

MINUTES OF THE BOARD OF DIRECTORS OF SERRANO WATER DISTRICT

The Board of Directors of the Serrano Water District met (via teleconference) in a regular board meeting on Tuesday, March 16, 2021. The meeting was held at the District Office located at 18021 Lincoln Street, Villa Park, California.

CALL TO ORDER: President Mills called the meeting to order at 8:03 a.m.

ROLL CALL:

BOARD OF DIRECTORS MEMBERS PRESENT:

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

BOARD OF DIRECTORS MEMBERS ABSENT:

Jerry Haight	Board Member
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STAFF PRESENT:

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

GUESTS PRESENT:

Bob Bowcock	<i>IRM</i>
Kevin Sage	<i>IRM</i>
Lora Carpenter	<i>Fieldman Rolapp & Associates</i>
Robert Porr	<i>Fieldman Rolapp & Associates</i>

PUBLIC COMMENT

None.

PROFORMA REVIEW AND Rollup CAPITAL FUNDING COMPARISONS

Lora Carpenter gave a presentation on long range financial planning for the District. Highlighted items included financial model outputs and capital funding options and comparisons. A question-and-answer period followed. The Board of Directors thanked Lora for her informative presentation.

CURRENT DISTRICT RATE OVERVIEW AND RATE INCREASE DISCUSSION

Attorney Jungreis presented the District's current rate overview and potential increase. Discussion ensued related to the timing and sequencing of events as well as other related projects that are currently being developed. Attorney Jungreis was thanked for his informative presentation.

MASTER PLAN UPDATE

General Manager Vilander presented proposals received from Brown & Caldwell and Civiltec to update the District's master plan which was last completed in 2006. Following discussion, it was moved (Director Pharris), seconded (Director Bryant), and carried via roll vote with Directors Bryant, Mills, Reese, and

Pharris voting yes to authorize the General Manger to enter into a contract with Brown & Caldwell in the amount of \$105,142 with a \$30,000 contingency if needed.

BOARD MINUTES

Consideration of Serrano Water District Board Meeting minutes of February 16, 2021 and February 23, 2021. Director Reese moved that the minutes of the February 16 and February 23, 2021 meetings be approved as submitted, Director Bryant seconded the motion, and the motion was carried with Directors Bryant, Mills, Reese, 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 February. Highlights included a review of various meetings attended and current issues. General Manager Vilander reported that hydrants are currently being exercised and expressed his intent to purchase water in the near future. It has been determined that the revised PFAS project is expected to cost \$650,000. Correspondence from OCWD regarding the PFAS project is pending further information required.

FINANCIAL REPORT

Business Manager Roggero reported \$140,000 has been moved from the Orange County Treasurer account and is in the process of being deposited into the LAIF account. Financials for the month of February were then presented. It was moved (Director Pharris), seconded (Director Bryant), and carried with Directors Bryant, Reese, Pharris, and Mills voting yes to approve the disbursements in the amount of \$500,884.52.

WATER REPORT

General Manager presented the water report stating that approximately 1.5 month's water supply is left in the Reservoir and that he plans to purchase a 2.5-month supply. It was moved (Director Pharris), seconded (Director Bryant), and carried with Directors Bryant, Reese, Pharris, and Mills voting yes receive and file the water report.

PFAS PROGRESS REPORT

General Manager Vilander provided a status report on the PFAS project.

IRVINE LAKE AGREEMENTS

Attorney Jungreis reported that these items will be discussed in closed session.

CORRESPONDENCE

None.

DIRECTORS COMMENTS AND REPORTS

None.

ATTORNEY'S REPORT

Attorney Jungreis stated that there are a couple of bonds pending for potential funding with capital improvement projects that the District should review. Director Pharris expressed interest in this, and General Manager Vilander asked Attorney Jungreis to research SB-45 and other potential bonds that may be available.

It was announced at 9:45 a.m. that the Board of Directors would be entering into closed session.

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

The Board meeting was reconvened into open session at 9:55 a.m., and it was announced that there was no reportable action.

ADJOURNMENT

The meeting was formally adjourned at 9:56 a.m. The next regularly scheduled meeting will be held on Tuesday, April 20, 2021 @ 8:30 a.m. at the District office.

Laura Heflin, Administrative Assistant