

MINUTES OF THE BOARD OF DIRECTORS OF SERRANO WATER DISTRICT

The Board of Directors of the Serrano Water District met (via teleconference) in a special board meeting on Tuesday, August 18, 2020. The meeting was held at the District Office located at 18021 Lincoln Street, Villa Park, California.

CALL TO ORDER: President Pharris called the meeting to order at 1:00 p.m.

ROLL CALL:

BOARD OF DIRECTORS MEMBERS PRESENT:

C.L. "Larry" Pharris, Jr.	President
Greg Mills	Vice President
Jerry Haight	Board Member
Frank Bryant	Board Member
Brad Reese	Board Member

BOARD OF DIRECTORS MEMBERS ABSENT:

STAFF PRESENT:

Jerry Vilander	General Manager
Vittorio Roggero	Business Manager
Laura Heflin	Administrative Assistant
Jeremy Jungreis	Legal Counsel

GUESTS PRESENT:

Joel Kuperberg	Consultant
Bob Bowcock	Consultant, IRM
Kevin Sage	Consultant, IRM
W. David Byrum	CEO, CivilTec
Shem Hawes	Engineer, CivilTec
Steven Walker	Engineer, CivilTec
Gray Garrison	Engineer, CivilTec

PUBLIC COMMENT

None.

BOARD MINUTES

Consideration of Serrano Water District Board Meeting minutes of July 21, 2020. Director Mills moved that the minutes of the July 21, 2020 meeting be approved as submitted, Director Reese seconded the motion, and the motion was unanimously carried with Directors Bryant, Mills, Reese, Haight, and Pharris voting yes.

GENERAL MANAGER REPORT

General Manager Vilander summarized the status of Board Committee and management matters as agendized for the month of July. Highlights included a review of various meetings attended and current issues. General Manager Vilander reported that the cost may be changing in the overall repair for General Pump as some modifications were made. A meeting is in the process of being scheduled with Fieldman & Rolapp to review the proforma and other items. Additionally, staff is in the middle of finalizing a contract with Joey Soto for grant writing services for the District.

FINANCIAL REPORT

Business Manager Roggero presented the financials for the month of July. It was moved (Director Mills), seconded (Director Reese), and unanimously carried with Directors Bryant, Reese, Pharris, Mills and Haight voting yes to approve the disbursements in the amount of \$505,340.46. Domestic revenue was up by approximately 3% and City of Orange sales were down which brought the revenue down about \$28k. Electricity cost was slightly increased. The field work for the audit was completed last week and the OPED and pension audit is about 90% complete.

WATER REPORT

Following presentation by General Manager Vilander, it was moved (Director Mills), seconded (Director Haight), and unanimously carried with Director Haight, Pharris, Mills, Reese, and Bryant voting yes to receive and file the water report.

PFAS PROGRESS REPORT

General Manager Vilander provided a status report on the PFAS project. The 90% design phase is almost complete and a meeting is scheduled with Tetra Tech on Thursday of this week.

IRVINE LAKE AGREEMENTS

Attorney Jungreis reported that this topic will be addressed in closed session.

2020 BIENNIAL CONFLICT OF INTEREST CODE

Following discussion led by Attorney Jungreis, it was moved (Director Mills), seconded (Director Bryant), and unanimously carried with Directors Pharris, Bryant, Mills, Haight and Reese voting yes to adopt Resolution No. 2020-08-02 and directed staff to transmit a copy of the Resolution to the Clerk of the Board of Supervisors of the County of Orange by October 1, 2020.

SANTIAGO RESERVOIR PROJECT DISCUSSION UPDATE

Following discussion led by General Manager Vilander regarding the Santiago Reservoir Project, President Pharris requested that a Special Board meeting would be scheduled for Tuesday, August 25th at 8:00 a.m. in order to allow more time to discuss the project in more detail and to consider approval of the design phase.

RESOLUTION NO. 2020-08-01 OF THE BOARD OF DIRECTORS OF THE SERRANO WATER DISTRICT IN SUPPORT OF THE NOMINATION OF DIRECTOR GREG MILLS AS CANDIDATE FOR THE POSITIONS OF PRESIDENT, FIRST VICE PRESIDENT, SECOND VICE PRESIDENT, THIRD VICE PRESIDENT, SECRETARY OR TREASURER OF ISDOC EXECUTIVE COMMITTEE

2020 BIENNIAL CONFLICT OF INTEREST CODE

Following discussion led by Attorney Jungreis, it was moved (Director Mills), seconded (Director Bryant), and unanimously carried with Directors Pharris, Bryant, Mills, Haight and Reese voting yes to adopt Resolution No. 2020-08-01.

CORRESPONDENCE

None.

DIRECTORS COMMENTS AND REPORTS

None.

ATTORNEY'S REPORT

None.

At 1:35 p.m., it was announced that the meeting would be recessed to the SWD Recreation, Inc. meeting. The meeting was reconvened at 1:53 p.m. in open session, and it was announced that the Board of Directors would be entering into closed session. Joel Kuperberg, Consultant, joined the meeting at this time along with representatives from CivilTec and IRM.

RECESS TO CLOSED SESSION

*Conference with real property negotiators
(Government Code Section 54956.8)*

Property: Santiago Reservoir (Irvine Lake), adjacent to 4621 Santiago Canyon Road, Silverado Canyon, CA 92676.

Agency Negotiator: Jerry Vilander

Negotiating Parties: County of Orange

Under Negotiation: Price and terms

*Conference with real property negotiators
(Government Code Section 54956.8)*

Property: Storage Rights, Santiago Reservoir (Irvine Lake), adjacent to 4621 Santiago Canyon Road, Silverado Canyon, CA 92676.

Agency Negotiator: Jerry Vilander

Negotiating Parties: Irvine Ranch Water District

Under Negotiation: Price and terms

Conference with legal counsel – anticipated litigation - initiation of litigation [Government Code Section 54956.9(d)(4)]: One potential case

The meeting was reconvened into open session at 4:00 p.m., and it was announced that there was no reportable action.

ADJOURNMENT

The meeting was formally adjourned at 4:00 p.m. A special board meeting will be held on Tuesday, August 25, 2020 @ 8:30 a.m. The next regularly scheduled meeting will be held on Tuesday, September 15, 2020 @ 8:30 a.m. at the District office.

Laura Heflin, Administrative Assistant