

MINUTES OF THE REGULAR MEETING
OF THE BOARD OF DIRECTORS OF
EAST ORANGE COUNTY WATER DISTRICT

October 17, 2013

1. Call to Order. A Regular Meeting of the Board of Directors of the East Orange County Water District was called to order by WILLIAM VANDERWERFF, President of the Board of Directors, at 5:00 p.m. on Thursday, October 17, 2013, in the offices of the East Orange County Water District, 185 N. McPherson Road, Orange, California. JEFFREY HOSKINSON, Acting Secretary, recorded the minutes of the meeting (the minutes with respect to Items 10(B) and 11 were recorded by General Manager OHLUND).

The following Directors were present: RICHARD BARRETT, RICHARD BELL, DOUGLASS DAVERT, JOHN DULEBOHN and WILLIAM VANDERWERFF.

Also present were:

LISA OHLUND	General Manager
JERRY MENDZER	Maintenance & Operations Superintendent
JEFFREY A. HOSKINSON	Acting District Secretary and Legal Counsel
DOUGLAS CHAPMAN	Former Director

2. Public Communications to the Board. None.

3. Items Arising After Posting of Agenda. None.

4. General Manager's Report. Ms. OHLUND indicated she had nothing to add to the General Manager's report. Director BARRETT inquired as to the seismic evaluation performed as part of the reservoir roof repair project, to which it was indicated that the Engineering Committee had asked that additional review be performed. Director BARRETT inquired as to the non-operational West Well, and whether the well would be rehabilitated. Ms. OHLUND responded that staff would be issuing a request for proposals this winter to rehabilitate the well.

Director VANDERWERFF inquired as to work on Operational Activities at Skyline Drive, and whether County work had caused conflict with the lines. Ms. OHLUND indicated that County was performing road resurfacing and this work had the potential to damage an 8" line owned by Golden State Water Company's 8. Superintendent MENDZER coordinated communications between the County and GSWC to resolve the issue.

ACTION TAKEN:

Upon a motion duly made, seconded and carried unanimously, the General Manager's Report was received and filed.

5. Operation, Management and Construction Matters

- A. Short-Term Accounting Services. The Board previously approved retention of Platinum Consulting Group (PCG) to provide year-end audit related services. In completing its audit services, additional costs were incurred by PCG, in the amount of \$3,105.00, bringing the total for PCG's services to \$34,835. That amount, in conjunction with \$5,772 billed by Serrano, and \$12,305 previous paid to PCG, will exceed the existing total budget for accounting services by \$7,412. The balance will be taken from the Contingency Account.

ACTION TAKEN:

Upon a motion duly made, seconded and carried unanimously, the Board approved (1) the PCG proposal for accounting services from October 1, 2013, through March 1, 2014, for an amount not-to-exceed \$34,835, and (2) authorized payment of \$3,105 in additional audit preparation/accounting services incurred through September 30, 2013.

B. Wholesale and Retail Water Usage Report. Board considered the wholesale and retail water usage report provided by Staff.

7. Financial Matters

A. Schedule of Disbursements. Schedules of disbursements in the following amounts were presented: \$799,770.03 from Wholesale and Retail Operating Funds, \$2,408.39 for director's payroll, and \$33,073.48 for employee's payroll.

ACTION TAKEN:

Upon a motion duly made, seconded and carried unanimously, the schedules of disbursements were approved as submitted.

B. Investment Activity. General Manager OHLUND reported that due to delays experienced in assembling some of the accounting data, Treasurer SCHOONOVER was not provided with information he needed to prepare the Treasurer's Report. These issues have almost been resolved and the October and November Treasurer's Report will be available at the November Board Meeting.

8. Miscellaneous Matters.

A. Authorization of Meeting Attendance.

- 1) MWDOC Water Policy Forum & Dinner (10/23/2013): Directors BELL and VANDERWERFF said they were interested in attending the Water Policy Forum.
- 2) MWDOC Elected Officials Forum (11/7/2013): Directors VANDERWERFF and DAVERT will attend the MWDOC Elected Officials Forum.

ACTION TAKEN:

Upon motions duly made, seconded and carried unanimously, Directors VANDERWERFF and DAVERT were authorized to attend the MWDOC Elected Officials Forum, and Directors BELL and VANDERWERFF along with the General Manager were authorized to attend the MWDOC Water Policy Forum Dinner.

D. Reports from Committees and Representatives to Organizations. None

E. Directors' Reports on Meetings Attended. Director BELL reported his attendance at a meeting of CalDesal, and provided an update on the meeting.

10. Closed Session. President VANDERWERFF announced that the Board would meet in the following closed session as listed in the agenda: **(A)** conference with real property negotiator (Govt. Code § 54956.8) – property: premises leased for telecommunications at 9312 Handy Creek Road, Orange, CA – negotiating parties: AT&T/New Cingular Wireless—agency negotiator: General Manager OHLUND—under negotiation: modifications to leased site and terms of payment (lease amendment); and **(B)** conference with real property negotiator (Govt. Code § 54956.8) – property: premises leased for telecommunications at 9312 Handy Creek Road, Orange, CA – negotiating parties: Crown Castle Communications—agency negotiator: General Manager OHLUND—under negotiation: modifications to leased site and terms of payment (lease amendment).

OPEN SESSION

Open session was resumed. President VANDERWERFF reported that the Board approved a lease amendment with AT&T/New Cingular Wireless in closed session. No further action was reported from the closed session.

Closed Session. President VANDERWERFF announced that the Board would meet again in the following closed session as listed in the agenda: **(C)** conference with legal counsel – Government Code § 54956.9(d)(4). Mr. HOSKINSON was excused and left the meeting prior to this closed session.

OPEN SESSION

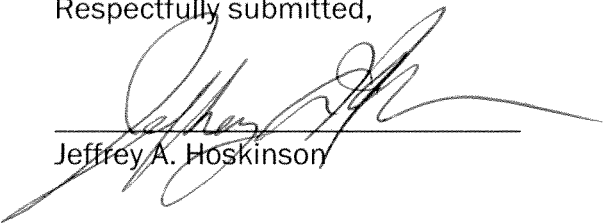
Open session was resumed. No action was reported from the closed session.

11. Adjournment.

ACTION TAKEN:

Upon a motion duly made, seconded and carried unanimously, the meeting was adjourned at 6:16 p.m., to Thursday, November 21, 2013, at 5:00 p.m., to be held in the Offices of the East Orange County Water District, 185 N. McPherson Road, Orange, California.

Respectfully submitted,



Jeffrey A. Hoskinson