

**ORANGE COUNTY SANITATION DISTRICT
BOARD OF DIRECTORS**

AND

**ORANGE COUNTY SANITATION DISTRICT
FINANCING CORPORATION
BOARD OF DIRECTORS**

MINUTES

JUNE 28, 2023



**Board Room
Administration Building
10844 Ellis Avenue
Fountain Valley, CA 92708
(714) 593-7433**

CALL TO ORDER

A regular meeting of the Board of Directors of the Orange County Sanitation District was called to order by Board Chairman Chad Wanke on Wednesday, June 28, 2023 at 6:05 p.m. in the Administration Building of the Orange County Sanitation District. Director Steve Jones delivered the invocation and led the Pledge of Allegiance.

ROLL CALL AND DECLARATION OF QUORUM

The Clerk of the Board declared a quorum present as follows:

PRESENT: Brad Avery, Pat Burns, Doug Chaffee, Jon Dumitru, Rose Espinoza, Ryan Gallagher, Glenn Grandis, Phil Hawkins, Johnathan Ryan Hernandez, Steve Jones, Christine Marick, Jordan Nefulda, Andrew Nguyen, Robert Ooten, Robbie Pitts, David Shawver, Susan Sonne, Schelly Sustarsic, Chad Wanke, Bruce Whitaker, John Withers, Debbie Baker (Alternate), Natalie Meeks (Alternate) and Bonnie Peat (Alternate)

ABSENT: Farrah Khan

STAFF PRESENT: Rob Thompson, General Manager; Lorenzo Tyner, Assistant General Manager; Michael Dorman, Director of Engineering; Laura Maravilla, Director of Human Resources; Riaz Moinuddin, Director of Operations and Maintenance; Wally Ritchie, Director of Finance; Lan Wiborg, Director of Environmental Services; Kelly Lore, Clerk of the Board; Mo Abiodun; Jennifer Cabral; Thys DeVries; Brian Engeln; Rob Michaels; Valerie Ratto; Eros Yong; and Ruth Zintzun were present in the Board Room. Tina Knapp was in attendance telephonically.

OTHERS PRESENT: Brad Hogin, General Counsel; Finn Wanke; and Jesus Gaona Perez were present in the Board Room.

PUBLIC COMMENTS:

None.

SPECIAL PRESENTATIONS:**1. EMPLOYEE SERVICE AWARDS****[2023-3024](#)**

Originator: Kelly Lore

General Manager Rob Thompson presented the following:

20-year Service Award

Riaz Moinuddin, Director of Operations and Maintenance - Division 810

REPORTS:

Chair Wanke reported on the Honor Walk celebration held today where former employees Marc Dubois and Jack Ellis and former Board Members Larry Crandall and Jim Ferryman were recognized with a personalized brick in front of the Administration Building.

Chair Wanke provided a recap of the items covered in the recent Strategic Planning process which included the policy areas and initiatives. He stated the Levels of Service and the Core Values were covered at the last Committee meetings; and next month the Risk Register will be presented.

Chair Wanke stated that the Directors would receive talking points regarding OC San activities to assist while reporting out to their Councils, Boards, and community groups.

Mr. Thompson provided an update to the recent insurance claim of \$4,381,478 OC San filed for the CenGen Engine #1 breakdown. He reported that payments of \$1,796,406 have been received to date from the various insurance carriers; and OC San anticipates receiving the balance this year. OC San's insurance carriers are seeking recovery from the vendor and the vendor's insurance carriers.

Mr. Thompson reported that tours have recently been provided to staff and Council members of Stanton, Los Alamitos, Garden Grove, Anaheim, Placentia, and Fullerton. Tomorrow, both he and Chair Wanke would be providing a tour for the Korean Delegation.

Mr. Thompson announced that OC San and OCWD were recognized by the Construction Management Association of America for the final completion of the Groundwater Replenishment System and received the Project Achievement award for Innovation and Implementation of Technology for water/wastewater projects.

Mr. Thompson provided an overview of the presentation of the GM work plan for FY 2023-24 and the GM year-end work plan for FY 2022-23 which were provided to the Steering Committee. The final FY 2023-24 work plan will be brought to the Board next month for approval.

Mr. Thompson stated OC San Administrative Offices would be closed on Tuesday, July 4 in observance of Independence Day.

Mr. Thompson requested that the Board meeting be adjourned in memory of former Board Member Allan (Doc) Bernstein from the City of Tustin; and OC San employee John French who passed away unexpectedly on June 16.

General Counsel Brad Hogin provided a brief report on a claim received today arising out of an automobile accident that occurred on December 6, 2022 at an OC San Construction project in the City of Westminster. He stated the claim would be procedurally denied for untimely filing. Mr. Hogin will provide additional information at the next meeting.

CONSENT CALENDAR:**2. APPROVAL OF MINUTES**[2023-3025](#)**Originator:** Kelly Lore

MOVED, SECONDED, AND DULY CARRIED TO:

Approve minutes of the Regular meeting of the Board of Directors held May 24, 2023.

AYES: Brad Avery, Pat Burns, Doug Chaffee, Jon Dumitru, Ryan Gallagher, Glenn Grandis, Phil Hawkins, Johnathan Ryan Hernandez, Steve Jones, Christine Marick, Jordan Nefulda, Andrew Nguyen, Robert Ooten, Robbie Pitts, David Shawver, Susan Sonne, Schelly Sustarsic, Chad Wanke, Bruce Whitaker, John Withers, Debbie Baker (Alternate), Natalie Meeks (Alternate) and Bonnie Peat (Alternate)**NOES:** None**ABSENT:** Farrah Khan**ABSTENTIONS:** Rose Espinoza**RECEIVE AND FILE:****3. COMMITTEE MEETING MINUTES**[2023-2726](#)**Originator:** Kelly Lore

WITHOUT OBJECTION ACTION TAKEN TO RECEIVE AND FILE THE FOLLOWING:

- A. Minutes of the Steering Committee Meeting held April 26, 2023
- B. Minutes of the Operations Committee Meeting held May 3, 2023
- C. Minutes of the Administration Committee Meeting held May 10, 2023

4. REPORT OF THE INVESTMENT TRANSACTIONS FOR THE MONTH OF MAY 2023[2023-2853](#)**Originator:** Wally Ritchie

WITHOUT OBJECTION ACTION TAKEN TO RECEIVE AND FILE THE FOLLOWING:

Report of the Investment Transactions for the month of May 2023.

OPERATIONS COMMITTEE:**5. ENGINEERING PROGRAM CONTRACT PERFORMANCE REPORT**[2023-3036](#)**Originator:** Mike Dorman

MOVED, SECONDED, AND DULY CARRIED TO:

Receive and file the Engineering Program Contract Performance Report for the period ending March 31, 2023.

AYES: Brad Avery, Pat Burns, Doug Chaffee, Jon Dumitru, Rose Espinoza, Ryan Gallagher, Glenn Grandis, Phil Hawkins, Johnathan Ryan Hernandez, Steve Jones, Christine Marick, Jordan Nefulda, Andrew Nguyen, Robert Ooten, Robbie Pitts, David Shawver, Susan Sonne, Schelly Sustarsic, Chad Wanke, Bruce Whitaker, John Withers, Debbie Baker (Alternate), Natalie Meeks (Alternate) and Bonnie Peat (Alternate)

NOES: None

ABSENT: Farrah Khan

ABSTENTIONS: None

6. LIQUID OXYGEN (LOX) PURCHASE, SPECIFICATION NO. C-2023-1398BD

[2023-3037](#)

Originator: Riaz Moinuddin

MOVED, SECONDED, AND DULY CARRIED TO:

- A. Approve a Chemical Supplier Agreement to Airgas USA, LLC for the purchase of liquid oxygen, Specification No. C-2023-1398BD for the period beginning August 21, 2023 through August 20, 2024, for a unit price of \$0.53 per centum cubic feet (ccf) delivered, plus applicable sales tax, for a total estimated annual amount of \$912,000; with four one-year renewal options; and
- B. Authorize unit price adjustment of up to 15% annually using mutually acceptable price indices for subsequent agreement renewal periods.

AYES: Brad Avery, Pat Burns, Doug Chaffee, Jon Dumitru, Rose Espinoza, Ryan Gallagher, Glenn Grandis, Phil Hawkins, Johnathan Ryan Hernandez, Steve Jones, Christine Marick, Jordan Nefulda, Andrew Nguyen, Robert Ooten, Robbie Pitts, David Shawver, Susan Sonne, Schelly Sustarsic, Chad Wanke, Bruce Whitaker, John Withers, Debbie Baker (Alternate), Natalie Meeks (Alternate) and Bonnie Peat (Alternate)

NOES: None

ABSENT: Farrah Khan

ABSTENTIONS: None

7. MANHOLE REHABILITATION SERVICES, SPECIFICATION NO. S-2023-1391BD

[2023-3038](#)

Originator: Riaz Moinuddin

MOVED, SECONDED, AND DULY CARRIED TO:

- A. Approve a General Services Contract to Ayala Engineering, Inc. to provide Manhole Rehabilitation Services, Specification No. S-2023-1391BD for a total amount not to exceed \$881,750 for the period beginning July 1, 2023 through June 30, 2024, with four one-year renewal options; and
- B. Approve an annual contingency of \$132,263 (15%).

AYES: Brad Avery, Pat Burns, Doug Chaffee, Jon Dumitru, Rose Espinoza, Ryan Gallagher, Glenn Grandis, Phil Hawkins, Johnathan Ryan Hernandez, Steve Jones, Christine Marick, Jordan Nefulda, Andrew Nguyen, Robert Ooten, Robbie Pitts, David Shawver, Susan Sonne, Schelly Sustarsic, Chad Wanke, Bruce Whitaker, John Withers, Debbie Baker (Alternate), Natalie Meeks (Alternate) and Bonnie Peat (Alternate)

NOES: None

ABSENT: Farrah Khan

ABSTENTIONS: None

**8. EPSA ELECTRICAL BUILDING AND DISTRIBUTION CENTER H
HVAC SYSTEM REPLACEMENT AT PLANT NO. 2, PROJECT NO.
SC22-01**

[2023-3039](#)

Originator: Mike Dorman

MOVED, SECONDED, AND DULY CARRIED TO:

- A. Approve a Purchase Order Contract to Trane U.S. Inc. for the EPSA Electrical Building and Distribution Center H HVAC System Replacement at Plant No. 2, Project No. SC22-01, utilizing the Omnia Cooperative Purchasing Agreement, Contract Number 3341, for a total amount not to exceed \$3,862,000; and
- B. Approve a contingency of \$386,200 (10%).

AYES: Brad Avery, Pat Burns, Doug Chaffee, Jon Dumitru, Rose Espinoza, Ryan Gallagher, Glenn Grandis, Phil Hawkins, Johnathan Ryan Hernandez, Steve Jones, Christine Marick, Jordan Nefulda, Andrew Nguyen, Robert Ooten, Robbie Pitts, David Shawver, Susan Sonne, Schelly Sustarsic, Chad Wanke, Bruce Whitaker, John Withers, Debbie Baker (Alternate), Natalie Meeks (Alternate) and Bonnie Peat (Alternate)

NOES: None

ABSENT: Farrah Khan

ABSTENTIONS: None

9. APPROVAL OF COOPERATIVE AGREEMENT WITH THE CITY OF FOUNTAIN VALLEY [2023-3040](#)

Originator: Mike Dorman

MOVED, SECONDED, AND DULY CARRIED TO:

Approve the Cooperative Agreement between Orange County Sanitation District and the City of Fountain Valley for installation of a traffic signal and authorize its execution and implementation.

AYES: Brad Avery, Pat Burns, Doug Chaffee, Jon Dumitru, Rose Espinoza, Ryan Gallagher, Glenn Grandis, Phil Hawkins, Johnathan Ryan Hernandez, Steve Jones, Christine Marick, Jordan Nefulda, Andrew Nguyen, Robert Ooten, Robbie Pitts, David Shawver, Susan Sonne, Schelly Sustarsic, Chad Wanke, Bruce Whitaker, John Withers, Debbie Baker (Alternate), Natalie Meeks (Alternate) and Bonnie Peat (Alternate)

NOES: None

ABSENT: Farrah Khan

ABSTENTIONS: None

ADMINISTRATION COMMITTEE:**10. ENVIRONMENTAL REGULATORY REPORTS** [2023-3053](#)

Originator: Lan Wiborg

MOVED, SECONDED, AND DULY CARRIED TO:

Receive and file environmental regulatory reports: Annual Biosolids Management Compliance Report CY 2022, Annual Pretreatment Program Report FY 2022 (July 2021-June 2022), Semi-Annual Pretreatment Program Report (July-December 2022), Annual Mandatory Reporting of Greenhouse Gas Emissions Report CY 2022, Annual Emissions Report CY 2022, and the Marine Monitoring Annual Report FY 2022 (July 2021-June 2022).

AYES: Brad Avery, Pat Burns, Doug Chaffee, Jon Dumitru, Rose Espinoza, Ryan Gallagher, Glenn Grandis, Phil Hawkins, Johnathan Ryan Hernandez, Steve Jones, Christine Marick, Jordan Nefulda, Andrew Nguyen, Robert Ooten, Robbie Pitts, David Shawver, Susan Sonne, Schelly Sustarsic, Chad Wanke, Bruce Whitaker, John Withers, Debbie Baker (Alternate), Natalie Meeks (Alternate) and Bonnie Peat (Alternate)

NOES: None

ABSENT: Farrah Khan

ABSTENTIONS: None

11. FY 2023-24 USE CHARGES FOR SANTA ANA WATERSHED PROJECT AUTHORITY[2023-3054](#)**Originator:** Wally Ritchie

MOVED, SECONDED, AND DULY CARRIED TO:

Adopt Resolution No. OC SAN 23-11, entitled: "A Resolution of the Board of Directors of the Orange County Sanitation District Establishing Use Charges for the 2023-24 Fiscal Year Pursuant to the Wastewater Treatment and Disposal Agreement with the Santa Ana Watershed Project Authority ("SAWPA")".

AYES: Brad Avery, Pat Burns, Doug Chaffee, Jon Dumitru, Rose Espinoza, Ryan Gallagher, Glenn Grandis, Phil Hawkins, Johnathan Ryan Hernandez, Steve Jones, Christine Marick, Jordan Nefulda, Andrew Nguyen, Robert Ooten, Robbie Pitts, David Shawver, Susan Sonne, Schelly Sustarsic, Chad Wanke, Bruce Whitaker, John Withers, Debbie Baker (Alternate), Natalie Meeks (Alternate) and Bonnie Peat (Alternate)

NOES: None

ABSENT: Farrah Khan

ABSTENTIONS: None

12. GANN APPROPRIATIONS LIMIT FOR FISCAL YEAR 2023-24[2023-3055](#)**Originator:** Wally Ritchie

MOVED, SECONDED, AND DULY CARRIED TO:

Adopt Resolution No. OC SAN 23-12, entitled: "A Resolution of the Board of Directors of the Orange County Sanitation District Establishing the Annual Appropriations Limit for Fiscal Year 2023-24 for the Orange County Sanitation District in Accordance with the Provisions of Division 9 of Title 1 of the California Government Code".

AYES: Brad Avery, Pat Burns, Doug Chaffee, Jon Dumitru, Rose Espinoza, Ryan Gallagher, Glenn Grandis, Phil Hawkins, Johnathan Ryan Hernandez, Steve Jones, Christine Marick, Jordan Nefulda, Andrew Nguyen, Robert Ooten, Robbie Pitts, David Shawver, Susan Sonne, Schelly Sustarsic, Chad Wanke, Bruce Whitaker, John Withers, Debbie Baker (Alternate), Natalie Meeks (Alternate) and Bonnie Peat (Alternate)

NOES: None

ABSENT: Farrah Khan

ABSTENTIONS: None

13. PMWEB MAINTENANCE AND SUPPORT RENEWAL[2023-3056](#)

Originator: Wally Ritchie

MOVED, SECONDED, AND DULY CARRIED TO:

- A. Approve a three (3) year Purchase Order contract with PMWeb Inc. for maintenance and support of PMWeb application, paying \$121,500 annually for a total amount not to exceed \$364,500; and
- B. Approve a contingency of \$36,450 (10%).

AYES: Brad Avery, Pat Burns, Doug Chaffee, Jon Dumitru, Rose Espinoza, Ryan Gallagher, Glenn Grandis, Phil Hawkins, Johnathan Ryan Hernandez, Steve Jones, Christine Marick, Jordan Nefulda, Andrew Nguyen, Robert Ooten, Robbie Pitts, David Shawver, Susan Sonne, Schelly Sustarsic, Chad Wanke, Bruce Whitaker, John Withers, Debbie Baker (Alternate), Natalie Meeks (Alternate) and Bonnie Peat (Alternate)

NOES: None

ABSENT: Farrah Khan

ABSTENTIONS: None

14. ESRI ENTERPRISE ADVANTAGE PROGRAM SUBSCRIPTION RENEWAL[2023-3057](#)

Originator: Wally Ritchie

MOVED, SECONDED, AND DULY CARRIED TO:

- A. Approve a Purchase Order Contract for a three-year contract with Environmental Systems Research Institute, Inc. to renew Orange County Sanitations District's subscription for the Enterprise Advantage Program, payable annually, commencing July 1, 2023, through June 30, 2026, for a total amount not to exceed \$310,500 plus applicable tax; and
- B. Approve a not to exceed contingency of \$31,050 (10%).

AYES: Brad Avery, Pat Burns, Doug Chaffee, Jon Dumitru, Rose Espinoza, Ryan Gallagher, Glenn Grandis, Phil Hawkins, Johnathan Ryan Hernandez, Steve Jones, Christine Marick, Jordan Nefulda, Andrew Nguyen, Robert Ooten, Robbie Pitts, David Shawver, Susan Sonne, Schelly Sustarsic, Chad Wanke, Bruce Whitaker, John Withers, Debbie Baker (Alternate), Natalie Meeks (Alternate) and Bonnie Peat (Alternate)

NOES: None

ABSENT: Farrah Khan

ABSTENTIONS: None

15. FINANCE BUDGET SOFTWARE IMPLEMENTATION[2023-3058](#)

Originator: Wally Ritchie

MOVED, SECONDED, AND DULY CARRIED TO:

A. Approve a Professional Services Agreement to TruEd Consulting, Inc. to provide Finance Budget Software and Implementation, Specification No. CS-2022-1362BD, for a total amount not to exceed \$441,000 for the Implementation Services portion; and

B. Approve a contingency of \$44,100 (10%).

AYES: Brad Avery, Pat Burns, Doug Chaffee, Jon Dumitru, Rose Espinoza, Ryan Gallagher, Glenn Grandis, Phil Hawkins, Johnathan Ryan Hernandez, Steve Jones, Christine Marick, Jordan Nefulda, Andrew Nguyen, Robert Ooten, Robbie Pitts, David Shawver, Susan Sonne, Schelly Sustarsic, Chad Wanke, Bruce Whitaker, John Withers, Debbie Baker (Alternate), Natalie Meeks (Alternate) and Bonnie Peat (Alternate)

NOES: None

ABSENT: Farrah Khan

ABSTENTIONS: None

16. CARAHSOFT SERVICE AGREEMENT[2023-3059](#)

Originator: Wally Ritchie

MOVED, SECONDED, AND DULY CARRIED TO:

A. Approve a Purchase Order for a five-year contract with Carahsoft for a Subscription Service Agreement with Anaplan Budget Software, payable annually, utilizing the NASPO ValuePoint Cooperative Purchasing Contract 7-17-70-40-05 for a total amount not to exceed \$713,876.36 plus pax and delivery (if applicable); and

B. Approve a contingency of \$71,388 (10%).

AYES: Brad Avery, Pat Burns, Doug Chaffee, Jon Dumitru, Rose Espinoza, Ryan Gallagher, Glenn Grandis, Phil Hawkins, Johnathan Ryan Hernandez, Steve Jones, Christine Marick, Jordan Nefulda, Andrew Nguyen, Robert Ooten, Robbie Pitts, David Shawver, Susan Sonne, Schelly Sustarsic, Chad Wanke, Bruce Whitaker, John Withers, Debbie Baker (Alternate), Natalie Meeks (Alternate) and Bonnie Peat (Alternate)

NOES: None

ABSENT: Farrah Khan

ABSTENTIONS: None

17. DISPOSITION OF UNCOLLECTIBLE DEBT - GOLDEN STATE PUMPING, LLC[2023-3060](#)**Originator:** Wally Ritchie

MOVED, SECONDED, AND DULY CARRIED TO:

Approve the discharge of uncollectible debt owed by Golden State Pumping, LLC in the amount of \$126,722.18.

AYES: Brad Avery, Pat Burns, Doug Chaffee, Jon Dumitru, Rose Espinoza, Ryan Gallagher, Glenn Grandis, Phil Hawkins, Johnathan Ryan Hernandez, Steve Jones, Christine Marick, Jordan Nefulda, Andrew Nguyen, Robert Ooten, Robbie Pitts, David Shawver, Susan Sonne, Schelly Sustarsic, Chad Wanke, Bruce Whitaker, John Withers, Debbie Baker (Alternate), Natalie Meeks (Alternate) and Bonnie Peat (Alternate)

NOES: None

ABSENT: Farrah Khan

ABSTENTIONS: None

18. FY 2023-24 PROPERTY - LIABILITY INSURANCE RENEWALS[2023-3061](#)**Originator:** Wally Ritchie

MOVED, SECONDED, AND DULY CARRIED TO:

Approve the Orange County Sanitation District FY 2023-24 Property-Liability Insurance Renewals included in the FY 2023-24 Budget Update for the not-to-exceed amounts specified below:

Property and Boiler & Machinery - Not to Exceed	\$2,617,059
Excess General Liability Insurance - Not to Exceed	\$1,247,262
Excess Workers' Compensation Insurance - Not to Exceed	\$ 391,000
Earthquake Insurance - Not to Exceed	\$ 173,054
TOTAL	\$4,428,375

AYES: Brad Avery, Pat Burns, Doug Chaffee, Jon Dumitru, Rose Espinoza, Ryan Gallagher, Glenn Grandis, Phil Hawkins, Johnathan Ryan Hernandez, Steve Jones, Christine Marick, Jordan Nefulda, Andrew Nguyen, Robert Ooten, Robbie Pitts, David Shawver, Susan Sonne, Schelly Sustarsic, Chad Wanke, Bruce Whitaker, John Withers, Debbie Baker (Alternate), Natalie Meeks (Alternate) and Bonnie Peat (Alternate)

NOES: None

ABSENT: Farrah Khan

ABSTENTIONS: None

STEERING COMMITTEE:**19. LEGISLATIVE AFFAIRS UPDATE FOR THE MONTH OF MAY 2023** [2023-3072](#)

Originator: Rob Thompson

MOVED, SECONDED, AND DULY CARRIED TO:

Receive and file the Legislative Affairs Update for the month of May 2023.

AYES: Brad Avery, Pat Burns, Doug Chaffee, Jon Dumitru, Rose Espinoza, Ryan Gallagher, Glenn Grandis, Phil Hawkins, Johnathan Ryan Hernandez, Steve Jones, Christine Marick, Jordan Nefulda, Andrew Nguyen, Robert Ooten, Robbie Pitts, David Shawver, Susan Sonne, Schelly Sustarsic, Chad Wanke, Bruce Whitaker, John Withers, Debbie Baker (Alternate), Natalie Meeks (Alternate) and Bonnie Peat (Alternate)

NOES: None

ABSENT: Farrah Khan

ABSTENTIONS: None

20. PUBLIC AFFAIRS UPDATE FOR THE MONTH OF MAY 2023 [2023-3073](#)

Originator: Rob Thompson

MOVED, SECONDED, AND DULY CARRIED TO:

Receive and file the Public Affairs Update for the month of May 2023.

AYES: Brad Avery, Pat Burns, Doug Chaffee, Jon Dumitru, Rose Espinoza, Ryan Gallagher, Glenn Grandis, Phil Hawkins, Johnathan Ryan Hernandez, Steve Jones, Christine Marick, Jordan Nefulda, Andrew Nguyen, Robert Ooten, Robbie Pitts, David Shawver, Susan Sonne, Schelly Sustarsic, Chad Wanke, Bruce Whitaker, John Withers, Debbie Baker (Alternate), Natalie Meeks (Alternate) and Bonnie Peat (Alternate)

NOES: None

ABSENT: Farrah Khan

ABSTENTIONS: None

21. PUBLIC AFFAIRS STRATEGIC PLAN FOR FISCAL YEARS 2022-2024 YEAR-END REPORT [2023-3074](#)

Originator: Rob Thompson

MOVED, SECONDED, AND DULY CARRIED TO:

Receive and file the Public Affairs Strategic Plan for Fiscal Years 2022-2024 Year-End Report.

AYES: Brad Avery, Pat Burns, Doug Chaffee, Jon Dumitru, Rose Espinoza, Ryan Gallagher, Glenn Grandis, Phil Hawkins, Johnathan Ryan Hernandez, Steve Jones, Christine Marick, Jordan Nefulda, Andrew Nguyen, Robert Ooten, Robbie Pitts, David Shawver, Susan Sonne, Schelly Sustarsic, Chad Wanke, Bruce Whitaker, John Withers, Debbie Baker (Alternate), Natalie Meeks (Alternate) and Bonnie Peat (Alternate)

NOES: None

ABSENT: Farrah Khan

ABSTENTIONS: None

22. GENERAL MANAGER'S FISCAL YEAR 2022-2023 WORK PLAN YEAR-END REPORT

[2023-3075](#)

Originator: Rob Thompson

MOVED, SECONDED, AND DULY CARRIED TO:

Receive and file the General Manager's Fiscal Year 2022-2023 Work Plan Year-End Report.

AYES: Brad Avery, Pat Burns, Doug Chaffee, Jon Dumitru, Rose Espinoza, Ryan Gallagher, Glenn Grandis, Phil Hawkins, Johnathan Ryan Hernandez, Steve Jones, Christine Marick, Jordan Nefulda, Andrew Nguyen, Robert Ooten, Robbie Pitts, David Shawver, Susan Sonne, Schelly Sustarsic, Chad Wanke, Bruce Whitaker, John Withers, Debbie Baker (Alternate), Natalie Meeks (Alternate) and Bonnie Peat (Alternate)

NOES: None

ABSENT: Farrah Khan

ABSTENTIONS: None

23. AMENDMENT TO JOINT AGREEMENT WITH ORANGE COUNTY WATER DISTRICT FOR GWRS

[2023-3076](#)

Originator: Lorenzo Tyner

MOVED, SECONDED, AND DULY CARRIED TO:

Approve the Third Amendment to the Second Amended and Restated Joint Exercise of Powers Agreement for the Development, Operation, and Maintenance of the Groundwater Replenishment System and Green Acres Project between Orange County Sanitation District and Orange County Water District, in a form approved by General Counsel.

AYES: Brad Avery, Pat Burns, Doug Chaffee, Jon Dumitru, Rose Espinoza, Ryan Gallagher, Glenn Grandis, Phil Hawkins, Johnathan Ryan Hernandez, Steve Jones, Christine Marick, Jordan Nefulda, Andrew Nguyen, Robert Ooten, Robbie Pitts, David Shawver, Susan Sonne, Schelly Sustarsic, Chad Wanke, Bruce Whitaker, John Withers, Debbie Baker (Alternate), Natalie Meeks (Alternate) and Bonnie Peat (Alternate)

NOES: None

ABSENT: Farrah Khan

ABSTENTIONS: None

Chair Wanke recessed the OC San Board of Directors Meeting at 6:23 p.m.

ORANGE COUNTY SANITATION DISTRICT FINANCING CORPORATION**CALL TO ORDER**

Chair Wanke called the Board of Directors, Orange County Sanitation District Financing Corporation meeting to order at 6:23p.m.

ROLL CALL AND DECLARATION OF QUORUM

Kelly Lore, Secretary of the Financing Corporation, declared a quorum present as follows:

PRESENT: Brad Avery, Pat Burns, Doug Chaffee, Jon Dumitru, Rose Espinoza, Ryan Gallagher, Glenn Grandis, Phil Hawkins, Johnathan Ryan Hernandez, Steve Jones, Christine Marick, Jordan Nefulda, Andrew Nguyen, Robert Ooten, Robbie Pitts, David Shawver, Susan Sonne, Schelly Sustarsic, Chad Wanke, Bruce Whitaker, John Withers, Debbie Baker (Alternate), Natalie Meeks (Alternate) and Bonnie Peat (Alternate)

ABSENT: Farrah Khan

Ms. Lore announced that the members of the Orange County Sanitation District Board of Directors were each being compensated \$212.50 for the Board of Directors Meeting; and no additional compensation for the Financing Corporation Meeting.

APPROVAL OF MINUTES**FC-1 APPROVAL OF MINUTES - ORANGE COUNTY SANITATION DISTRICT FINANCING CORPORATION**[2023-2944](#)

Originator: Kelly Lore

MOVED, SECONDED AND DULY CARRIED TO:

Approve Minutes of the Regular meeting of the Orange County Sanitation District Financing Corporation held June 22, 2022.

AYES: Brad Avery, Pat Burns, Doug Chaffee, Jon Dumitru, Rose Espinoza, Ryan Gallagher, Glenn Grandis, Phil Hawkins, Johnathan Ryan Hernandez, Steve Jones, Christine Marick, Jordan Nefulda, Andrew Nguyen, Robert Ooten, David Shawver, Susan Sonne, Schelly Sustarsic, Chad Wanke, Bruce Whitaker, John Withers, Debbie Baker (Alternate), Natalie Meeks (Alternate) and Bonnie Peat (Alternate)

NOES: None

ABSENT: Farrah Khan

ABSTENTIONS: Robbie Pitts

NON-CONSENT:**FC-2 ANNUAL STATUS REPORT OF THE ORANGE COUNTY SANITATION DISTRICT FINANCING CORPORATION** [2023-2945](#)

Originator: Wally Ritchie

Mr. Ritchie provided the annual status report.

WITHOUT OBJECTION ACTION TAKEN TO:

Receive and file the Annual Status Report of the Orange County Sanitation District Financing Corporation.

Chair Wanke adjourned the meeting of the Board of Directors, Orange County Sanitation District Financing Corporation at 6:28 p.m.

Chair Wanke reconvened the Orange County Sanitation District Board of Directors meeting at 6:28 p.m.

NON-CONSENT:

24. PROPOSED FISCAL YEAR 2023-24 BUDGET UPDATE

[2023-3062](#)

Originator: Wally Ritchie

Mr. Thompson provided a brief introduction to the item.

MOVED, SECONDED, AND DULY CARRIED TO:

Approve the proposed Operating, Capital, Debt Service, and Self-Insurance Budgets for FY 2023-24 as follows:

	FY 2023-24
Net Operating	\$215,389,585
Self-Insurance - Workers' Comp.	850,500
Self-Insurance - Property & Gen. Liability	3,318,000
Net Capital Improvement Program	271,978,000
Debt/COP Service	68,611,384
Intra-District Joint Equity Purchase/Sale(1)	<u>3,500,000</u>
Total	\$563,647,469

(1) Cash to/from Revenue Area 14 (RA14) in exchange for capital assets to/from Consolidated Revenue Area 15 (RA15)

AYES: Brad Avery, Pat Burns, Doug Chaffee, Jon Dumitru, Rose Espinoza, Ryan Gallagher, Glenn Grandis, Phil Hawkins, Johnathan Ryan Hernandez, Steve Jones, Christine Marick, Jordan Nefulda, Andrew Nguyen, Robert Ooten, Robbie Pitts, David Shawver, Susan Sonne, Schelly Sustarsic, Chad Wanke, Bruce Whitaker, John Withers, Debbie Baker (Alternate), Natalie Meeks (Alternate) and Bonnie Peat (Alternate)

NOES: None

ABSENT: Farrah Khan

ABSTENTIONS: None

25. PROPOSED ORDINANCE NO. OC SAN-58A AMENDING ORDINANCE NO. OC SAN-58 TO CORRECT AN ERROR IN THE TABLE OF SECTION 2.03(B)(1)

[2023-3023](#)

Originator: Wally Ritchie

MOVED, SECONDED, AND DULY CARRIED TO:

- A. Motion to read Ordinance No. OC SAN-58A by title only and waive second reading of said entire Ordinance;
- B. Adopt Ordinance No. OC SAN-58A, entitled: "An Ordinance of the Board of Directors of Orange County Sanitation District, Amending Ordinance No. OC SAN-58 to correct an error in the table of Section 2.03(B)(1)"; and
- C. Direct the Clerk of the Board to publish summaries of the Ordinance as required by law.

AYES: Brad Avery, Pat Burns, Doug Chaffee, Jon Dumitru, Rose Espinoza, Ryan Gallagher, Glenn Grandis, Phil Hawkins, Johnathan Ryan Hernandez, Steve Jones, Christine Marick, Jordan Nefulda, Andrew Nguyen, Robert Ooten, Robbie Pitts, David Shawver, Susan Sonne, Schelly Sustarsic, Chad Wanke, Bruce Whitaker, John Withers, Debbie Baker (Alternate), Natalie Meeks (Alternate) and Bonnie Peat (Alternate)

NOES: None

ABSENT: Farrah Khan

ABSTENTIONS: None

**26. PROPOSED ADOPTION OF ORDINANCE NO. OC SAN-61 UPDATING [2023-3063](#)
THE PURCHASING ORDINANCE**

Originator: Wally Ritchie

MOVED, SECONDED, AND DULY CARRIED TO:

- A. Introduce Ordinance No. OC SAN-61, entitled: "An Ordinance of the Board of Directors of the Orange County Sanitation District Establishing Requirements and Procedures for the Purchase of Goods, Services, and Public Works Projects; and Repealing Ordinance No. OC SAN-56";
- B. Motion to read Ordinance No. OC SAN-61 by title only and waive reading of said entire Ordinance on June 28, 2023;
- C. Set July 26, 2023, as the date for the second reading and adoption of Ordinance No. OC SAN-61; and
- D. Direct the Clerk of the Board to publish summaries of the Ordinance as required by law.

AYES: Brad Avery, Pat Burns, Doug Chaffee, Jon Dumitru, Rose Espinoza, Ryan Gallagher, Glenn Grandis, Phil Hawkins, Johnathan Ryan Hernandez, Steve Jones, Christine Marick, Jordan Nefulda, Andrew Nguyen, Robert Ooten, Robbie Pitts, David Shawver, Susan Sonne, Schelly Sustarsic, Chad Wanke, Bruce Whitaker, John Withers, Debbie Baker (Alternate), Natalie Meeks (Alternate) and Bonnie Peat (Alternate)

NOES: None

ABSENT: Farrah Khan

ABSTENTIONS: None

INFORMATION ITEMS:

None.

AB 1234 DISCLOSURE REPORTS:

Director David Shawver provided a report on the recent OCCOG meeting he attended. Director Jon Dumitru reported that he attended the last NWRI meeting, where no action could be considered due to a lack of quorum.

CLOSED SESSION:**CONVENED IN CLOSED SESSION PURSUANT TO GOVERNMENT CODE SECTION 54956.9(d)(1).**

The Board convened in closed session at 6:35 p.m. Confidential minutes of the Closed Session have been prepared in accordance with the above Government Code Section and are maintained by the Clerk of the Board in the Official Book of Confidential Minutes of Board and Committee Closed Session meetings.

**CS-1 CONFERENCE WITH LEGAL COUNSEL RE EXISTING LITIGATION - [2023-3071](#)
GOVERNMENT CODE SECTION 54956.9(d)(1)**

CONVENED IN CLOSED SESSION:

Number of Cases: 1

Jose O. Cruz v. Orange County Sanitation District Financing Corporation, a California corporation; and Does 1-50, inclusive, Superior Court of California, County of Orange, Case No. 30-2019-01100180-CU-WT-CJC.

RECONVENED IN REGULAR SESSION.

The Board reconvened in regular session at 6:46 p.m.

CONSIDERATION OF ACTION, IF ANY, ON MATTERS CONSIDERED IN CLOSED SESSION:

Mr. Hugin stated there was no reportable action.

OTHER BUSINESS AND COMMUNICATIONS OR SUPPLEMENTAL AGENDA ITEMS, IF ANY:

None.

BOARD OF DIRECTORS INITIATED ITEMS FOR A FUTURE MEETING:

None.

ADJOURNMENT:

At 6:46 p.m., Chair Wanke adjourned the meeting until the next Regular Meeting of the Board of Directors to be held on Wednesday, July 26, 2023 at 6:00 p.m., in memory of past Board member Allan "Doc" Bernstein and OC San employee John French.

Submitted by:

Kelly A. Lore, MMC
Clerk of the Board