

**AGENDA
IRVINE RANCH WATER DISTRICT
BOARD OF DIRECTORS
REGULAR MEETING**

November 14, 2005

PLEDGE OF ALLEGIANCE

CALL TO ORDER

6:00 P.M., Board Room, District Office
15600 Sand Canyon Avenue, Irvine, California

ROLL CALL

Directors Matheis, Reinhart, Swan, Withers, and President Miller

NOTICE

If you wish to address the Board on any item, including Consent Calendar items, please file your name with the Secretary. Forms are provided on the lobby table. Remarks are limited to five minutes per speaker on each subject. Consent Calendar items will be acted upon by one motion, without discussion, unless a request is made for specific items to be removed from the Calendar for separate action.

COMMUNICATIONS TO THE BOARD

1. A. Written:
B. Oral: Mrs. Joan Irvine Smith relative to the Dyer Road Wellfield.

2. ITEMS RECEIVED TOO LATE TO BE AGENDIZED
Recommendation: Determine that the need to discuss and/or take immediate action on item(s) introduced come to the attention of the District subsequent to the agenda being posted.

PRESENTATION

3. GOVERNMENT FINANCE OFFICERS ASSOCIATION (GFOA) CERTIFICATE OF ACHIEVEMENT OF FINANCIAL REPORTING

The Certificate of Achievement for Excellence in Financial Reporting (CAFR) has been awarded to Irvine Ranch Water District for its comprehensive annual financial report. The Certificate of Achievement is the highest form of recognition in the area of governmental accounting and financial reporting, and its attainment represents a significant accomplishment by a government and its management. Mr. Bill Gallardo, Director of Finance for the City of Brea, will represent the GFOA for presentation of the award.

4. CALIFORNIA SOCIETY OF MUNICIPAL FINANCIAL REPORTING 2003/04

A Certificate of Award for Outstanding Financial Reporting 2003-2004 was presented to Irvine Ranch Water District. The certificate is issued in recognition of meeting professional standards and criteria in reporting which reflect a high level of quality in the annual financial statements and in the underlying accounting system from which the reports were prepared.

PUBLIC HEARING

Next Resolution No. 2005 - 41

5. FORMATION OF IMPROVEMENT DISTRICT 252 AND ADOPTION OF PLAN OF WORKS AND DETACHMENT NO. 7 TO 250
1. Recommendation: Open the Hearing
 2. Inquire of the Secretary how the hearing was noticed
 3. Receive and file the affidavit of posting and proof of publication
 4. Request legal counsel to describe the nature of the proceedings
 5. Inquire of the Secretary if there has been any written communications
 6. Hear any persons who wish to speak relative to detach territory from Improvement District No. 250 and the formation of Improvement District 252
 7. Board comments/discussion
 8. Adopt two resolutions
 9. Close the Hearing

Reso No. 2005 -
Reso No. 2005 -

CONSENT CALENDAR

Items 6 - 10

6. RATIFY/APPROVAL OF BOARD OF DIRECTORS' ATTENDANCE AT MEETINGS AND EVENTS
- Recommendation: Approve the meetings and events for Mary Aileen Matheis, Darryl Miller, Doug Reinhart, Peer Swan and John Withers.
7. BOARD MEMBERS' AND GENERAL MANAGER'S EXPENSES AND FEES PAID DURING THE FIRST QUARTER, FISCAL YEAR 2005/06
- Recommendation: Receive and file.
8. ADDITION OF SANTIAGO HILLS AND EAST ORANGE WATER QUALITY BASINS TO THE NATURAL TREATMENT SYSTEM (NTS)
- Recommendation: That the Board approve the addition of six developer Constructed water quality basins on four sites in the future Santiago Hills and East Orange developments to IRWD's nature treatment system.
9. MINUTES OF BOARD MEETINGS
- Recommendation: That the minutes of the October 24, 2005 and November 7, 2005 Board of Directors' Meetings be approved as presented.
10. IRVINE LAKE PIPELINE DISINFECTION FACILITY – REDUCTION OF RETENTION
- Recommendation: That the Board find that satisfactory progress has been made on the contract, authorize the reduction of retention from 10% to 5% of the contract amount, and release funds in excess of 5% of the contract amount from retention currently held for the Irvine Lake Pipeline Disinfection Facility, PR 10341.

ACTION CALENDAR

<p>11. <u>RESOLUTION COMMENDING DAVE FERGUSON FOR HIS SERVICE TO THE DISTRICT</u></p> <p>Recommendation: That the Board adopt a resolution commending Dave Ferguson for his service to the District.</p>	<p>Reso No. 2005 -</p>
<p>12. <u>ANNUAL BOARD OF DIRECTORS' FEES</u></p> <p>Recommendation: That the Board accept the 5% automatic compensation increase in Director fees for calendar year 2006, increasing the fees from \$195.00 per meeting to \$204.75 per meeting, effective January 1, 2006.</p>	
<p>13. <u>PROPOSED CONSUMER PRICE INDEX CHANGES TO SALARY GRADE SCHEDULE AND EMPLOYEE COST OF LIVING ADJUSTMENTS</u></p> <p>Recommendation: That the Board approve a 5.81% increase to the salary grade ranges and a 5.81% cost of living adjustment (COLA) for each employee, both effective December 1, 2005; and adopt a resolution rescinding Resolution No. 2005- 22 and establishing a revised schedule of positions and salary rate ranges.</p>	<p>Reso No. 2005 -</p>
<p>14. <u>2004-05 AUDITED FINANCIAL STATEMENTS</u></p> <p>Recommendation: That the Board approve the Audited Financial Statements for Fiscal Year 2004/05.</p>	
<p>15. <u>RESOLUTION OF INTENT TO CONSOLIDATE IRVINE RANCH WATER DISTRICT AND SANTIAGO COUNTY WATER DISTRICT</u></p> <p>Recommendation: That the Board adopt a resolution declaring IRWD's intention to implement steps necessary to consolidate with Santiago Water District and direct staff to prepare a Pre-Consolidation Agreement.</p>	<p>Reso No. 2005 -</p>
<p>16. <u>MEMORANDUM OF UNDERSTANDING EXTENSION, ADDITIONAL DUE DILIGENCE, AND OPTION TO ACQUIRE PROPERTY FOR WATER BANKING PROGRAM WITH SEMITROPIC WATER STORAGE DISTRICT</u></p> <p>Recommendation: Approve a six month extension to IRWD's Memorandum of Understanding (MOU) with the Semitropic Water Storage District and direct staff to update the Board on the status of the MOU after three months; approve an increase in the Capital Budget and expenditure authorization for Project 10765 from \$258,500 to \$610,500; approve Variance No. 3 to IRWD's contract with Western Development and Storage in the amount of \$213,711; authorize the General Manager to execute a Letter agreement with Semitropic WSD for IRWD to reimburse Semitropic for 75% of pilot pond construction costs in an amount not to exceed \$156,000 and for IRWD to receive reimbursement for 25% of the work conducted by Western Development and storage; and authorize staff to release up to \$840,000 in funds on deposit with Semitropic WSD for the joint purchase with Semitropic of approximately 160 acres of land in Section 16.</p>	

OTHER BUSINESS

Pursuant to Government Code Section 54954.2, members of the Board of Directors or staff may ask questions for clarification, make brief announcements, make brief reports on his/her own activities. The Board or a Board member may provide a reference to staff or other resources for factual information, request the staff to report back at a subsequent meeting concerning any matter, or direct the staff to place a matter of business on a future agenda. Such matters may be brought up under the General Manager's Report or Directors' Comments.

17. A. General Manager's Report

B. Directors' Comments

1)

2)

3)

OTHER BUSINESS - Continued

B. Directors' Comments - Continued

4)

5)

C. Adjournment

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The Irvine Ranch Water District Board Room is wheelchair accessible. If you require any special disability-related accommodations (e.g., access to an amplified sound system, etc.) please contact the District Secretary at (949) 453-5300 during business hours at least seventy-two (72) hours prior to the scheduled meeting. This agenda can be obtained in alternative format upon written request to the District Secretary at least seventy-two (72) hours prior to the scheduled meeting.