Employees (Confidential and Management)

CONFERENCE WITH REAL PROPERTY NEGOTIATOR

[Government Code Section 54956.8]

Real property located at: Parcels (3)

253-473-01 - 1200 S. Phoenix Club Drive, Anaheim, CA 92806

253-631-32 - 1200 S. Phoenix Club Drive, Anaheim, CA 92806

253-631-39 - 1200 S. Phoenix Club Drive, Anaheim, CA 92806

OCWD negotiator: Michael Markus

Negotiating party: Various Parties

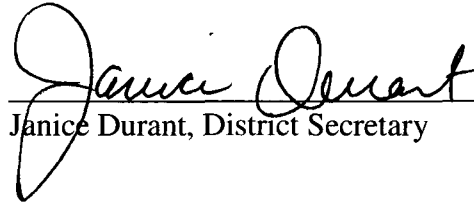
Under negotiation: Price and Terms

RECONVENE IN OPEN SESSION

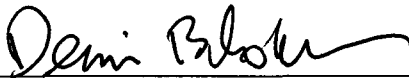
The Board reconvened in Open Session at 6:56 p.m. whereupon General Counsel Kuperberg advised that no reportable action took place in Closed Session.

ADJOURNMENT

There being no further business to come before the Board, the meeting was adjourned at 6:56 p.m.



Janice Durant, District Secretary



Denis Bilodeau, President