

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

June 26, 2006

PLEDGE OF ALLEGIANCE

CALL TO ORDER

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

ROLL CALL

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

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.

WORKSHOP

Next Resolution No. 2006 - 19

3. **PROPOSED FISCAL YEAR 2006/07 OPERATING BUDGET AND CHANGES TO THE SCHEDULE OF RATE AND CHARGES**

Recommendation: That the Board adopt the following two resolutions:

- 1) Approving District's Operating Budget for Fiscal Year 2006/07 and determining compliance with Article XIII B of California Constitution; and
- 2) Rescinding Resolution No. 2005-35 and adopting changes to the Schedule of Rates and Charges for Water, Sewer and Reclaimed Water Service.

Reso No. 2006-

Reso No. 2006-

CONSENT CALENDAR

Items 4 - 18

4. **MINUTES OF BOARD MEETINGS**

Recommendation: That the minutes of the June 12, 2006 Board of Directors' meeting be approved as presented.

CONSENT CALENDAR

Next Resolution No. 2006 - 19

Items 4 - 18

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

Recommendation: Ratify/approve the meetings and events for Mary Aileen Matheis, Darryl Miller, Doug Reinhart, Peer Swan and John Withers.

6. STRATEGIC MEASURES DASHBOARDS

Recommendation: Receive and file the Strategic Measures Dashboards.

7. MAY 2006 FINANCIAL REPORTS

Recommendation: Receive and file the Treasurer's Investment Summary Report and the Monthly Interest Rate SWAP Summary for May 2006; and approve the May 2006 Summary of Wire Transfers and ACH payments in the total amount of \$8,430,765.51; and the May 2006 Warrant Nos. 266952 through 270698, Workers' Compensation Distributions and voided checks in the total amount of \$20,722,189.24.

8. STATE LEGISLATIVE UPDATE

Recommendation: That the Board take a support position on AB 2619 (Daucher) relating to the Orange County Water District.

9. 2006 SELECTION OF STATE LOBBYIST AND LOCAL GOVERNMENT CONSULTANT

Recommendation: That the Board approve a Professional Services Agreement for a term of six months with Isenberg/O'Haren in the amount of \$6,500 per month retainer plus reimbursable direct expenses for a total not to exceed \$42,900 and a Professional Services Agreement for a term of three months with Curt Pringle and Associates in the amount of \$5,000 per month retainer plus reimbursable direct expenses for a total not to exceed \$16,500.

10. REMARKETING AGENT REVIEW AND REBALANCING OF DAILY RATE BOND ISSUES

Recommendation: That the Board adopt a Resolution authorizing replacement of remarketing agents.

Reso No. 2006-

11. RESOLUTION ESTABLISHING POLICIES AND PROCEDURES IN ACCORDANCE WITH SB 1087

Recommendation: That the Board adopt a resolution establishing Policies and Procedures for provision of Water and Sewer Service to developments that include housing units affordable to lower income households (Government Code Section 65589.7).

Reso No. 2006-

CONSENT CALENDAR

Next Resolution No. 2006 - 19

Items 4 - 18

12. AGREEMENT BETWEEN KERN WATER BANK AUTHORITY, IRVINE RANCH WATER DISTRICT AND ROSEDALE-RIO BRAVO WATER STORAGE DISTRICT FOR USE OF STRAND SIPHONS, BORROW PIT AND DELIVERY CHANNEL

Recommendation: That the Board approve and ratify the General Manager's Execution of Agreement with the Kern Water Bank Authority and Rosedale Rio-Bravo Water Storage District for the use of strand, siphons, borrow pit and delivery channel.

13. WATER OPERATIONS FISCAL YEAR 2006/07 EXPENDITURE AUTHORIZATIONS

Recommendation: That the Board approve Expenditure Authorizations for project numbers 10383, 10907, 10707, 10705, and 30705 for \$336,000, \$133,100, \$126,600, \$396,000, and \$137,500.

14. THE DISTRICT AT TUSTIN LEGACY-VESTAR DEVELOPMENT (PHASE II) CONSTRUCTION MANAGEMENT AND EXPENDITURE AUTHORIZATION APPROVAL

Recommendation: That the Board authorize budget increases for Fiscal Year 2005/06 for project 10871 by \$9,000, from \$756,300 to \$765,300; project 30871 by \$9,000, from \$360,300 to \$369,300; project 10879 by \$9,700, from \$1,018,100 to \$1,027,800; project 20879 by \$9,700, from \$806,900 to \$816,600; project 30879 by \$9,700, from \$408,700 to \$418,400; project 10882 by \$9,700, from \$970,800 to \$980,500; project 20882 by \$9,700, from \$689,200 to \$698,900; project 30882 by \$9,700, from \$369,100 to \$378,800; approve Expenditure Authorizations for projects 10871 and 30781 for \$9,000 each, 10879, 20879, 30879, 10882, 20882 and 30882 for \$9,700 each; and authorize the General Manager to execute a contract with Boyle Engineering Corporation for construction project management in the amount of \$69,741.

15. FISCAL YEAR 2006/07 EXPENDITURE AUTHORIZATIONS

Recommendation: That the Board approve Expenditure Authorizations for Fiscal Year 2006/07 for \$71,500 for the engineering planning study reserve, project 10555; \$15,309,000 for OCSD CORF, project 20107; and \$89,100 for the Reclaimed Water Conversions, project 30219.

16. CONSTRUCTION MANUAL REVISIONS - CONSULTANT SELECTION

Recommendation: That the Board authorize the General Manager to execute a Professional Services Agreement with TRC Solutions for \$79,574 for Construction Manual Revisions, projects 11034, 21034 and 31034.

CONSENT CALENDAR

Next Resolution No. 2006 - 19

Items 4 - 18

17. EL TORO ROAD SEWER EXTENSION – EXPENDITURE AUTHORIZATION AND FINAL ACCEPTANCE

Recommendation: That the Board authorize a budget increase to the Fiscal Year 2005/06 Capital Budget for project 20219 by \$38,100, from \$1,060,400 to \$1,098,500; approve an Expenditure Authorization for \$38,100 for project 20219; accept construction of the El Toro Road Sewer Extension project, project 20219; 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.

18. REIMBURSEMENT OF BOARD MEMBER FOR CONFERENCE/TRAVEL/ BUSINESS EXPENSES

Recommendation: That the Board approve the March 2005 through May 2006 Expense Reports submitted for reimbursement of board of director conference, travel and business expenses incurred by Director Swan, including ratification of various meetings.

ACTION CALENDAR

19. SELF-INSURED WORKERS' COMPENSATION COVERAGE

Recommendation: That the Board authorize that the District continue to Self-Insure Workers' Compensation coverage using our current providers and bind coverage with California State Association of Counties (CSAC) excess insurance authority at the \$125,000 self-insured retention level.

20. CABINLAND PUMP STATION CONSTRUCTION EXPENDITURE AUTHORIZATION

Recommendation: That the Board authorize a budget increase to the Fiscal Year 2006/07 Capital Budget effective July 1, 2006, for project 11146 by \$140,200, from \$197,400 to \$337,600; approve an Expenditure Authorization for \$337,600; and authorize the General Manager to execute a contract with Watson Mechanical, Inc. for \$229,700 for construction of the Cabinland Pump Station, project 11146.

21. DYER ROAD WELL FIELD STARTER REPLACEMENT PROJECT EXPENDITURE AUTHORIZATION AND CONSTRUCTION AWARD

Recommendation: That the Board authorize the General Manager to execute a contract with Action Electric Corporation for \$276,305 for the Dyer Road Well Field Starter Replacement Project and approve an Expenditure Authorization for \$304,000 for this project (Project Number 10534).

ACTION CALENDAR - Continued

Next Resolution No. 2006 - 19

22. VALUE ENGINEERING ANALYSIS LOS ALISO WATER RECLAMATION PLAN (LAWRP) 2006 UPGRADE

Recommendation: That the Board authorize budget increases for Fiscal Year 2005/06 for project 20243 by \$357,300, from \$5,603,100 to \$5,960,400; and project 30314 by \$193,400, from \$5,125,400 to \$5,319,800; approve Expenditure Authorizations for project 20243 for \$455,500 and for project 30314 for \$193,400; and authorize the General Manager to approve Variance No. 7 in the amount of \$216,900 to complete the design phase of the LAWRP 2005 upgrades.

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.

23. A. General Manager's Report

B. Directors' Comments

1)

2)

OTHER BUSINESS - Continued

B. Directors' Comments

3)

4)

5)

C. **CLOSED SESSION WITH LEGAL COUNSEL:** Anticipated litigation; Government Code Section 54956.9(b); significant exposure to litigation (one potential case).

D. **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.