

AGENDA

BOARD OF DIRECTORS ORANGE COUNTY SANITATION DISTRICT

**DISTRICT'S ADMINISTRATIVE OFFICES
10844 ELLIS AVENUE
FOUNTAIN VALLEY, CA 92708
www.ocsd.com**

REGULAR MEETING

January 24, 2001 – 7:00 p.m.

In accordance with the requirements of California Government Code Section 54954.2, this agenda has been posted in the main lobby of the District's Administrative Offices not less than 72 hours prior to the meeting date and time above. All written materials relating to each agenda item are available for public inspection in the office of the Board Secretary.

In the event any matter not listed on this agenda is proposed to be submitted to the Board for discussion and/or action, it will be done in compliance with Section 54954.2(b) as an emergency item, or that there is a need to take immediate action which need came to the attention of the District subsequent to the posting of the agenda, or as set forth on a supplemental agenda posted not less than 72 hours prior to the meeting date.

All current agendas and meeting minutes are also available via Orange County Sanitation District's Internet site located at www.ocsd.com. Upon entering the District's web site, please navigate to the Board of Directors section.

1. Invocation and Pledge of Allegiance
2. Roll Call
3. Consideration of motion to receive and file minute excerpts of member agencies relating to appointment of Directors, if any.
4. Appointment of Chair pro tem, if necessary
5. Public Comments: All persons wishing to address the Board on specific agenda items or matters of general interest should do so at this time. As determined by the Chair, speakers may be deferred until the specific item is taken for discussion and remarks may be limited to five minutes.

Matters of interest addressed by a member of the public and not listed on this agenda cannot have action taken by the Board of Directors except as authorized by Section 54954.2(b).

6. The Chair, General Manager and General Counsel present verbal reports on miscellaneous matters of general interest to the Directors. These reports are for information only and require no action by the Directors.
 - a. Report of Chair; consideration of resolutions or commendations, presentations and awards
 - b. Report of General Manager
 - c. Report of General Counsel
7. If no corrections or amendments are made, the minutes for the meeting held on December 20, 2000 will be deemed approved as mailed and be so ordered by the Chair.
8. Ratifying payment of claims of the District, by roll call vote, as follows:

<u>ALL DISTRICTS</u>	<u>12/15/00</u>	<u>12/31/00</u>
Totals	\$6,435,531.11	\$6,178,080.13

CONSENT CALENDAR

All matters placed on the Consent Calendar are considered as not requiring discussion or further explanation and unless any particular item is requested to be removed from the Consent Calendar by a Director, staff member or member of the public in attendance, there will be no separate discussion of these items. All items on the Consent Calendar will be enacted by one action approving all motions, and casting a unanimous ballot for resolutions included on the consent calendar. All items removed from the Consent Calendar shall be considered in the regular order of business.

Members of the public who wish to remove an item from the Consent Calendar shall, upon recognition by the Chair, state their name, address and designate by number the item to be removed from the Consent Calendar.

The Chair will determine if any items are to be deleted from the Consent Calendar.

9. Consideration of motion to approve all agenda items appearing on the Consent Calendar not specifically removed from same, as follows:
 - a. Receive and file Summons and Complaint, [Alphonzo C. Garland](#) v. Orange County Sanitation District, et al., United States District Court Case No. SACV-00-1267DOC (Eex), and authorize General Counsel to appear and defend the interests of the District.
 - b. (1) Receive and file petition from Gerald and Barbara Larson requesting annexation of .50 acres to the Orange County Sanitation District in the vicinity of Old Ranch Road and Country Hill Road Drive in the City of Anaheim; and (2) Adopt Resolution No. OCSD 01-01, authorizing initiation of proceedings to annex to the Orange County Sanitation District (Proposed Annexation No. OCSD-10 – Larson Annexation).

- c. (1) Receive and file petition from Stuart and Brenda Galentine requesting annexation of .50 acres of territory to the Orange County Sanitation District at the intersection of Clark Street and Randall Street in the City of Orange; and (2) Adopt Resolution No. OCSD 01-02, authorizing initiation of proceedings to annex to the Orange County Sanitation District (Proposed Annexation No. OCSD-12 - [Galentine Annexation](#)).
- d. (1) Receive and file petition from owners requesting annexation of 5.56 acres of territory to the Orange County Sanitation District in the vicinity of East Lemon Heights Drive and LaCuesta Drive in the unincorporated area of Orange County; and (2) Adopt Resolution No. OCSD 01-03, authorizing initiation of proceedings to annex to the Orange County Sanitation District (Proposed Annexation No. OCSD-17 - [Seashore Annexation](#)).
- e. (1) Receive and file petition from George Adams requesting annexation of 10.13 acres of territory to the Orange County Sanitation District in the vicinity of Villa Park Road and Linda Vista Street in the unincorporated area of Orange County; (2) Waive annexation fees for 3.45 acres of the proposed 10.13 acres to be annexed; and (3) Adopt Resolution No. OCSD 01-04, authorizing initiation of proceedings to annex to the Orange County Sanitation District (Proposed Annexation No. OCSD-18 – [Oak Ridge Annexation](#)).

END OF CONSENT CALENDAR

- 10. Consideration of items deleted from Consent Calendar, if any.

NON-CONSENT CALENDAR

- 11. a. Verbal report by Chair of Steering Committee re January 24, 2001 meeting.
- b. DRAFT STEERING COMMITTEE MINUTES – NO ACTION REQUIRED (Information only): The Chair will order the draft Steering Committee Minutes for the meeting held on December 20, 2000 to be filed.
- 12. Receive and file [Treasurer's Report](#) for the month of December 2000.
- 13. (1) Approve modifications to the Scope of Work for Cooperative Project Contracts [CP-9910](#) (City of La Habra) and CP-9911 (City of Seal Beach) related to the length of the sewer line; (2) Approve an additional time extension of 6 months for CP-9914 (City of Garden Grove) and CP-9909 (City of Placentia); (3) Authorize the General Manager to approve changes in the types of project elements in the Scope of Work within Cooperative Project agreements without impacts to the overall project budget; and (4) Authorize the General Manager to require agencies to resubmit their applications for funding request if the contract needs to be extended beyond two time extensions.

14. Authorize the General Manager to execute [Utility Agreement No.12-UT-674](#) with the State of California Department of Transportation to adjust nine manhole covers to grade on Pacific Coast Highway, from Beach Boulevard to Golden West Street in the City of Huntington Beach, in an estimated amount not to exceed \$3,600.
15. Authorize the General Manager to execute an Agreement with the City of Huntington Beach (City) and PCH Beach Resort, LLC, allowing the City and PCH Beach Resort, LLC, to construct and maintain a [pedestrian landing](#) and pedestrian overpass bridge over and upon an existing Orange County Sanitation District (District) trunk sewer and easement at no cost to the District.
16. Consideration of the following actions relative to proposed Ordinance No. OCSD-14, An Ordinance of the Board of Directors of Orange County Sanitation District, Establishing [Board of Directors' Compensation](#), and Repeal Resolution No. OCSD 98-3:
 - a. Receive and file General Counsel's memo dated ~~November 10, 2000~~.
 - b. Verbal report of Staff.
 - c. Receive and file written comments, if any.
 - d. Open hearing
 - e. Close hearing
 - f. Discussion by Board
 - g. Recommended actions:
 1. Motion to read Ordinance No. OCSD-14, An Ordinance of the Board of Directors of Orange County Sanitation District, Establishing Board of Directors' Compensation, and Repeal Resolution No. OCSD 98-3, by title only, and waive reading of entire Ordinance (The waiving of the reading of the entire Ordinance must be adopted by unanimous vote of Directors present); and,
 2. Motion to adopt Ordinance No. OCSD-14, An Ordinance of the Board of Directors of Orange County Sanitation District, Establishing Board of Directors' Compensation, and Repeal Resolution No. OCSD 98-3.
17.
 - a. Verbal report by Vice Chair of Joint Groundwater Replenishment System Cooperative Committee re January 8, 2001 meeting.
 - b. DRAFT JOINT GROUNDWATER REPLENISHMENT SYSTEM COOPERATIVE COMMITTEE MINUTES – NO ACTION REQUIRED (Information only): The Chair will order the draft Joint Groundwater Replenishment System Cooperative Committee Minutes for the meetings held on December 18, 2000 and January 8, 2001 to be filed.

18.

CLOSED SESSION: During the course of conducting the business set forth on this agenda as a regular meeting of the Board, the Chair may convene the Board in closed session to consider matters of pending real estate negotiations, pending or potential litigation, or personnel matters, pursuant to Government Code Sections 54956.8, 54956.9, 54957 or 54957.6, as noted.

Reports relating to (a) purchase and sale of real property; (b) matters of pending or

potential litigation; (c) employment actions or negotiations with employee representatives; or which are exempt from public disclosure under the California Public Records Act, may be reviewed by the Board during a permitted closed session and are not available for public inspection. At such time as the Board takes final action on any of these subjects, the minutes will reflect all required disclosures of information.

- a. Convene in closed session, if necessary
 1. Confer with General Counsel re Alphonzo C. Garland v. Orange County Sanitation District, et al., United States District Court Case No. SACV-00-1267 (Government Code Section 54956.9).
 - b. Reconvene in regular session
 - c. Consideration of action, if any, on matters considered in closed session
19. Matters which a Director may wish to place on a future agenda for action and staff report
 20. Other business and communications or supplemental agenda items, if any
 21. Adjournment

NOTICE TO DIRECTORS: To place items on the agenda for the Regular Meeting of the Board of Directors shall submit items to the Board Secretary no later than the close of business 14 days preceding the Board meeting. The Board Secretary shall include on the agenda all items submitted by Directors, the General Manager and General Counsel and all formal communications.

Board Secretary: Penny Kyle (714) 593-7130 or
(714) 962-2411, ext. 7130

BOARD OF DIRECTORS

AGENDA REPORT

Meeting Date	To Bd. of Dir. 01/24/01
Item Number	Item Number 12

Orange County Sanitation District

FROM: Gary Streed, Director of Finance
Originator: Michael White, Controller

SUBJECT: TREASURER'S REPORT FOR THE MONTH OF DECEMBER 2000

GENERAL MANAGER'S RECOMMENDATION

Receive and file Treasurer's Report for the month of December 2000.

SUMMARY

Pacific Investment Management Co. (PIMCO), serves as the District's professional external money manager, and Mellon Trust serves as the District's third-party custodian bank for the investment program.

The District's Investment Policy, adopted by the Board, includes reporting requirements as listed down the left most column of the attached PIMCO Monthly Report for the "Liquid Operating Monies" and for the "Long-Term Operating Monies" portfolios. The District's external money manager is operating in compliance with the requirements of the District's Investment Policy. The District's portfolio contains no reverse repurchase agreements.

Historical cost and current market values are shown as estimated by both PIMCO and Mellon Trust. The District's portfolios are priced to market ("mark-to-market") as of the last day of each reporting period. The slight differences in value are related to minor variations in pricing assumptions by the valuation sources at the estimate date.

PROJECT/CONTRACT COST SUMMARY

None.

BUDGET IMPACT

- This item has been budgeted. (Line item:)
- This item has been budgeted, but there are insufficient funds.
- This item has not been budgeted.
- Not applicable (information item)

ADDITIONAL INFORMATION

Schedules are attached summarizing the detail for both the short-term and long-term investment portfolios for the reporting period. In addition, a consolidated report of posted investment portfolio transactions for the month is attached. The attached yield analysis report is presented as a monitoring and reporting enhancement. In this report, yield calculations based on book values and market values are shown for individual holdings, as well as for each

portfolio. Mellon Trust, the District's custodian bank, is the source for these reports. Transactions that were pending settlement at month end may not be reflected.

These reports accurately reflect all District investments and are in compliance with California Government Code Section 53646 and the District's Investment Policy. Sufficient liquidity and anticipated revenues are available to meet budgeted expenditures for the next six months.

The table below details the book balances of the District's funds at month-end. A graphical representation of month-end balances is shown by the attached bar chart.

Funds/Accounts	Book Balances December 31, 2000	Estimated Yield (%)
State of Calif. LAIF	\$	6.5
Union Bank Checking Account	29,719,117	N/A
Union Bank Overnight Repurchase Agreement	549,741 401,000	5.8 6.5
PIMCO – Short-term Portfolio	34,109,177	5.3
PIMCO - Long-term Portfolio	357,510,411	5.8
District 11 GO Bond Fund 921	1,723	6.4
Debt Service Reserves w/Trustees	37,688,043	N/A
Petty Cash	<u>8,000</u>	
TOTAL	<u>\$459,987,212</u>	

ALTERNATIVES

None.

CEQA FINDINGS

None.

ATTACHMENTS

- 1. Monthly Investment Reports**
- 2. Monthly Transaction Report**

BOARD OF DIRECTORS

AGENDA REPORT

Meeting Date	To Bd. of Dir. 1/24/01
Item Number	Item Number 13

Orange County Sanitation District

FROM: David Ludwin, Director of Engineering
Originator: Jim Herberg, Engineering Supervisor

SUBJECT: COOPERATIVE PROJECTS CONTRACT AND PROGRAM
MODIFICATIONS, JOB NO. J-73

GENERAL MANAGER'S RECOMMENDATION

(1) Approve modifications to the Scope of Work for Cooperative Project Contracts CP-9910 (City of La Habra) and CP-9911 (City of Seal Beach) related to the length of the sewer line; (2) Approve an additional time extension of 6 months for CP-9914 (City of Garden Grove) and CP-9909 (City of Placentia); (3) Authorize the General Manager to approve changes in the types of project elements in the Scope of Work within Cooperative Project agreements without impacts to the overall project budget; and (4) Authorize the General Manager to require agencies to resubmit their applications for funding request if the contract needs to be extended beyond two time extensions.

SUMMARY

The Orange County Sanitation District (District) implemented the Cooperative Projects Program two years ago. The program provides funds to the local agencies for projects that reduce or eliminate inflow and infiltration (I/I) to the sewer collection system. In reviewing project invoices, it was determined that two agencies revised their project scopes to match the funds provided, either by reducing project elements (i.e., less feet of pipe installed), or changing the nature of the project (i.e., slip lining instead of replacing pipe). In addition, two agencies took longer to satisfy various program requirements than originally anticipated (i.e., grease ordinance per the Uniform Plumbing Code and/or additional master planning tasks).

The Cooperative Projects Guidance Review Committee reviewed these project issues during its November 1, 2000 and December 12, 2000 meetings. The Committee directed Staff to seek Board approval for the project revisions and second time extensions.

In order to expedite the approval of project changes in the future, the Committee also directed Staff to seek Board approval for the General Manager to approve changes in the types of projects provided the funding request is not increased.

In addition, the Committee directed Staff to seek Board approval for the General Manager to institute a limit of two time extensions so that the District can identify and correct inflow and infiltration (I/I) deficiencies in the timeliest manner possible to avoid building new facilities to handle higher flows.

PROJECT/CONTRACT COST SUMMARY

Current program contracts that either have expired or will expire prior to the project's completion date include CP-9914 (Garden Grove Sanitary District) and CP-9909 (City of Placentia), totaling \$200,282. Proposed Amendment No. 2 to extend the project for a second time does not change the dollar amounts allowed in the contracts. Likewise, the changes in the type of projects for CP-9910 (City of La Habra) and CP-9911 (City of Seal Beach), totaling \$496,564, do not change the dollar amounts allowed in the contracts.

BUDGET IMPACT

- This item has been budgeted. (Line item: FY 200-01 Budget, Section 8- Page 11)
- This item has been budgeted, but there are insufficient funds.
- This item has not been budgeted.
- Not applicable (information item)

The total budget for the Cooperative Projects Program, Job No. J-73, is \$142,675,600 and will be spent over the next 18 years on projects that reduce I/I throughout the Orange County Sanitation District (District). The proposed project changes and time extensions do not impact the project budget. The concept of allowing only two time extensions may allow the District to better project CIP expenditures in the future.

ADDITIONAL INFORMATION

Background

The current Cooperative Projects Program requires local agencies to adopt a grease ordinance and prepare master plans that address potential local I/I problems. Up until now, it has taken the agencies longer to meet these requirements than originally anticipated. As agencies become more familiar with the Program and have a chance to develop a well-defined I/I reduction plan, the need to request time extensions should subside.

In processing invoices, it is clear that agencies need more time to develop better project cost estimates so that they can reasonably construct the facilities described in their contracts within the allowable budget. The District will be taking a proactive role in providing information to local agencies via workshops that will assist them in defining their projects and associated costs.

Our application package for FY 01/02 has been revised to provide more information to the local agencies. The package also includes additional requirements that will assist the District in evaluating potential projects (i.e., flow monitoring), and ensuring that project funds are wisely spent.

Summary of Recommended Cooperative Projects Program Contract Revisions

1. City of La Habra, Contract No. CP-9910

The original project included the replacement of 3,140 feet of 6-inch to 10-inch pipe and sliplining of 1,237 feet of 8-inch and 10-inch sewers. Favorable bidding conditions allowed the City to re-line most of sewers instead of replacing them and re-line or replace an additional 1,885 feet of pipe within the project budget. The revised project included sliplining of 5,794 feet of 8-inch and 10-inch sewers and replacement of 487 feet of 6-inch and 8-inch sewers.

2. City of Seal Beach, Contract No. CP-9911

The original project included the replacement of 3,197 feet of 8-inch sewer at an estimated cost of \$40/ft. When the bids came in, it was determined that the cost would actually be about \$125/ft. In order to stay within the approved project budget, only 950 feet of 8-inch sewer was installed.

3. City of Garden Grove, Contract No. CP-9914

Amendment No. 1 to the original project schedule included an invoice submittal date of January 12, 2001. Delays in starting the Master Plan and subsequent need to undertake more comprehensive flow projection analyses after the draft Master Plan submittal resulted in the City's request for a second time extension. A second time extension would extend the invoice submittal date to June 12, 2001.

4. City of Placentia, Contract No. CP-9909

Amendment No. 1 to the original project schedule included an invoice date of September 1, 2000. A second time extension would extend the invoice submittal date to March 1, 2001.

ALTERNATIVES

Do not approve the project changes or time extensions. Not approving requested project changes or time extensions would not allow the District to provide funding to local agencies.

CEQA FINDINGS

Not applicable. Local agencies are responsible for CEQA compliance.

ATTACHMENTS

None

BOARD OF DIRECTORS

Meeting Date	To Bd. of Dir. 1/24/01
Item Number	Item Number 14

AGENDA REPORT

Orange County Sanitation District

FROM: David Ludwin, Director of Engineering
Originator: Bob Chenowith, Principal Engineering Associate

SUBJECT: UTILITY AGREEMENT NO.12-UT-674 WITH THE STATE OF CALIFORNIA DEPARTMENT OF TRANSPORTATION TO ADJUST NINE (9) MANHOLE COVERS ON PACIFIC COAST HIGHWAY

GENERAL MANAGER'S RECOMMENDATION

Authorize the General Manager to execute Utility Agreement No.12-UT-674 with the State of California Department of Transportation to adjust nine manhole covers to grade on Pacific Coast Highway, from Beach Boulevard to Golden West Street in the City of Huntington Beach, in an estimated amount not to exceed \$3,600.

SUMMARY

State of California Department of Transportation (Caltrans) is constructing a street rehabilitation and drainage improvement project on Pacific Coast Highway. Pacific Coast Highway is a state highway and owned by Caltrans. The Orange County Sanitation District (OCSD) owns the sewer manholes that are required to be adjusted on Pacific Coast Highway as a result of the Caltrans project. OCSD sewer is under permit with Caltrans and is subject to any and all modifications and conditions that may be required by Caltrans on this state highway.

Caltrans has estimated the OCSD portion of the work to be \$3,600. This sewer was to be abandoned several months ago, but has been delayed because of the interim sewer connection for the Grand Resort project in Huntington Beach. Therefore, Grand Resort has submitted to Caltrans, a \$3,600 deposit on OCSD's behalf. If the sewer is abandoned prior to the construction of the street project, all monies will be refunded to Grand Resort.

PROJECT/CONTRACT COST SUMMARY

No budget required

BUDGET IMPACT

- This item has been budgeted. (Line item:)
- This item has been budgeted, but there are insufficient funds.
- This item has not been budgeted.
- Not applicable (information item)

ADDITIONAL INFORMATION

N/A

ALTERNATIVES

None

CEQA FINDINGS

Exempt

ATTACHMENTS

None

BOARD OF DIRECTORS

Meeting Date	To Bd. of Dir. 1/24/01
Item Number	Item Number 15

AGENDA REPORT

Orange County Sanitation District

FROM: David Ludwin, Director of Engineering
Originator: Bob Chenowith, Principal Engineering Associate

SUBJECT: AGREEMENT WITH THE CITY OF HUNTINGTON BEACH TO
CONSTRUCT AND MAINTAIN A PEDESTRIAN LANDING AND
PEDESTRIAN OVERPASS BRIDGE OVER AND UPON AN EXISTING
ORANGE COUNTY SANITATION DISTRICT SEWER AND EASEMENT

GENERAL MANAGER'S RECOMMENDATION

Authorize the General Manager to execute an Agreement with the City of Huntington Beach (City) and PCH Beach Resort, LLC, allowing the City and PCH Beach Resort, LLC, to construct and maintain a pedestrian landing and pedestrian overpass bridge over and upon an existing Orange County Sanitation District (District) trunk sewer and easement at no cost to the District.

SUMMARY

The City, in conjunction with the PCH Beach Resort, LLC, is constructing a pedestrian landing and pedestrian overpass bridge across Pacific Coast Highway. The bridge provides a safe access to the beach from the new PCH Beach Resort Hotel, LLC. This bridge crosses over an existing District trunk sewer that runs along the beach just off Pacific Coast Highway.

The agreement gives the City and the PCH Beach Resort, LLC, the right to construct and maintain a pedestrian landing and pedestrian overpass bridge over an existing District trunk sewer and within a District easement. The agreement gives the District the right to remove any portion of the structures to repair, construct, and maintain their sewer within the easement.

PCH Beach Resort, LLC, will be responsible to reimburse the District for any and all expenses associated with the work mentioned above. The City will be responsible to reimburse the District for the costs set forth in this agreement in the event that PCH Beach Resort, LLC, fails to reimburse the District. This agreement also addresses indemnification from the City and PCH Beach Resort, LLC, which holds the District harmless against any and all claims. Staff recommends that the Board approve this agreement.

PROJECT/CONTRACT COST SUMMARY

No budget required

BUDGET IMPACT

- This item has been budgeted. (Line item:)
- This item has been budgeted, but there are insufficient funds.
- This item has not been budgeted.
- Not applicable (information item)

ALTERNATIVES

None

CEQA FINDINGS

The City of Huntington Beach (City) is handling CEQA requirements.

ATTACHMENTS

None

BOARD OF DIRECTORS

AGENDA REPORT

Meeting Date	To Jt. Bds. 1/24/01
Item Number	Item Number 16

Orange County Sanitation District

FROM: Blake Anderson, General Manager
Originator: Greg Mathews, Assistant to the General Manager

SUBJECT: INCREASE IN THE DIRECTORS' COMPENSATION TO \$170 PER MEETING,
MAXIMUM SIX MEETINGS PER MONTH

GENERAL MANAGER'S RECOMMENDATION

Adopt Ordinance No. OCSD-14, An Ordinance of the Board of Directors of Orange County Sanitation District, Establishing Board of Director's Compensation and Repeal Resolution No. OCSD 98-3:

- a. Receive and file General Counsel's memo dated December 20, 2000.
- b. Verbal report of Staff
- c. Receive and file written comments, if any
- d. Open hearing
- e. Close hearing
- f. Discussion by Board
- g. Recommended actions:
 1. Motion to read Ordinance No. OCSD-14 by title only and waive reading of said entire ordinance. (The waiver of the reading of the entire ordinance must be adopted by a unanimous vote of Directors present.)
 2. Motion to adopt Ordinance No. OCSD-14.

SUMMARY

Senate Bill 1559, which has passed both houses and has been signed by the Governor, allows the Board to adjust the amount of compensation it receives. For the last fourteen years, each Board member has received \$100/meeting for up to 6 meetings per month. The Board has the discretion to increase its compensation up to \$170 per meeting for up to ten meetings per month (up to \$175 beginning next calendar year). Attached please find General Counsel's memorandum from November 20 providing further details.

There are several policy issues worthy of your consideration prior to adopting a new compensation ordinance:

- SB 1559 goes into effect January 1, 2001. However, an ordinance adopted by the Board can go into effect no sooner than sixty days after adoption by the Board.
- Directors have not had a compensation increase since 1986.
- Based on the Los-Angeles-Anaheim-Riverside Area average CPI for all urban consumers, the \$100 per meeting compensation rate adopted in 1986 would have increased to \$144 to make today's compensation equivalent to the 1986 rate.

- In May 1999, the Board supported a resolution (No. 99-06) modifying California's County Sanitation District Act governing compensation. This resolution passed 19-2. Last year, a similar bill modifying the Act was approved by the Legislature but was vetoed by the Governor.
- We conducted a review of our sister agencies, many of which we use in our employee compensation comparisons. This is attached for your review. Please note that some of the agencies are governed by different laws and thus may not be apples-to-apples comparable. Nevertheless, our existing pay rate per meeting and number of meetings per month falls in the lower-middle of this compensation spectrum. It is likely that other wastewater agencies will adjust their Directors' compensation level with the passage of this bill.
- The Steering Committee was presented an overview of this information in its November meeting. It is their opinion that the \$170 per meeting is reasonable with the existing six meeting per month limit.

As a result of the December 20, 2000 Board meeting, the Directors recommended the ordinance be revised to reflect the Chair of the Board shall receive compensation for not more than a total of ten meetings or ten days service per month.

PROJECT/CONTRACT COST SUMMARY

The cost of this adjustment is estimated to be \$46,000 annually, raising the total cost of the Directors' compensation to an approximate \$111,000 per annum.

BUDGET IMPACT

- This item has been budgeted.
- This item has been budgeted, but there are insufficient funds.
- This item has not been budgeted.
- Not applicable (information item)

The estimated six-month increase in cost for this program can be absorbed by the current Joint Operating budget.

ADDITIONAL INFORMATION

Not Applicable.

ALTERNATIVES

1. The Directors may choose any combination of payment from \$100-\$170 and any number of meetings up to a maximum of ten per month.

CEQA FINDINGS

Not Applicable.

ATTACHMENTS

December 20, 2000 General Counsel memorandum
Draft Ordinance No. OCSD-14

BOARD OF DIRECTORS

AGENDA REPORT

Meeting Date	To Bd. of Dir. 1/24/01
Item Number	Item Number 9(a)

Orange County Sanitation District

FROM: Gary Streed, Director of Finance
Originator: Mike White, Risk Manager

SUBJECT: SUMMONS & COMPLAINT RE ALPHONZO C. GARLAND V. ORANGE COUNTY SANITATION DISTRICT, ET AL.

GENERAL MANAGER'S RECOMMENDATION

Receive and file Summons and Complaint, Alphonzo C. Garland v. Orange County Sanitation District, et al., United States District Court Case No. SACV-00-1267DOC (Eex), and authorize General Counsel to appear and defend the interests of the District.

SUMMARY

Employee Alphonzo C. Garland filed a complaint in the United States District Court alleging discrimination due to race against the Orange County Sanitation District and served on December 26, 2000.

BUDGET IMPACT

- This item has been budgeted.
- This item has been budgeted, but there are insufficient funds.
- This item has not been budgeted.
- Not applicable (information item)

ADDITIONAL INFORMATION

ALTERNATIVES

CEQA FINDINGS

ATTACHMENTS

Memo from General Counsel dated January 15, 2001.

BOARD OF DIRECTORS

AGENDA REPORT

Meeting Date	To Bd. of Dir. 1/24/01
Item Number	Item Number 9(b)

Orange County Sanitation District

FROM: David Ludwin, Director of Engineering
Originator: Bob Chenowith, Principal Engineering Associate

SUBJECT: PROPOSED ANNEXATION NO. OCSD-10 - LARSON ANNEXATION

GENERAL MANAGER'S RECOMMENDATION

- (1) Receive and file petition from Gerald and Barbara Larson requesting annexation of .50 acres to the Orange County Sanitation District in the vicinity of Old Ranch Road and Country Hill Road Drive in the City of Anaheim; and
- (2) Adopt Resolution No. OCSD 01-01, authorizing initiation of proceedings to annex to the Orange County Sanitation District (Proposed Annexation No. OCSD-10 - Larson Annexation)

SUMMARY

The Orange County Sanitation District (District) received a request from Gerald and Barbara Larson to annex .50 acres, consisting of (1) lot, to the District. The lot is located at 426 South County Hill Road in the City of Anaheim. This lot will connect to an existing 8-inch sewer that belongs to the City of Anaheim. This property has an existing single-family dwelling. This property to be annexed is located in Service Area No. 2.

PROJECT/CONTRACT COST SUMMARY

This annexation is in accordance with the terms of the negotiated agreement with the County of Orange regarding A.B.8 tax exchange for annexing properties, Board approved and effective March 14, 1989. Under this tax exchange, the District does not receive a percentage of the basic levy, and instead, collects a higher annexation fee. The fee of \$6,001.00 includes the following:

District Processing Fee	\$500.00
LAFCO Processing Fee	\$1,150.00
State Board of Equalization Processing Fee	\$300.00
Notice of Exemption Filing Fee	\$43.00
Annexation Acreage Fee	<u>\$4,008.00</u>
TOTAL FEE TO ANNEX	\$6,001.00

BUDGET IMPACT

- This item has been budgeted. (Line item:)
- This item has been budgeted, but there are insufficient funds.
- This item has not been budgeted.
- Not applicable (information item)

ADDITIONAL INFORMATION

This annexation was initiated after the District consolidation. District annexation numbers now begin at OCSD-1.

ALTERNATIVES

N/A

CEQA FINDINGS

Exempt (Notice of Exemption was filed on 12/28/00).

ATTACHMENTS

1. Exhibit A Legal Description
2. Exhibit B Map
3. Petition for Annexation

BOARD OF DIRECTORS

AGENDA REPORT

Meeting Date	To Bd. of Dir. 1/24/01
Item Number	Item Number 9(c)

Orange County Sanitation District

FROM: David Ludwin, Director of Engineering
Originator: Bob Chenowith, Principal Engineering Associate

SUBJECT: PROPOSED ANNEXATION NO. OCSD-12 - GALENTINE ANNEXATION

GENERAL MANAGER'S RECOMMENDATION

(1) Receive and file petition from Stuart and Brenda Galentine requesting annexation of .50 acres to the Orange County Sanitation District at the intersection of Clark Street and Randall Street in the City of Orange; and (2) Adopt Resolution No. OCSD 01-02, authorizing initiation of proceedings to annex to the Orange County Sanitation District (Proposed Annexation No. OCSD-12 - Galentine Annexation).

SUMMARY

The Orange County Sanitation District (District) received a request from Stuart Galentine to annex .50 acres, consisting of one lot, to the District. This lot is located at 10342 Randall Street in the City of Orange. This lot will connect to an existing 8-inch sewer that belongs to the City of Orange. The property has an existing single-family dwelling. This property to be annexed is located in Revenue Area No. 7.

PROJECT/CONTRACT COST SUMMARY

This annexation is in accordance with the terms of the negotiated agreement with the County of Orange regarding A.B.8 tax exchange for annexing properties, Board approved and effective March 14, 1989. Under this tax exchange, the District does not receive a percentage of the basic levy, and instead, collects a higher annexation fee. The fee of \$7,550.00 includes the following:

District Processing Fee	\$500.00
State Board of Equalization Processing Fee	\$300.00
Revenue Area Study Fee	\$100.00
Notice of Exemption Filing Fee	\$43.00
LAFCO Processing Recording Fee	\$1,150.00
Annexation Acreage Fee	\$3,982.00
Permit House Connection Fee (2 bedrooms) at 10342 Randall Street	<u>\$1,475.00</u>
TOTAL FEE TO ANNEX	\$7,550.00

BUDGET IMPACT

- This item has been budgeted. (Line item:)
- This item has been budgeted, but there are insufficient funds.
- This item has not been budgeted.
- Not applicable (information item)

ADDITIONAL INFORMATION

This annexation was initiated after the District consolidation. District Annexation numbers now begin at OCSD – 1.

ALTERNATIVES

N/A

CEQA FINDINGS

Exempt (Notice of Exemption was filed on 12/28/00).

ATTACHMENTS

2. Exhibit A Legal Description
2. Exhibit B Map
3. Petition for Annexation

BOARD OF DIRECTORS

Meeting Date	To Bd. of Dir. 1/24/01
Item Number	Item Number 9(d)

AGENDA REPORT

Orange County Sanitation District

FROM: David Ludwin, Director of Engineering
Originator: Bob Chenowith, Principal Engineering Associate

SUBJECT: PROPOSED ANNEXATION NO. OCSD-17 - SEASHORE ANNEXATION

GENERAL MANAGER'S RECOMMENDATION

(1) Receive and file petition from property owners requesting annexation of 5.56 acres to the Orange County Sanitation District in the vicinity of East Lemon Heights Drive and La Cuesta Drive in the unincorporated area of Orange County; and (2) Adopt Resolution No. OCSD 01-03, authorizing initiation of proceedings to annex to the Orange County Sanitation District (Proposed Annexation No. OCSD-17 - Seashore Annexation).

SUMMARY

The Orange County Sanitation District (District) received a request from Bill Tucker to annex 5.56 acres, consisting of seven (7) lots, to the District. The lots are located on Lemon Heights Drive. Each lot will connect to an existing 8-inch sewer that will belong to the Irvine Ranch Water District. The properties to be annexed are located in Revenue Area No. 7.

PROJECT/CONTRACT COST SUMMARY

This annexation is in accordance with the terms of the negotiated agreement with the County of Orange regarding A.B.8 tax exchange for annexing properties, Board approved and effective March 14, 1989. Under this tax exchange, the District does not receive a percentage of the basic levy, and instead, collects a higher annexation fee. The fee of \$25,883.00 includes the following:

District Processing Fee	\$500.00
LAFCO Processing Fee	\$2,350.00
Revenue Area Study Fee	\$500.00
State Board of Equalization Processing Fee	\$350.00
Notice of Exemption Filing Fee	\$43.00
Annexation Acreage Fee	<u>\$22,140.00</u>
TOTAL FEE TO ANNEX	\$25,883.00

BUDGET IMPACT

- This item has been budgeted. (Line item:)
- This item has been budgeted, but there are insufficient funds.
- This item has not been budgeted.
- Not applicable (information item)

ADDITIONAL INFORMATION

This annexation was initiated after the District consolidation. District Annexation numbers now begin at OCSD-1.

ALTERNATIVES

N/A

CEQA FINDINGS

Exempt (Notice of Exemption was filed on 12/28/00).

ATTACHMENTS

3. Exhibit A Legal Description
2. Exhibit B Map
3. Petition for Annexation

BOARD OF DIRECTORS

Meeting Date	To Bd. of Dir. 1/24/01
Item Number	Item Number 9(e)

AGENDA REPORT

Orange County Sanitation District

FROM: David Ludwin, Director of Engineering
Originator: Bob Chenowith, Principal Engineering Associate

SUBJECT: PROPOSED ANNEXATION NO. OCSD-18 - OAK RIDGE ANNEXATION

GENERAL MANAGER'S RECOMMENDATION

(1) Receive and file petition from George Adams requesting annexation of 10.13 acres to the Orange County Sanitation District in the vicinity of Villa Park Road and Linda Vista Street in the unincorporated area of Orange County; (2) Waive annexation fees for 3.45 acres of the proposed 10.13 acres to be annexed; and (3) Adopt Resolution No. OCSD 01-04, authorizing initiation of proceedings to annex to the Orange County Sanitation District (Proposed Annexation No. OCSD-18 - Oak Ridge Annexation).

SUMMARY

The Orange County Sanitation District (District) received a request from George Adams to annex 10.13 acres, consisting of one lot to the District. The lot is located at 19111 Villa Park Road. The location is a former trash dump site and is unbuildable for permanent facilities. This lot will be the temporary home of Oak Ridge Private School. This property will connect to an existing 18-inch trunk sewer that belongs to the District. This property to be annexed is located in Revenue Area No. 7.

Local Agency Formation Commission (LAFCO) does not accept islands, which is consistent with the State of California law's prohibiting the creation of islands. LAFCO has waived the fees for 3.45 acres in this annexation that would have created an island. Staff recommends that we also waive fees associated with the same 3.45 acres. This annexation was initiated after the District consolidation.

PROJECT/CONTRACT COST SUMMARY

This annexation is in accordance with the terms of the negotiated agreement with the County of Orange regarding A.B.8 tax exchange for annexing properties, Board approved and effective March 14, 1989. Under this tax exchange, the District does not receive a percentage of the basic levy, and instead, collects a higher annexation fee. The fee of \$30,593.00 includes the following:

District Processing Fee	\$500.00
LAFCO Processing Fee	\$2,350.00
State Board of Equalization Processing Fee	\$500.00
Revenue Area Study Fee	\$600.00
Notice of Exemption Filing Fee	\$43.00
Annexation Acreage Fee	<u>\$26,600.00</u>
TOTAL FEE TO ANNEX	\$30,593.00

BUDGET IMPACT

- This item has been budgeted. (Line item:)
- This item has been budgeted, but there are insufficient funds.
- This item has not been budgeted.
- Not applicable (information item)

ALTERNATIVES

N/A

CEQA FINDINGS

Exempt (Notice of Exemption was filed on 12/28/00).

ATTACHMENTS

4. Exhibit A Legal Description
5. Exhibit B Map
6. Petition for Annexation