

MINUTES OF THE BOARD OF DIRECTORS OF SERRANO WATER DISTRICT

The Board of Directors of the Serrano Water District met in a regularly scheduled board meeting on Tuesday, March 22, 2022. 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 8:35 a.m.

ROLL CALL:

BOARD OF DIRECTORS MEMBERS PRESENT:

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

BOARD OF DIRECTORS MEMBERS ABSENT:

STAFF PRESENT:

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

GUESTS PRESENT:

Karen Lookingbill	CalPERS
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PUBLIC COMMENT

None.

The following item was moved out of sequence on the agenda to accommodate schedules.

RESOLUTION OF THE BOARD OF DIRECTORS OF THE SERRANO WATER DISTRICT ESTABLISHING A SECTION 115 TRUST FUND TO USE AS A RATE STABILIZING FUND FOR UNFUNDED PENSION OBLIGATIONS

Following discussion, it was moved (Director Pharris), seconded (Director Haight), and unanimously carried with Directors Haight, Pharris Jr., Mills, Bryant and Reese voting yes to approve Resolution No. 2022-03-01 as presented and:

- (a) Approve the California Employers' Pension Prefunding Trust Program Agreement with CalPERS.
- (b) Approve the Delegation of Authority, appointing the General Manager and Business General manager, to administer and request disbursements from the California Employer's Pension Prefunding Trust.
- (c) Approve the California Employers' Pension Prefunding Trust CEPPT Certification of Funding.

- (d) Approve an initial funding investment equal to the 2022-23 required UAL in the Amount of \$100,000 to develop the CEPPT account and evaluate future contribution during the budget development process.

PUBLIC HEARING: HOLD PUBLIC HEARING REGARDING REDISTRICTING OF DISTRICT DIVISIONS

President Mills announced that the intent of the public hearing is to obtain input regarding staff's prepared Final Map A and discuss any potential adjustments or approval of the proposed map. Additionally, today's Public Hearing is to receive any testimony regarding a possible option for redrawing of division boundaries that was provided in the staff report and/or other options for revising the boundaries of Board Divisions one through five. President Mills announced that he would now open the Public Hearing to consider options for adjustment of the boundaries of Board divisions one through five per Elections Code 22000-22002 based on the recently received 2020 Census data.

General Manager Vilander reported that the current division map is attached as Attachment 1 in the staff report. Population changes resulting in updates to division boundaries are demonstrated in Attachment 2 of the staff report. Finally, the final map with proposed adjusted boundaries of Board Divisions one through five created by staff based on population changes is attached as Attachment 3 to the staff report.

A brief power point presentation by General Manager Vilander followed highlighting the redistricting process and requirements, current and proposed maps, boundary changes, census block information per division as well as recommended action.

No public testimony was given, and the public hearing was closed. Following discussion, it was moved (Director Reese), seconded (Director Bryant), and unanimously carried with Directors Haight, Pharris Jr., Mills, Bryant and Reese voting yes to adopt Resolution No. 2022-03-02 approving Final Map A.

BOARD MINUTES

Consideration of Serrano Water District Board Meeting minutes of February 15, 2022. Director Pharris moved that the minutes of the February 15, 2022 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 February. Highlights included a review of various meetings attended and current issues. General Manager Vilander reported that the PFAS filtration system is up and running 24/7, and the dedication ceremony is scheduled for September 23. All agreements between the County and IRWD have been completed. General Manager Vilander will be meeting with the SWD/IRWD Ad-Hoc and Construction Committee to review the new design proposal for the dam tower and spillway. An Ad-Hoc meeting is scheduled for late April with IRWD staff and Board of Directors. The RFP for Smith Reservoir should be sent out next week. General Manager Vilander reported that Jeremy Scott has been promoted to the Water Utility Worker II position and has recently passed his T4 certification. Discussion ensued as well as a question-and-answer period.

General Manager Vilander announced that it will be necessary to add an urgent item to the agenda "Declaration of Qualification to Vote form for LAFCO" which requires approval prior to the next regularly scheduled Board meeting. It was then moved (Director Pharris), seconded (Director Reese), and unanimously carried with Directors Reese, Pharris, Haight, Bryant and Mills voting yes to add this emergency item to the agenda.

DECLARATION OF QUALIFICATION TO VOTE FORM FOR LAFCO

Following discussion, it was moved (Director Pharris), seconded (Director Reese), and unanimously carried with Directors Bryant, Pharris, Reese, Haight and Mills voting yes to authorize President Mills to vote on behalf of the District in the OC LAFCO Special District Selection Committee.

FINANCIAL REPORT

Business Manager Roggero presented the financials for the month of February. It was moved (Director Haight), seconded (Director Bryant), and unanimously carried with Directors Bryant, Pharris, Reese, Haight and Mills voting yes to approve the disbursements in the amount of \$275,981.40. Business Manager Roggero announced that he will be on vacation at the next Board meeting, but financials will be included in the packet. Additionally, the page for the State Controller’s Website was disseminated. Director Reese remarked on the high cost of asphalt (Featherhill) and asked staff to explore further.

WATER REPORT

General Manager presented the water report for the month of February and noted that we may have to purchase water before the month of May. Additionally, water is being sold to the City of Orange. The report was received and filed.

PFAS PROGRESS REPORT

General Manager Vilander reported on this item under the General Manager agenda item.

IRVINE LAKE AGREEMENTS

Attorney Jungreis reported that agreements are complete.

CORRESPONDENCE

Correspondence was reviewed as agendized.

DIRECTORS COMMENTS AND REPORTS

None.

ATTORNEY’S REPORT

Attorney Jungreis reported on virtual meetings, and the drought situation was discussed.

It was announced that it was not necessary to enter 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

ADJOURNMENT

The meeting was formally adjourned at 9:55 a.m. The next regularly scheduled Board meeting is scheduled for April 26, 2022 @ 8:30 a.m. at the District offices.

Laura Heflin
Administrative Assistant