

MINUTES OF THE BOARD OF DIRECTORS OF SERRANO WATER DISTRICT

The Board of Directors of the Serrano Water District met (via teleconference) in a regularly scheduled board meeting on Tuesday, May 20, 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 8:30 a.m.

ROLL CALL:

BOARD OF DIRECTORS MEMBERS PRESENT:

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|---------------------------|----------------|
| 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:

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

GUESTS PRESENT:

| | |
|--------------|-----------------------------|
| Paul Cook | Irvine Ranch Water District |
| Jacob Moeder | Irvine Ranch Water District |
| Kevin Burton | Irvine Ranch Water District |
| Richard Mori | Irvine Ranch Water District |

PUBLIC COMMENT

None.

DAM TOWER AND SPILLWAY DESIGN CONSULTATION SELECTION

Jacob Moeder provided the Board of Directors with an informative presentation on the replacement for the dam tower and spillway design. Highlights included purpose and background, spillway replacement alternative analysis, design, fee and schedule, meeting update, next steps and recommendations. AECOM and GEI were asked to combine services for design of the tower and spillway improvements and consultant selection was discussed. The Board expressed concern about sole-sourcing the project. A question and answer period followed, and the Board of Directors thanked him for his informative presentation. It was then moved (Director Mills), seconded (Director Reese) and unanimously carried with Directors Reese, Haight, Pharris, Bryant and Reese voting yes to receive the presentation by Irvine Ranch Water District on Santiago Dam Replacement/Rehabilitation project and authorize General Manager Vilander to expend up to \$75,000 towards the cost of the dam project for phase design work.

BOARD MINUTES

Consideration of Serrano Water District Board Meeting minutes of April 21, 2020. Director Mills moved that the minutes of the April 21, 2020 meeting be approved as submitted, Director Haight seconded the motion, and

the motion was unanimously carried with Directors Bryant, Mills, Reese, Haight, and Pharris voting yes.

Consideration of Serrano Water District Board Meeting minutes of May 12, 2020. Director Mills moved that the minutes of the May 12, 2020 meeting be approved as submitted, Director Haight 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 April. Highlights included a review of various meetings attended and a discussion relating to peer review and valuation analysis. General Manager Vilander reported on optimization of flow at the treatment plant and noted that DSOD has accepted our seasonal operational plan.

FINANCIAL REPORT

Business Manager Roggero presented the financials for the month of April. It was moved (Director Mills), seconded (Director Haight), and unanimously carried with Directors Bryant, Reese, Pharris, Mills and Haight voting yes to approve the disbursements in the amount of \$317,702.77. Business Manager Roggero reported that \$750,000 had been moved to an investment account with the County of Orange Treasurer.

WATER REPORT

Following presentation by General Manager Vilander, it was moved (Director Haight), seconded (Director Mills), 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 reported that the District is in the preliminary design for treatment. Both of the medias are currently being reviewed including ion exchange (4 vessels) and GAC (12 vessels) and associated cost in conjunction with the Construction Committee. Tetra Tech is currently giving the District a digital footprint of what that GAC will look like. A Special Board Meeting will be scheduled when all information has been received and reviewed by General Manager Vilander and the Construction Committee for Board decision.

FIRST AMENDMENT TO LICENSE AGREEMENT BETWEEN SERRANO WATER DISTRICT, IRVINE RANCH WATER DISTRICT AND COUNTY OF ORANGE RE SHORLINE FISHING AT IRVINE LAKE

Following discussion led by Attorney Jungreis, it was moved (Director Reese), seconded (Director Mills), and unanimously carried with Director Haight, Pharris, Mills, Reese, and Bryant voting yes to approve the first amendment to the license agreement.

CORRESPONDENCE

None.

DIRECTORS COMMENTS AND REPORTS

None.

ATTORNEY'S REPORT

Attorney Jungreis reported that the Governor is entering further in to phase 2 as it relates to COVID-19 and will keep the Board of Directors and staff updated as information develops.

It was announced that the Board of Directors would be entering into closed session at 10:45 a.m.

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

Consideration of litigation conceding PFAS contamination

The meeting was reconvened into open session at 11:50 a.m., and it was reported that the Board of Directors had directed General Manager Vilander to negotiate an agreement with Civiltec Engineering within his financial scope.

ADJOURNMENT

The meeting was formally adjourned at 11:55 a.m. The next regularly scheduled meeting will be held on Tuesday, June 16, 2020 @ 8:30 a.m. at the District office.

Laura Heflin, Administrative Assistant