

MINUTES OF REGULAR MEETING – OCTOBER 12, 2015

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 LaMar on October 12, 2015 in the District office, 15600 Sand Canyon Avenue, Irvine, California.

Directors Present: Reinhart, LaMar and Swan.

Directors Absent: Withers and Matheis.

Also Present: General Manager Cook, Executive Director of Finance and Administration Clary, Executive Director of Engineering and Planning Burton, Executive Director of Water Policy Weghorst, Director of Water Resources Sanchez, Director of Human Resources Roney, Executive Director of Operations Sheilds, Director of Treasury and Risk Management Jacobson, Legal Counsel Arneson, Secretary Bonkowski, Ms. Christine Compton, Mr. Matt Veeh, Mr. Eric Akiyoshi, Ms. Debbie Kanoff, Mr. Bruce Newell, Mr. Jim Reed, and other members of the public and staff.

WRITTEN AND ORAL COMMUNICATIONS: None.

CONSENT CALENDAR

Relative to Item No. 4, Director Reinhart noted that he will not be able to attend a meeting with the South Orange County Agencies' group on October 21, 2015 as listed. There being no further comments, on MOTION by Swan, seconded and unanimously carried, CONSENT CALENDAR ITEMS THROUGH THROUGH 6 WERE APPROVED AS FOLLOWS:

3. MINUTES OF REGULAR BOARD MEETING

Recommendation: That the minutes of the September 28, 2015 Regular Board meeting be approved as presented.

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

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

CONSENT CALENDAR (CONTINUED)

5. RESOLUTION OF COMMENDATION FOR LAURENCE LIZOTTE

Recommendation: That the Board adopt the following resolution by title commending Laurence Lizotte for his years of dedicated service to Moulton Niguel Water District.

RESOLUTION NO. 2015-29

RESOLUTION OF THE BOARD OF DIRECTORS
OF THE IRVINE RANCH WATER DISTRICT
COMMENDING MR. LAURENCE R. LIZOTTE
FOR HIS YEARS OF DEDICATED SERVICE TO
MOULTON NIGUEL WATER DISTRICT

6. 2015 LEGISLATIVE UPDATE

Recommendation: Receive and file.

ACTION CALENDAR

WATER SUPPLY RELIABILITY STUDY BUDGET INCREASE

General Manager Cook reported that in 2014, the Board approved a Professional Services Agreement with HDR Engineering, Inc. to update the District's 2008 Water Supply Reliability Study which would include evaluation of impacts of various supply and system interruption scenarios and will include development of enhanced modeling tools.

Using a PowerPoint presentation, Director of Water Resources Sanchez reported on the study's objectives; an IRWD project overview; demands and supply forecasts; coordination efforts with regional planning; scenario development; modeling; and schedule.

Ms. Sanchez then noted that to enhance this update to the Water Supply Reliability Study, staff has determined that additional work is required that was not included in HDR's original scope of work. The additional work to be performed by HDR includes: 1) additional project management requirements to align IRWD's Water Supply Reliability Study with information being developed by the Municipal Water District of Orange County (MWDOC) for its Orange County Reliability Study as well as information being developed by Metropolitan Water District of Southern California (Metropolitan) for its Integrated Resources Plan update. Included are two additional meetings that are needed to further coordinate with Metropolitan and MWDOC. The variance also includes: 1) additional project management time to accommodate weekly conference calls requested by staff; 2) a requirement to conduct an additional workshop to provide input to HDR relative to the Demand Tool that is being developed for the Water Supply Reliability Study; 3) a workshop that will allow HDR and staff to discuss the complexity of the Orange County Groundwater Basin supply sources and to conceptualize how the Orange County Groundwater Basin will be simulated in the model that is being developed to evaluate each supply and system

reliability scenario; 4) a scenario planning workshop with staff and various technical experts; and 5) inclusion of one additional scenario in the preparation of the updated Water Supply Reliability Study. This request will allow the evaluation of multiple levels of uncertainties in future Colorado River flows. Following discussion on the Board's interest relative to additional analysis and input, President LaMar asked staff to schedule a future workshop on this item. On MOTION by LaMar, seconded and unanimously carried, THE BOARD AUTHORIZED A BUDGET INCREASE TO THE FY 2015-16 CAPITAL BUDGET IN THE AMOUNT OF \$72,500 FOR PROJECT 11808 (6013).

SAND CANYON PROFESSIONAL CENTER – PHASE II DEVELOPMENT DESIGN CONSULTANT RECOMMENDATIONS

Director of Treasury and Risk Management Jacobson reported that Phase II of the District's approved Sand Canyon Professional Center's master plan includes the planned construction of the 71,000 square foot professional office building on the remaining vacant land. Mr. Jacobson said that with improvements in office construction and leasing activity in the Irvine area, the District's brokers began marketing a build-to-suit office building on the site in June 2014. Based on initial feedback and concerns expressed by potential tenants and other commercial brokers regarding the previous conceptual building design, IRWD retained architects Ware Malcomb to provide revised conceptual designs for the future Phase II office building.

Mr. Jacobson said that staff identified and requested proposals from three qualified firms to provide architectural, engineering and landscape design services for the Phase II office project and included LPA (architect for the Sand Canyon headquarters facility), Lee & Sakahara Architects (architect for the District's medical office property) and Ware Malcomb. Based on proposals received, staff recommends that the District retain Ware Malcomb to provide required architectural services for the project. Mr. Jacobson said that staff also requested proposals from three qualified firms to provide civil engineering services for this project and included Fuscoe Engineering, RBF Consulting and Hall & Foreman of which the latter did not submit a proposal. He said based on the proposals received, staff recommends that Fuscoe Engineering be retained to provide required civil engineering services for the project.

Director Swan reported that this item was reviewed by the Asset Management Committee on December 9, 2014, March 12, 2015, June 30, 2015 and September 29, 2015, and with the current economic situation recovering and limited vacant professional offices, the Committee concurs with the staff recommendation. On MOTION by Swan, seconded and unanimously carried, THE BOARD APPROVED THE RETENTION OF WARE MALCOMB TO PROVIDE ARCHITECTURAL SERVICES FOR THE SAND CANYON PROFESSIONAL CENTER PHASE II OFFICE BUILDING; AUTHORIZED THE GENERAL MANAGER TO EXECUTE A CONTRACT WITH WARE MALCOMB FOR AN AMOUNT NOT TO EXCEED \$419,000; APPROVED THE RETENTION OF FUSCOE ENGINEERING TO PROVIDE CIVIL ENGINEERING SERVICES FOR THE SAND CANYON PROFESSIONAL CENTER PHASE II OFFICE BUILDING AND AUTHORIZED THE GENERAL MANAGER TO EXECUTE A CONTRACT WITH FUSCOE ENGINEERING FOR AN AMOUNT NOT TO EXCEED \$143,000.

GENERAL MANAGER’S REPORT

General Manager Cook reported on today’s management team meeting discussing potential goals and target activities for 2016 in preparation of November’s Strategic Planning Workshop.

Mr. Cook also reported on water conservation efforts for September which were 13% for potable water. Ms. Fiona Sanchez provided an update on next steps for additional conservation efforts.

DIRECTORS’ COMMENTS

Director Swan said that he attended a Clean Tech Orange County conference, a MWDOC Board workshop, a WACO meeting, a Newport Beach Chamber of Commerce meeting, a tour of projects in the Newport Bay Watershed, and an Irvine Historical Society event.

Director Reinhart reported that he attended his regular monthly meetings.

Director LaMar reported that he attended a WACO meeting, the 2015 Solar Decathlon’s opening ceremony in Irvine, and a Natural Communities meeting.

Consultants Newell and Reed reported on meetings they attended on the District’s behalf.

ADJOURNMENT

Director La Mar adjourned the meeting at 6:10 p.m.

APPROVED and SIGNED this 26th day of October, 2015.

President, IRVINE RANCH WATER DISTRICT

Secretary IRVINE RANCH WATER DISTRICT

APPROVED AS TO FORM:

Legal Counsel - Bowie, Arneson, Wiles & Giannone