

MINUTES OF REGULAR MEETING – DECEMBER 16, 2013

The regular meeting of the Board of Directors of the Irvine Ranch Water District (IRWD) was called to order at 5:00 p.m. by President Reinhart on December 16, 2013 in the District office, 15600 Sand Canyon Avenue, Irvine, California.

Directors Present: Swan, Withers, Matheis, LaMar and Reinhart

Directors Absent: None.

Also Present: General Manager Cook, Executive Director of Finance Clary, Executive Director of Water Policy Heiertz, Executive Director of Engineering and Planning Burton, Executive Director of Operations Sheilds, Director of Water Resources Weghorst, Director of Administrative Services Mossbarger, Director of Human Resources Roney, Director of Recycled Operations Lee, Assistant Director of Conservation Sanchez, Assistant Director of Water Operations Drake, Legal Counsel Arneson (via conference call), Secretary Bonkowski, Director of Risk Management and Treasury Jacobson, Mr. Rich Mori, Mr. Mike Hoolihan, Mr. Alex Aguilar, Mr. A.T. Kilani, Ms. Kathy Beseau, Ms. Carolyn Heiertz, Ms. Shannon Reed, Mr. Rich Mori, Ms. Kelly Welch, Ms. Christine Compton, Ms. Tina Bertsch, Mr. Dean Kirk, Mr. Jim Reed, Mr. Bruce Newell and other members of the public and staff.

WRITTEN COMMUNICATION: None.

ORAL COMMUNICATION

Mrs. Joan Irvine Smith's assistant addressed the Board of Directors with respect to the Dyer Road Wellfield. She said it was her understanding that currently wells 1, 5, 6, 7, C-8, C-9, and 17 will operate in accordance with the District's annual pumping plan. Wells 2, 3, 4, 11, 12, 13, 14 and 16 will be off. This was confirmed by Mr. Cook, General Manager of the District.

On October 31, 2013, the District received its fully executed copy of the Annexation Agreement with the Orange County Water District. This was confirmed by Mr. Cook.

With respect to the Groundwater Emergency Service Plan, IRWD has an agreement in place with various south Orange County water agencies, MWDOC and OCWD, to produce additional groundwater for use within IRWD and transfer imported water from IRWD to south Orange County in case of emergencies. On October 14 2013, the IRWD Board approved the operating agreement with certain south Orange County water agencies to fund the interconnection facilities needed to affect the emergency transfer of water. MWDOC and OCWD have also approved the operating agreement. This was confirmed by Mr. Cook.

ITEMS RECEIVED TOO LATE TO BE AGENDIZED - None.

PRESENTATION

RESOLUTION OF COMMENDATION FOR GREG HEIERTZ

General Manager Cook presented Executive Director of Water Resources Heiertz a resolution commending him for his 34 years of dedicated service. The Board of Directors individually thanked Mr. Heiertz for his service. On MOTION by Swan, seconded and unanimously carried, THE BOARD ADOPTED THE FOLLOWING RESOLUTION BY TITLE:

RESOLUTION NO. 2013-55

RESOLUTION OF THE BOARD OF DIRECTORS
OF IRVINE RANCH WATER DISTRICT COMMENDING
GREG HEIERTZ FOR HIS DEDICATED AND
OUTSTANDING SERVICE TO THE DISTRICT

CONSENT CALENDAR

Director Swan asked that item No. 10 be placed on the Action Calendar for discussion. There being no objection, this item was moved accordingly. On MOTION by Swan, seconded and unanimously carried, CONSENT CALENDAR ITEMS 4 – 9 AND 11 THROUGH 18 WERE APPROVED AS FOLLOWS:

4. MINUTES OF REGULAR BOARD MEETING

Recommendation: That the minutes of the November 25, 2013 Regular Board meeting be approved as presented.

5. RATIFY/APPROVE BOARD OF DIRECTORS' ATTENDANCE AT MEETINGS AND EVENTS

Recommendation: That the Board ratify/approve the meetings and events for Mary Aileen Matheis, Douglas Reinhart, Peer Swan, and John Withers.

6. ANNUAL BOARD OF DIRECTORS' FEES

Recommendation: That the Committee recommend the Board decline the five (5%) percent scheduled compensation increase for calendar year 2014.

7. NOVEMBER 2013 TREASURY REPORTS

Recommendation: That the Board receive and file the Treasurer's Investment Summary Report, the Monthly Interest Rate Swap Summary for November 2013, and Disclosure Report of reimbursements to board members and staff; approve the November 2013 summary of payroll ACH payments in the total amount of \$2,321,805 and approve the November 2013 accounts payable disbursement summary of warrants 343731 through 344413, workers' compensation distributions, wire transfers, payroll withholding distributions and voided checks in the total amount of \$11,111,974.

CONSENT CALENDAR (CONTINUED)

8. PROPOSED 2014 INVESTMENT POLICY

Recommendation: That the Board approve of the proposed 2014 Investment Policy and adopt the following resolution by title:

RESOLUTION NO. 2013-56

RESOLUTION OF THE BOARD OF DIRECTORS OF THE
IRVINE RANCH WATER DISTRICT APPROVING INVESTMENT
POLICY AND AUTHORIZING THE TREASURER AND ASSISTANT
TREASURERS TO INVEST AND REINVEST FUNDS OF THE
DISTRICT AND OF EACH OF ITS IMPROVEMENT DISTRICTS
AND TO SELL AND EXCHANGE SECURITIES

9. PROPOSED WATER, SEWER AND RECYCLED WATER REGIONAL CAPITAL
COST ALLOCATIONS

Recommendation: That the Board approve of the updated regional capital cost allocation tables.

11. PORTOLA HILLS SEWER LIFT STATION ABANDONMENT AND GRAVITY
SEWER FINAL ACCEPTANCE

Recommendation: That the Board accept construction of the Portola Hills Sewer Lift Station Abandonment and Gravity Sewer, project 20224 (1600); authorize the General Manager to file a Notice of Completion; and authorize the payment of the retention 35 days after the date of recording the Notice of Completion.

12. SAND CANYON AVENUE GRADE SEPARATION VARIANCE

Recommendation: That the Board authorize the General Manager to execute Variance no. 4 in the amount of \$60,000 with Tetra Tech, Inc. for additional construction management and support services for the IRWD Utility Relocations project for the sand canyon grade separation, projects 11455 (1459) and 21455 (1152).

13. APPROVAL OF IRWD'S SHARE OF SOUTH ORANGE COUNTY WASTEWATER
AUTHORITY'S (SOCWA) FISCAL YEAR 2013-14 OPERATING BUDGET

Recommendation: That the Board recommend approval of IRWD's share of SOCWA's Operations and Maintenance Fiscal Year 2013-14 Budget in the amount of \$263,414.

CONSENT CALENDAR (CONTINUED)

14. AGREEMENT FOR BIOSOLIDS MANAGEMENT SERVICES WITH THE SOUTH ORANGE COUNTY WASTEWATER AUTHORITY, SOCWA ENTITIES, AND NURSERY PRODUCTS, INC.

Recommendation: That the Board authorize the General Manager to execute an agreement with Nursery Products Incorporated for biosolids management services.

15. FISCAL YEAR 2012-13 COMPREHENSIVE ANNUAL FINANCIAL REPORT

Recommendation: That the Board receive and file the Fiscal Year 2012-13 Comprehensive Annual Financial Report.

16. LONG-TERM DISABILITY COVERAGE FOR CALENDAR YEAR 2014

Recommendation: That the Board authorize the General Manager to continue to contract for LTD coverage, including the enhanced Employee Assistant Program, for the calendar year 2014 with Principal Financial.

17. VISION INSURANCE COVERAGE FOR CALENDAR YEAR 2014

Recommendation: That the Board authorize the General Manager to extend IRWD's current contract with Eye Med Vision Care for the 2014.

18. CALLING FOR SPECIAL ELECTIONS AND REQUEST REGISTRAR OF VOTERS TO HOLD SPECIAL BOND ELECTIONS IN IMPROVEMENT DISTRICTS NOS. 185/285

Recommendation: That the Board adopt the following three resolutions by title:

RESOLUTION NO. 2013-57

RESOLUTION OF THE BOARD OF DIRECTORS OF THE IRVINE RANCH WATER DISTRICT CALLING A SPECIAL ELECTION IN IMPROVEMENT DISTRICT NO. 185 FOR THE PURPOSE OF SUBMITTING TO THE VOTERS OF THE IMPROVEMENT DISTRICT A PROPOSITION TO ISSUE GENERAL OBLIGATION BONDS IN THE AMOUNT OF \$13,500,000.00

RESOLUTION NO. 2013 -58

RESOLUTION OF THE BOARD OF DIRECTORS OF THE IRVINE RANCH WATER DISTRICT CALLING A SPECIAL ELECTION IN IMPROVEMENT DISTRICT NO. 285 FOR THE PURPOSE OF SUBMITTING TO THE VOTERS OF THE IMPROVEMENT DISTRICT A PROPOSITION TO ISSUE GENERAL OBLIGATION BONDS IN THE AMOUNT OF \$21,300,000.00

RESOLUTION NO. 2013-59

RESOLUTION OF THE BOARD OF DIRECTORS OF THE IRVINE RANCH WATER DISTRICT REQUESTING THE BOARD OF SUPERVISORS TO AUTHORIZE THE REGISTRAR OF VOTERS TO RENDER SERVICES TO THE DISTRICT RELATING TO THE CONDUCT OF SPECIAL BOND ELECTIONS FOR IMPROVEMENT DISTRICT NOS. 185 AND 285 TO BE HELD ON MARCH 4, 2014

ACTION CALENDAR

SOUTH ORANGE COUNTY AGENCIES' METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA REPRESENTATIVE SELECTION PROCESS

In response to Director Swan's comments, and following discussion, staff was asked to relay his concerns to the south county member agencies relative to the ranking process. On MOTION by Swan, seconded and unanimously carried, THE BOARD APPROVED AND AGREED TO THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA REPRESENTATIVE SELECTION PROCESS FOR SOUTH COUNTY AGENCIES.

2014 LEGISLATIVE PLANNING POTENTIAL LEGISLATIVE ISSUES AND IRWD LEGISLATIVE PRIORITIES

Government Relations Manager Compton provided an overview of expected 2014 legislative issues in Sacramento, including proposals the District's statewide associations are considering for introduction. Ms. Compton also provided a review of potential 2014 IRWD state legislative priorities for consideration by the Water Resources Policy and Communications Committee. Following the overview, Director LaMar complimented Ms. Compton on her efforts.

ORANGE PARK ACRES WELL NO. 1 WELLHEAD FACILITIES - CONSTRUCTION AWARD AND CONSULTANT SELECTION

Executive Director of Engineering and Planning Burton reported that Orange Park Acres Well No. 1 (OPA-1) was drilled in 2012 on the same site as the former Orange Park Acres Mutual Water Company Headquarters building and the former Orange Park Acres Well No. 3. The drilling work is complete and the wellhead facilities have been designed. Mr. Burton said that

the project was advertised on to a select list of 11 contractors including Caliagua, Clarke Contracting, Doty Bros. Construction, Gateway Pacific Contractors, Olsson Construction, Pacific Hydrotech, RC Foster Corporation, Schuler Engineering, SS Mechanical, Stanek Constructors, and W.M. Lyles. The bid opening was held with bids received from Olsson Construction, Pacific Hydrotech, Schuler Engineering, SS Mechanical, and Stanek Constructors. He said that Pacific Hydrotech is the apparent low bidder with a bid amount of \$5,341,200. He further said that the low bid was 12% higher than the engineer's estimate, which is similar to other recent bids.

Mr. Burton said that in 2012, the Board approved a Professional Services Agreement with URS for engineering services, which included \$77,070 for construction phase services. He said that since the final design of the project significantly varied from the preliminary design developed by Kennedy/Jenks, staff requested URS to submit a revised scope of work and fee for construction phase services. He said that URS submitted a proposal in the amount of \$156,490 for construction phase engineering services.

Director Withers said that the consultant selection portion of this recommendation was reviewed and approved on December 10, 2013 by the Engineering and Operations Committee meeting. On MOTION by Withers, seconded and unanimously carried, THE BOARD AUTHORIZED A BUDGET INCREASE IN THE AMOUNT OF \$1,738,900, FROM \$7,407,800 TO \$9,146,700, FOR PROJECT 11405 (1250); APPROVED AN EXPENDITURE AUTHORIZATION IN THE AMOUNT OF \$6,031,900 FOR PROJECT 11405 (1250); AUTHORIZED THE GENERAL MANAGER TO EXECUTE A CONSTRUCTION CONTRACT WITH PACIFIC HYDROTECH IN THE AMOUNT OF \$5,341,200 FOR PROJECT 11405 (1250); AND AUTHORIZED THE GENERAL MANAGER TO EXECUTE A PROFESSIONAL SERVICES AGREEMENT WITH URS CORPORATION IN THE AMOUNT OF \$156,490 FOR CONSTRUCTION PHASE SERVICES FOR THE ORANGE PARK ACRES WELL NO. 1 WELLHEAD FACILITIES, PROJECT 11405 (1250).

ESTABLISHING/SETTING CONNECTION FEES AS OF JANUARY 2014

Executive Director of Finance Clary reported that the master consolidation resulting from the Long Term Financial Plan included significant changes for both the remaining and newly formed Improvement Districts. Ms. Clary said that the fundamental concept in the District's capital funding plan is that the cost of new capital facilities is shared equally between the connection fees paid by the developer and property taxes paid by the property owner. She said that the District used a financial model to factor in variables such as regional capital costs, future development, growth rates, inflation and other variables in order to determine connection fees. She further said that the updated rates and charges become effective January 1, 2014 and anticipates that they will be re-evaluated in June/July 2014 as part of the budget process.

Director Swan said that this item was reviewed by the Finance and Personnel Committee on December 9, 2013. General Manager Cook recognized the working group, staff and the Board for their efforts on this process. On MOTION by Swan, seconded and unanimously carried, THE BOARD ADOPTED THE FOLLOWING RESOLUTION BY TITLE:

RESOLUTION NO 2013-60

RESOLUTION OF THE BOARD OF DIRECTORS OF IRVINE
RANCH WATER DISTRICT, ORANGE COUNTY, CALIFORNIA
ADOPTING CHANGES TO CONNECTION FEES AS SET FORTH IN
THE SCHEDULE OF RATES AND CHARGES IN EXHIBIT "B" TO THE
RULES AND REGULATIONS OF IRVINE RANCH WATER DISTRICT
FOR WATER, SEWER, RECYCLED WATER AND NATURAL
TREATMENT SYSTEM SERVICE.

VERIFICATION OF SUFFICIENT WATER SUPPLIES FOR CITY OF IRVINE PLANNING
AREA 6 (TENTATIVE TRACT MAP 17607)

General Manager Cook reported that in September 2013, staff approved a request by the City of Irvine to complete a Verification of Sufficient Water Supplies (WSV) for Tentative Tract Map 17607 in Planning Area 6 within the City's Northern Sphere Area proposed development area. Mr. Cook said that staff has prepared an Addendum to the Assessment of Water Supply for the Northern Sphere Area and completed the WSV for the Tentative Tract Map 17607.

Director LaMar said that this item was reviewed and approved by the Water Resources Policy and Communications Committee on December 9, 2013. On MOTION by LaMar, seconded and unanimously carried, THE BOARD APPROVED THE ADDENDUM TO ASSESSMENT OF WATER SUPPLY FOR NORTHERN SPHERE AREA AND VERIFICATION OF SUFFICIENT WATER SUPPLIES FOR PLANNING AREA 6 (TENTATIVE TRACT MAP 17607).

BAKER WATER TREATMENT PLANT AND RAW WATER CONVEYANCE FACILITIES
CONSTRUCTION AWARD AND CONSTRUCTION PHASE AUTHORIZATIONS

General Manager Cook recognized the member agencies and staff for all of their efforts on this project.

Using a PowerPoint presentation, Mr. Mori said that for the Baker Water Treatment Plant (WTP) project, the bid notice was issued to pre-qualified contractors including Archer Western, McCarthy, PCL Construction, Inc. (PCL), J.F. Shea Construction, W.M. Lyles, and Shimmick Construction. Bids were received from Archer Western Contractors, PCL and J. F. Shea Construction, Inc. Staff recommends award to the apparent low bidder, PCL with a bid total of \$77,520,613. He said for the Baker Raw Water Conveyance Facilities (RWCF), the bid notice was issued to pre-qualified contractors including ARB Inc., Caliagua, Inc., Clarke Contracting Corp., Gateway Pacific Contractors, Hillcrest Contracting, Olsson Construction, Pacific Hydrotech Corp. (Pacific Hydrotech), RC Foster Corp., Schuler Engineering Corp., SS Mechanical Corp., and Stanek Constructors. Bids were received on October 1, 2013 from Olsson Construction, Pacific Hydrotech, and Schuler Engineering Corp. with the apparent low bidder being Pacific Hydrotech for a bid total of \$4,995,744.

Mr. Mori said there were potential irregularities in both bids which he reviewed with legal counsel, and was advised that they did not result in a failure to meet the District's specifications; permit a lower bid to be submitted; or impair the District's ability to compare and rank the bids.

Mr. Mori said that at the onset of the project, a Baker Project Committee (Baker PC), consisting of key staff from each agency, was established to provide oversight for the development of the project. The Baker PC and legal counsel for each agency have been working collaboratively to develop the following agreements related to the Project: 1) amended and Restated Agreement for Construction, Operation, and Maintenance of the Baker Water Treatment plant between ETWD, IRWD, MNWD, SMWD, TCWD, and Municipal Water District of Orange County (MWDOC); 2) agreement Relating to Baker Pipeline Capacity Transfers Among Baker Water Treatment Plant Participants between ETWD, IRWD, MNWD, SMWD, TCWD, and MWDOC; 3) agreement between ETWD and IRWD Providing for Domestic Water Interconnection; 4) installment Sale Agreement between IRWD and ETWD; and 5) agreement between ETWD, MNWD, and SMWD Providing for Domestic Water Interconnection. He said that these agreements, with the exception of the last two, are presented tonight for review and approval.

Mr. Mori said that the construction management (CM) team, which will administer both the Baker WTP and RWCF construction contracts, will consist of a combination of IRWD staff and consultants. He said that a total of six consultant firms were invited to submit proposals for CM services including Anderson-Penna, Arcadis, CDM-Smith, HDR, CH2M-Hill, and Jacobs. Staff evaluated each of the proposals and conducted interviews with select candidates in order to identify the most qualified candidate for each position. Staff interviewed each of the proposing firms and selected individuals who clearly demonstrated experience working on jobs similar to the scope and magnitude of the Project. He said that staff recommended Carollo Engineers (Carollo) to be the lead engineering firm representing the design team during construction. Carollo will subcontract with RBF and the other key firms responsible for the design to lead the engineering services during construction effort. He said that staff selected Mike Alexander from Jacobs Engineering (Jacobs) as the full-time, on site resident engineer and Sean Hoss of HDR as the full-time, on site field engineer and Jin Chong as the full-time, on site construction inspector. Staff selected Arcadis-US (Arcadis) as the provider of the web-based DCS and also selected Jon Westervelt as the part-time construction scheduler from Arcadis.

Mr. Mori said that staff received proposals from GMU, LGC, and Ninyo & Moore for construction phase support services, and following review of the proposals, staff recommends the selection of Ninyo & Moore as the geotechnical engineer in the amount of \$363,860. He said staff requested proposals from Borchard, Guida, Bush & Associates, and CNC Engineering (CNC) to provide surveying services, and following a review of the proposal, staff recommends the selection of CNC as the surveyor in the amount of \$139,875. He said that the Environmental Impact Report established requirements for biological and cultural resource monitoring that were summarized in the Mitigation Monitoring, Compliance, and Reporting Program (MMCRP). Staff requested proposals from Dudek, VCS Environmental (VCS), ESA, and Harmsworth to provide biological, paleontology, and archaeology monitoring services as needed during excavation and other construction activities. Staff reviewed the proposals, and based on these criteria, staff recommends the selection of VCS as the environmental consultant in the amount of \$33,541.

Mr. Mori then reviewed the project schedule with Director Swan making a comment related to the bird nesting season. On MOTION by Withers, seconded and unanimously carried, THE BOARD WAIVED BID IRREGULARITIES AND AUTHORIZED THE GENERAL MANAGER TO EXECUTE A CONSTRUCTION CONTRACT WITH PCL CONSTRUCTION INCORPORATED IN THE AMOUNT OF \$77,520,613 TO CONSTRUCT THE BAKER WATER TREATMENT PLANT; WAIVE BID IRREGULARITIES AND AUTHORIZED THE GENERAL MANAGER TO EXECUTE A CONSTRUCTION CONTRACT WITH PACIFIC HYDROTECH CORPORATION IN THE AMOUNT OF \$4,995,744 TO CONSTRUCT THE BAKER RAW WATER CONVEYANCE FACILITIES; APPROVED THE AMENDED AND RESTATED AGREEMENT FOR CONSTRUCTION, OPERATION, AND MAINTENANCE OF THE BAKER WATER TREATMENT PLANT; APPROVED THE AGREEMENT RELATING TO BAKER PIPELINE CAPACITY TRANSFERS AMONG BAKER WATER TREATMENT PLANT PARTICIPANTS; APPROVED THE AGREEMENT BETWEEN EL TORO WATER DISTRICT AND IRWD PROVIDING FOR DOMESTIC WATER INTERCONNECTION; AUTHORIZED THE GENERAL MANAGER TO EXECUTE A PROFESSIONAL SERVICES AGREEMENT WITH CAROLLO ENGINEERS IN THE AMOUNT OF \$3,418,900 FOR ENGINEERING SERVICES DURING CONSTRUCTION; AUTHORIZED THE GENERAL MANAGER TO EXECUTE A PROFESSIONAL SERVICES AGREEMENT WITH JACOBS ENGINEERING IN THE AMOUNT OF \$810,600 FOR CONSTRUCTION MANAGEMENT SERVICES; AUTHORIZED THE GENERAL MANAGER TO EXECUTE A PROFESSIONAL SERVICES AGREEMENT WITH HDR ENGINEERING IN THE AMOUNT OF \$1,253,936 FOR CONSTRUCTION MANAGEMENT SERVICES; AUTHORIZED THE GENERAL MANAGER TO EXECUTE A PROFESSIONAL SERVICES AGREEMENT WITH ARCADIS-US IN THE AMOUNT OF \$145,662 FOR CONSTRUCTION SUPPORT SERVICES; AUTHORIZED THE GENERAL MANAGER TO EXECUTE A PROFESSIONAL SERVICES AGREEMENT WITH NINYO & MOORE IN THE AMOUNT OF \$363,860 FOR CONSTRUCTION PHASE GEOTECHNICAL AND CONCRETE TESTING SERVICES; AUTHORIZED THE GENERAL MANAGER TO EXECUTE A PROFESSIONAL SERVICES AGREEMENT WITH CNC ENGINEERING IN THE AMOUNT OF \$139,875 FOR CONSTRUCTION PHASE SURVEYING SERVICES; AUTHORIZED THE GENERAL MANAGER TO EXECUTE A PROFESSIONAL SERVICES AGREEMENT WITH VCS ENVIRONMENTAL IN THE AMOUNT OF \$33,541 FOR CONSTRUCTION PHASE BIOLOGICAL AND CULTURAL MONITORING SERVICES; AUTHORIZED A BUDGET DECREASE IN THE FY 2013-14 CAPITAL BUDGET FOR THE BAKER WATER TREATMENT PLANT PROJECT 11218 (1417) FOR THE DESIGN AND BIDDING PHASE IN THE AMOUNT OF \$72,901,500, FROM \$80,010,000 TO \$7,108,500; AUTHORIZED THE ADDITION TO THE FY 2013-14 CAPITAL BUDGET OF THE BAKER WATER TREATMENT PLANT PROJECT 11747 (5027) FOR THE CONSTRUCTION PHASE IN THE AMOUNT OF \$96,852,000; APPROVE AN EXPENDITURE AUTHORIZATION IN THE AMOUNT OF <\$6,751,500> FOR THE BAKER WATER TREATMENT PLANT, PROJECT 11218 (1417); AND APPROVE AN EXPENDITURE AUTHORIZATION IN THE AMOUNT OF \$96,852,000 FOR THE BAKER WATER TREATMENT PLANT, PROJECT 11747 (5027).

ELECTION OF OFFICERS FOR 2014

General Manager Cook acted as temporary Chair and called for nominations for President. Director Withers nominated Director LaMar as President. Director Swan made a motion for nominations to be closed. On MOTION by Withers, seconded and unanimously carried on a roll call vote (5-0) (Matheis, Reinhart, LaMar, Swan and Withers voting aye), STEVE LAMAR WAS ELECTED PRESIDENT. President LaMar asked for nominations for Vice President. Director Swan nominated himself as Vice President. There being no other nominations, the nominations were closed. On MOTION by Withers, seconded and unanimously carried on a roll call vote (5-0) (Matheis, Reinhart, LaMar, Swan and Withers voting aye), PEER SWAN WAS ELECTED VICE PRESIDENT.

OTHER BUSINESS

GENERAL MANAGER'S REPORT

General Manager Cook reported that last week he attended a conference in San Francisco as he was invited by the Senior Executive of the US Army Corps of Engineers relative to a scoring system for projects and are most interested in having the District's Syphon Reservoir as their "pilot project".

DIRECTORS' COMMENTS

Director Matheis reported on her attendance at the Colorado River Water Users Association's (CRWUA) annual conference held in Las Vegas.

Director Swan reported on his attendance at the District's annual holiday breakfast, an Association of California Water Agencies (ACWA) conference held in Los Angeles, a discussion held with Ms. Jennette Justin at the San Joaquin Wildlife Sanctuary, a WACO meeting, and a meeting with the Newport Bay Conservancy.

Director Reinhart reported on his attendance at CRWUA and ACWA.

Director LaMar also reported on his attendance at CRWUA, ACWA, and a tour and overview of the District held with Ms. Debbie Davis of Governor Brown's office and Mr. Gordon Burris of CA EPA.

CLOSED SESSION

President LaMar said that the Closed Session with Legal Counsel relative to anticipated litigation– Government Code Section 54956.9(d)(2) – significant exposure to litigation (one potential case) would not be held this evening. He said that the a conference with Labor Negotiators – Government Code Section 54957.6; Agency Designated Representatives: Paul Cook and Jenny Roney; Employee Organization: Irvine Ranch Water District Employees Association would be held.

OPEN SESSION

Following the Closed Session, the meeting was reconvened with all Directors present. President LaMar said that there was no action to report from the Closed Session item.

ADJOURNMENT

President LaMar adjourned the meeting at 8:00 p.m.

APPROVED and SIGNED this 13th day of January, 2014.

President, IRVINE RANCH WATER DISTRICT

Secretary IRVINE RANCH WATER DISTRICT

APPROVED AS TO FORM:

Legal Counsel - Bowie, Arneson,
Wiles & Giannone