

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, August 23, 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 8:36 a.m.

ROLL CALL:

BOARD OF DIRECTORS MEMBERS PRESENT:

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

None.

PUBLIC COMMENT

None.

BOARD MINUTES

Consideration of Serrano Water District Board Meeting minutes of the regular board meeting on July 25, 2022. Director Haight moved that the minutes of the July 25 meeting be approved as submitted, Director Bryant seconded the motion, and the motion was unanimously carried with Directors Bryant, Mills, Reese, Pharris and Haight voting yes.

GENERAL MANAGER REPORT

General Manager Vilander summarized the status of Board Committee and management matters as agendized for the month of July. Highlights included a review of various meetings attended and current issues. General Manager Vilander reported that the WIFIA LOI is being finalized and that staff are waiting on the S&P rating. Attorney Jungreis summarized a recent meeting held between himself, General Manager Vilander, and Attorney Compton and Fiona Sanchez of IRWD, regarding small storage program grants. Christine Compton explained the administrative costs involved with various grants making some cost prohibitive. General Manager Vilander gave an update on the Urban Community Drought Relief program grant sponsored by the Department of Water Resources for a minimum of \$5M. The Smith design is underway and has been conceptually reviewed by the Construction Committee. A handful of phone calls have been received regarding the rate increase. It was agreed that the bills would return to their previous format for subsequent billing periods. Well #3 is currently down. The Larry Pharris Jr. Filtration Plant dedication ceremony on 9/23 is being planned for and invitations

have been sent out. Director Mills will be the Master of Ceremonies. The revised proforma will be presented at the September Board meeting subsequent to review by the Finance Committee. Director Haight and Reese expressed concern about the current proforma and its alignment with the Prop 218 notice.

FINANCIAL REPORT

Business Manager Roggero presented the financials for the month of July. It was moved (Director Pharris), seconded (Director Haight), and unanimously carried with Directors Bryant, Reese, Haight, Pharris and Mills voting yes to approve the disbursements in the amount of \$1,102,791.15. The audit is 90% complete. Director Haight remarked that the Prop 218 notice does not mirror the current financial direction that the District is headed in. Director Haight also expressed concern about funding for the capital improvement projects and the fact that budgeted items are not mirroring the proforma. He further explained that this is why he stepped down from the Finance Committee.

WATER REPORT

General Manager presented the water report for the month of July. The report was received and filed.

RESOLUTION NO. 2022-08-01 OF THE BOARD OF DIRECTORS OF THE SERRANO WATER DISTRICT IN SUPPORT OF GREG MILLS FOR PRESIDENT OF THE INDEPENDENT SPECIAL DISTRICTS OF ORANGE COUNTY (ISDOC)

Following discussion led by General Manager Vilander, it was moved (Director Pharris), seconded (Director Haight), and carried with Directors Pharris, Haight, Reese, Bryant and Mills voting yes to adopt Resolution No. 2022-08-01 as presented. Director Mills discussed ISDOC and the role that it plays with assisting special districts.

ORANGE COUNTY GRAND JURY REPORT FINDINGS RESPONSE

Following discussion led by General Manager Vilander, it was moved (Director Haight), seconded (Director Reese), and unanimously carried with Directors Pharris, Haight, Reese, Bryant, and Mills voting yes to authorize General Manager Vilander to transmit correspondence as presented to the Orange County Grand Jury. Director Mills summarized a recent meeting attended by himself and General Managers Vilander and Markus from OCWD.

CORRESPONDENCE

None.

DIRECTORS COMMENTS AND REPORTS

None.

ATTORNEY'S REPORT

Attorney Jungreis reported that he has sent information to the Board of Directors relating to water supply strategy. Additionally, discussion revolved around bringing Attorney Pham aboard to act as back-up counsel to Attorney Jungreis.

GOVERNOR'S ORDER WATER CONSERVATION EMERGENCY REGULATION DROUGHT RESPONSE

None.

ADJOURNMENT

The meeting was formally adjourned at 10:30 a.m. to an adjourned meeting to be held on September 20 @ 8:30 a.m.

Laura Heflin
Administrative Assistant