

MINUTES OF THE BOARD OF DIRECTORS OF SERRANO WATER DISTRICT

The Board of Directors of the Serrano Water District met in a special board meeting on Friday, June 14, 2019. 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 8:31 a.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
Jeremy Jungreis	Legal Counsel

GUESTS PRESENT:

Sandra Jacobs	<i>Board of Directors, Santa Margarita Water District</i>
Dan Ferons	<i>General Manager, Santa Margarita Water District</i>

PUBLIC COMMENT

Sandra Jacobs, member of the Board of Directors at Santa Margarita Water District, introduced herself to the Board of Directors and spoke about her background and extensive experience. Dan Ferons, General Manager of Santa Margarita Water District, spoke on behalf of Sandra Jacobs and offered his strongest recommendation for Ms. Jacob's serving as the LAFCO Commissioner. Ms. Jacobs asked for the Serrano Water District's vote at the upcoming LAFCO election for the Commissioner seat. The Board of Directors thanked Ms. Jacobs and Mr. Ferons for taking the time to attend the meeting.

BOARD MINUTES

Consideration of Serrano Water District Board Meeting minutes of May 21, 2019. Director Haight moved that the minutes of the May 21, 2019 meeting be approved as amended, Director Mills seconded the motion, and the motion was unanimously carried with Directors Bryant, Mills, Haight, Reese and Pharris voting yes.

Consideration of Serrano Water District Board Meeting minutes of May 29, 2019. Director Haight moved that the minutes of the May 29, 2019 meeting be approved as submitted, Director Mills seconded the motion, and the motion was unanimously carried with Directors Bryant, Mills, Haight, 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 June. Highlights included a status report for the payment and delivery of meters and discussion

of potential customer notifications including adjustment to the sprinkler system. The General Manager also mentioned the fact that he was able to get a \$4,000 discount on the purchase of the meters.

FINANCIAL REPORT

Business Manager Roggero presented the financials for the month of May. It was moved (Director Mills), seconded (Director Haight), and unanimously carried with Directors Bryant, Reese, Pharris, Haight and Mills voting yes to approve the disbursements in the amount of \$194,491.94. A mid-year budget review will be completed going forward.

WATER REPORT

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

ANNUAL BUDGET FOR 2019/2020

Following discussion led by Business Manager Roggero, it was moved (Director Mills), seconded (Director Bryant), and unanimously carried with Directors Haight, Pharris, Reese, Bryant and Mills voting yes to adopt the 2019/2020 budget as presented. Director Reese asked for a copy of the personnel manual to review employee benefits. Additionally, General Manager Vilander was granted authority to schedule an annual inspection at Smith Reservoir and Lockett on an annual basis.

ANNUAL STATEMENT OF EMPLOYEE REIMBURSEMENT

Following presentation of the annual statement of employee reimbursement by Business Manager Roggero, it was moved (Director Reese), seconded (Director Mills), and unanimously carried with Directors Haight, Pharris, Reese, Bryant and Mills voting yes to approve the annual statement as presented.

CORRESPONDENCE

Correspondence was reviewed as agendized.

DIRECTORS COMMENTS AND REPORTS

None.

ATTORNEY'S REPORT

None.

It was announced at 10:00 a.m. that the Board of Directors would be entering into 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

The meeting was reconvened into open session at 10:25 a.m. and the following was reported. It was moved (Director Bryant), seconded (Director Reese), and unanimously carried with Director Reese, Mills, Haight, Pharris, and Bryant voting yes to enter into a twelve month licensing agreement with the County of Orange for recreational rights at Santiago Reservoir in a lease amount of \$4,500 per month.

(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

It was moved (Director Haight), seconded (Director Bryant), and unanimously carried with Director Reese, Mills, Haight, Pharris, and Bryant voting yes to authorize the General Manager to work with Irvine Ranch Water District in order to negotiate mutually agreeable terms for water storage at Santiago Reservoir.

ADJOURNMENT

The meeting was formally adjourned at 10:30 a.m. The next regularly scheduled meeting will be held on Tuesday, July 16, 2019 @ 8:30 a.m. at the District office.

Laura Heflin, Administrative Assistant