

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

August 16, 2012

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, August 16, 2012, in the offices of the East Orange County Water District, 185 N. McPherson Road, Orange, California. JOAN ARNESON, Secretary, recorded the minutes of the meeting.

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

Also present were:

LISA OHLUND	General Manager
JERRY MENDZER	Maintenance & Operations Superintendent
JOAN ARNESON	District Secretary and Legal Counsel

2. **Public Communications to the Board.** None.

3. **Items Arising After Posting of Agenda.** None.

4. **General Manager's Report.** Ms. OHLUND provided some elaboration on the items reporting on the Peters Canyon (6MG) Reservoir roof investigation and rupture in an 8-inch main on Crawford Canyon. Mr. MENDZER showed the damaged pipe section.

ACTION TAKEN:

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

5. **Minutes.** President VANDERWERFF inquired about the item regarding CDSA dues. Ms. OHLUND reported that she had explained to the CSDA representative the District's request to join for the Retail Zone, and he was going to check into this and report back.

ACTION TAKEN:

Upon a motion duly made, seconded and carried unanimously, the minutes of the meeting of July 19, 2012, were approved as submitted.

6. Operation, Management and Construction Matters.

A. Water Demand Status Report. Ms. OHLUND said reduced demand continues, although some part of it is likely attributable to the economy.

7. Financial Matters.

A. Schedule of Disbursements. Schedules of disbursements in the following amounts were presented: \$929,011.27 from Wholesale and Retail Operating Funds, \$12,627.27 from the Chapman Avenue Account, \$2,801.47 for directors' payroll, and \$34,756.11 for employees' payroll. On behalf of the Finance Committee, Director CHAPMAN recommended approval.

ACTION TAKEN:

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

B. Investment Activity. On behalf of the Finance Committee, Director CHAPMAN recommended approval of the investment schedules.

ACTION TAKEN:

Upon a motion duly made, seconded and carried unanimously, the schedules of investments were ratified and approved.

C. Financial Statements (June 30). On behalf of the Finance Committee, Director CHAPMAN recommended receipt and filing of the financial statements.

ACTION TAKEN:

Upon a motion duly made, seconded and carried unanimously, the financial statements were received and filed.

D. Uncollectible Retail Accounts. Ms. OHLUND said the Finance Committee was reviewing proposed revisions to the Rules and Regulations that would include provisions for customer deposits. A question was raised regarding the feasibility of requiring the owner to agree to the placement of a lien in the case of delinquent charges of a tenant.

ACTION TAKEN:

Upon a motion duly made, seconded and carried unanimously, the writeoff of uncollectible retail accounts and collection in accordance with adopted procedures was authorized.

8. Miscellaneous Matters.

A. Response to Grand Jury Report, "Transparency Breaking Up Compensation Fog – But Why Hide Pension Costs?" Ms. OHLUND said the grand jury report advocates agencies' placement of more information about pension costs on their websites.

ACTION TAKEN:

Upon a motion duly made, seconded and carried unanimously, the draft response was approved and Ms. OHLUND was authorized to submit it.

B. Reports from Committees and Representatives to Organizations. None.

C. Directors' Reports on Meetings Attended. None.

9. Informational Items. None.

10. Adjournment.

ACTION TAKEN:

Upon a motion duly made, seconded and carried unanimously, the meeting was adjourned at 5:20 p.m., the next regular meeting date and time being Thursday, September 20, 2012, 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,



Joan C. Arneson