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Satisfying our Community's
Water Needs

**MINUTES OF THE BOARD OF DIRECTORS
MESA WATER DISTRICT
Thursday, March 8, 2018
1965 Placentia Avenue, Costa Mesa, CA 92627
6:00 p.m. Regular Board Meeting**

CALL TO ORDER

The meeting of the Board of Directors was called to order on March 8, 2018, at 6:00 p.m. by President Atkinson at the District Office Boardroom, located at 1965 Placentia Avenue, Costa Mesa, California.

PLEDGE OF ALLEGIANCE

Director Dewane led the Pledge of Allegiance.

Directors Present

Jim Atkinson, President
Fred R. Bockmiller, P.E., Vice President
Marice H. DePasquale, Director
Shawn Dewane, Director
James R. Fisler, Director

Directors Absent

None

Staff Present

Paul E. Shoenberger, P.E., General Manager
Phil Lauri, P. E., Assistant General Manager
Denise Garcia, Administrative Services Manager/
District Secretary
Marwan Khalifa, CPA, MBA, Chief Financial Officer/
District Treasurer
Stacie Sheek, Customer Services Manager
Stacy Taylor, External Affairs Manager
Dustin Burnside, Water Operations Supervisor
Rob Anslow, Partner, Atkinson, Andelson, Loya, Ruud & Romo

Others Present

Michael R. Markus, General Manager, Orange County Water District (OCWD)
Mark J. Austin, Partner, Rutan & Tucker, LLP *(via teleconference)*
Anna Vrska, Member of the Public

PUBLIC COMMENTS

President Atkinson asked for public comments on items not on the agenda. There were no comments and President Atkinson proceeded with the meeting.

ITEMS TO BE ADDED, REMOVED, OR REORDERED ON THE AGENDA

General Manager Shoenberger recommended reordering the agenda to defer Item 15 and to take Item 16 after the Consent Calendar, followed by Items 21 and 22. There were no objections.

CONSENT CALENDAR ITEMS:

1. Approve minutes of regular Board meeting of February 8, 2018.
2. Approve minutes of special Board meeting of February 15, 2018.
3. Approve minutes of special Board meeting of February 20, 2018.
4. Approve minutes of special Board meeting of February 26, 2018.
5. Approve attendance considerations (additions, changes, deletions).
6. Board Schedule:
 - Conferences, Seminars, and Meetings
 - Board Calendar
 - Upcoming Community Outreach Events
7. Award a contract to Dudek Engineering to provide Construction Management Services for the OC-44 Pipeline Rehabilitation Project in the amount of \$253,720 with a 10% contingency for a not-to-exceed amount of \$279,092, and authorize execution of the contract.
8. Award contracts to Academy Electric, Inc., A.C. Pozos Electric Corporation, and Leed Electric, Inc. for \$100,000 per year for five years for a not-to-exceed amount of \$500,000, with two one-year renewal options to provide On-Call Electrical Contracting, and authorize execution of the contracts.
9. Support the Association of California Water Agencies' No Drinking Water Tax Education and Outreach Campaign in the amount of \$10,000.
10. Support the preparation of "A New Policy Agenda" by Chapman University's Argyros School of Business and Economics, C. Larry Hoag Center in the amount of \$12,500.
11. Award a contract to Paperless Business Systems in the amount of \$112,649 to provide eRequester software and services, and authorize the General Manager to execute the contract.
12. Approve the nomination of James R. Fisler to the alternate special district seat on the Orange County Local Agency Formation Commission and authorize Jim Atkinson to be the voting delegate and Vice President Fred R. Bockmiller, P.E. as the alternate for the Special District Seats Election.

President Atkinson asked for comments from the public. There were no comments.

MOTION

Motion by Director Fisler, second by Director DePasquale, to approve Items 1 - 12 of the Consent Calendar. Motion passed 5-0.

PRESENTATION AND DISCUSSION ITEMS:

Item 16 - ORANGE COUNTY WATER DISTRICT BRIEFING:

GM Shoenberger introduced OCWD General Manager Mike Markus who proceeded with a briefing which highlighted the following topics:

- Groundwater Basin Conditions
- FY2017-18 In-Lieu Deliveries to Date
- GWRS Final Expansion
- FY2018-19 Replenishment Assessment (RA) & Basin Production Percentage (BPP)
- Ocean Desalination Update
- Potential Storage & Exchange Programs

Mr. Markus responded to questions from the Board and they thanked him for the briefing.

CLOSED SESSION:

President Atkinson asked for comments from the public.

There were no comments and President Atkinson announced the Board was going into Closed Session at 6:54 p.m.

Item 21 - CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION:

Pursuant to California Government Code Sections 54956.9 (d) (1) and 54954.5 (c)
Case: *Costa Mesa Sanitary District v. Mesa Water District*
Case No. 30-2017-00923819-CU-PT-CJC

The Board returned to Open Session at 7:53 p.m.

District Secretary Garcia announced that the Board conducted one Closed Session with the General Manager, Assistant General Manager, District Secretary and Special Legal Counsel pursuant to California Government Code Sections 54956.9 (d) (1) and 54954.5 (c). The Board received information and there was no further announcement.

ACTION ITEMS:

13. SPECIAL LEGAL SERVICES:

President Atkinson asked for comments from the public. There were no comments.

MOTION

Motion by Vice President Bockmiller, second by Director Dewane, to approve an amendment to the special legal services contract with Rutan & Tucker for an amount not to exceed \$150,000. Motion passed 5-0.

RECESS

President Atkinson declared a recess at 7:55 p.m. in order to conduct the Mesa Consolidated Water District Improvement Corporation Annual Meeting.

14. MESA CONSOLIDATED WATER DISTRICT IMPROVEMENT CORPORATION ANNUAL MEETING:

The Board meeting reconvened at 8:10 p.m.

PRESENTATION AND DISCUSSION ITEMS:

15. MUNICIPAL WATER DISTRICT OF ORANGE COUNTY BRIEFING:

Item deferred to the next regular Board meeting.

16. ORANGE COUNTY WATER DISTRICT BRIEFING:

Item taken earlier on the agenda.

REPORTS:

17. REPORT OF THE GENERAL MANAGER:

- February Key Indicators Report
- Other (no enclosure)

18. DIRECTORS' REPORTS AND COMMENTS:

INFORMATION ITEMS:

19. DIRECTORS' REPORTS (AB 1234) PER CA GOVERNMENT CODE SECTION 53232.3 (D)

20. OTHER (NO ENCLOSURE)

CLOSED SESSION:

21. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION:

Pursuant to California Government Code Sections 54956.9 (d) (1) and 54954.5 (c)

Case: *Costa Mesa Sanitary District v. Mesa Water District*

Case No. 30-2017-00923819-CU-PT-CJC

Item taken earlier on the agenda.

ACTION ITEMS:

22. SPECIAL DISTRICTS SHARED EFFICIENCIES:

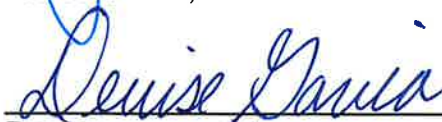
Item not taken.

President Atkinson adjourned the meeting at 8:27 p.m. to an adjourned Regular Board Meeting scheduled for Monday, March 26, 2018, at 9:00 a.m.

Approved:



Jim Atkinson, President



Denise Garcia, District Secretary

Recording Secretary: Sharon D. Brimer