

MINUTES OF REGULAR MEETING – FEBRUARY 14, 2005

The regular meeting of the Board of Directors of the Irvine Ranch Water District (IRWD) was called to order by Secretary Bonkowski at 6:00 p.m., February 14, 2005 in the District Office, 15600 Sand Canyon Avenue, Irvine, California.

Directors Present: None

Directors Absent: Reinhart, Matheis, Withers, Swan, and Miller

In the absence of a quorum, Secretary Bonkowski adjourned the meeting to Friday, February 18, 2005 at 7:45 a.m. in the multi-purpose room of the District offices.

APPROVED and SIGNED this 28th day of February, 2005.

President, IRVINE RANCH WATER DISTRICT

Secretary, IRVINE RANCH WATER DISTRICT

APPROVED AS TO FORM:

Legal Counsel, IRWD

MINUTES OF ADJOURNED REGULAR MEETING –FEBRUARY 18, 2005

The adjourned regular meeting of the Board of Directors of the Irvine Ranch Water District (IRWD) was called to order by President Miller at 7:45 a.m., February 18, 2005 in the multi-purpose room of the District Office, 15600 Sand Canyon Avenue, Irvine, California.

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

Directors Absent: None

Also Present: General Manager Jones, Assistant General Manager Cook, Director of Public Affairs Beeman, Acting Controller Ferguson, Treasurer Loomis, and other members of the public.

WORKSHOP

General Manager Jones reviewed the agenda, ground rules, and desired outcomes.

Cash Run Model and Long-Term Financing Strategy Work Plan –Acting Controller Ferguson said that the Long-Term Financing Strategy Work Plan was intended to create a process in which future capital facilities, replacement capital facilities, and annual operating costs could be integrated into one model that would project future funding needs and the funding sources required to meet these obligations.

During the workshop, staff reviewed and obtained confirmation of the District's policy objectives relative to new capital facility and infrastructure replacement financing. Staff used a power point presentation to provide the Board with a brief history of how the District funds new and replacement capital projects; the important factors that are historically included in the cash run model to develop projections; and reviewed current factors that are influencing the District's capital financing strategies.

Mr. Ferguson said that an additional workshop on this topic would be held at the February 28 Board meeting. That meeting will include a demonstration of the cash run model and will allow the Board to interactively participate and look at various scenarios and changed assumptions. It will also include a discussion of staff's proposed scope of work for updating the District's Long Term Financing Strategies.

Logo Redesign Update - The District's consultant, Patton Creative, discussed the logo modifications. Director Beeman discussed the costs to convert items such as stationery, vehicle placards, uniform patches, and monuments to reflect a new IRWD logo. Following discussion, the Board decided not to change the logo at this time and revisit it at a future date.

IRWD Policy Position Papers on Key Issues – General Manager Jones reported that last year, staff began producing policy “white papers” on topics of particular interest to the District. Mr. Jones said that to ensure that IRWD presents a clear and consistent message to the water community, elected officials, and community leaders, staff recommends that the Board adopt Policy Positions on key external water resource, wastewater, special district and governance topics. These Policy Positions could then be referred to by Board members and staff when discussing these topics with any of these external stakeholders.

Mr. Jones and Assistant General Manager Cook reviewed the following papers with the Board during which time some revisions were made.

1. South Orange County Water Reliability
2. Groundwater Banking/Wheeling
3. Countywide Urban Runoff Funding and Governance
4. Special Districts Consolidations
5. Ocean Desalination
6. Fluoridation

Staff was also asked to prepare a policy position on recycled water use.

General Manager’s Board Services Survey Update/Recommendations - Mr. Cook reported on the follow-up memo prepared by the General Manager’s office as a result of the Board Services Survey. He noted that for each service area, staff had provided an objective statement, survey results, and a proposed service goal. The Board had no additional comments on the memorandum.

District Goals/Priorities – Mr. Jones reviewed with the Board a listing of the staff’s proposed IRWD top ten Goals and Objectives for 2005; an updated First Quarter Target Activity Priority List; and the Target Activity Descriptions. Minor changes were made to the goals and objectives as well as the target activity list.

Brainstorming – A brief discussion was held on the Great Park opportunities.

ADJOURNMENT

There being no further business, President Miller adjourned the meeting.

APPROVED and SIGNED this 28th day of February, 2005.

President, IRVINE RANCH WATER DISTRICT

Secretary, IRVINE RANCH WATER DISTRICT

APPROVED AS TO FORM:

Legal Counsel - Bowie, Arneson, Wiles and Giannone