

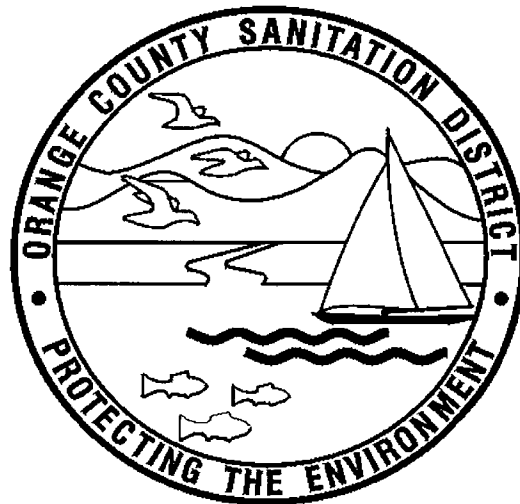
**Orange County Sanitation District**

***Corrected***

**MINUTES**

**BOARD MEETING**

**JUNE 26, 2002**



**ADMINISTRATIVE OFFICES**

**10844 ELLIS AVENUE**

**FOUNTAIN VALLEY, CALIFORNIA 92708-7018**

**ROLL CALL**

A regular meeting of the Board of Directors of the Orange County Sanitation District was held on June 26, 2002, at 6:30 p.m., in the District's Administrative Offices. Following the Pledge of Allegiance and invocation the roll was called and the Secretary reported a quorum present as follows:

**ACTIVE DIRECTORS**

**ALTERNATE DIRECTORS**

X	Norman Z. Eckenrode, Chair		Constance Underhill
X	Shirley McCracken, Vice Chair		Tom Daly
X	Mike Alvarez		Mark A. Murphy
X	Steve Anderson		Steve Simonian
X	Don Bankhead		Jan Flory
X	Brian Brady		Darryl Miller
X	Patricia Campbell		Paul Yost
X	Debbie Cook		Connie Boardman
X	Laurann Cook		Larry Crandall
X	Brian Donahue		David Shawver
X	James M. Ferryman		Arlene Schafer
	John M. Gullixson	X	Michael Duvall
X	Alice B. Jempsa		Arthur DeBolt
X	Tony Kawashima		Tracy Worley
X	Beth Krom		Greg Smith
X	Mark Leyes		Bruce Broadwater
X	Pat McGuigan		Alberta Christy
X	Roy Moore		Marty Simonoff
X	Joy Neugebauer		Grace Epperson
X	Russell Patterson		Richard A. Freschi
X	Anna L. Piercy		Tim Keenan
X	Tod Ridgeway		Gary Adams
X	Jerry Sigler		Jim Dow
X	Jim Silva		Chuck Smith
X	Paul Walker		Kenneth Blake

**STAFF MEMBERS PRESENT:** Blake P. Anderson, General Manager; Penny Kyle, Board Secretary; Bob Ghirelli; John Linder; Greg Mathews; Patrick Miles; Lisa Murphy; Bob Ooten; Gary Streed; Lisa Tomko; Jan Collins

**OTHERS PRESENT:** Thomas L. Woodruff, General Counsel; Alternate Director Alberta Christy; Doug Johnson; Steve Filarsky; Bill Knopf; Jamel Demir; Doug Korthoff; Larry Porter; Dennis Sato; Laura Davick; Joan Irvine Smith; Stephanie Borgen; Judy McNulty; Don McGee; Don May; John G. Thomas; Pat Aurelius; Denise Flanagan; Ed Mozzarella; Charles Reynolds; Amanda Happle; Sean Happle; Patty Williams; Melissa Alnevar; Steven Ho; Stacy Clowe;

Kristin Arrigo; Bob Siebert; Gloria Potocks; Dorothy Geisler; Lorenzo Savedra; Julie Hinkle; Michelle Kremer; Matt McCarty; Kim Aschenbrennor; AJ Aschenbrennor; Charlotte N. Shamlin; John Kaiser; Joseph Kavitt; Cheryl L. Cristofano; Rebecca Wellander; Bruce Hafford; John Fabijaue; Lauren Garner; David Shapiro; Carmen Villon; Ken Pisano; Penny Maliel; Chuck Stoddart; Joseph Allyson; Robin Leffler; Thomas Hoot; Ian Powell; Ryan McClain; Casey Vesque; Matt Fooshee; Lindsey Dias; Russ Fowler; Bob Perkins; A. Spiegel; Brian Cullen; Kyle Byron; Carla Holmes; Erin Noel; Dale Driscoll; Judith M. Gielow; Gordon Fitzer; Christine Williams; Todd Demond; Paul Devo; India Munford; M. Chase; Samantha Granger; Eben Sprague; Jennifer Humphries; Jennifer Escabar; Mike Tellez; Virgil Talbott; Joe Burg; Greg Jewell; Heather Hoecherl; Brent Cooper; Charles Crockett; Iryne Black; Sylvia & Tim Engler; Joey Racano; Karin Moran

5. CONVENE IN CLOSED SESSION PURSUANT TO GOVERNMENT CODE SECTION 54957.6: The Board convened in closed session at 6:34 p.m., pursuant to Government Code Section 54957.6 to discuss Agenda Item No. 5 (a)(1). Confidential Minutes of the Closed Session held by the Board of Directors have been prepared in accordance with California Government Code Section 54957.2, and are maintained by the Board Secretary in the Official Book of Confidential Minutes of Board and Committee Closed Meetings. No reportable action was taken re Agenda Item No. 5(a)(1).

RECONVENE IN REGULAR SESSION: At 7:25 p.m., the Board reconvened in regular session.

#### ELECTION OF CHAIR

General Counsel Thomas L. Woodruff briefly reviewed the provisions of the District's Rules of Procedure relating to nomination and election of the Chair and Vice Chair.

This being the annual meeting fixed by the Board at which elections are held for the office of Chair of the Orange County Sanitation District, Counsel then declared the nominations open. Directors Brian Brady and Shirley McCracken were nominated as candidates for the office of Chair of the Orange County Sanitation District at the May Board meeting. There being no other nominations, a motion was made, seconded and duly adopted to close nominations. Voting was done by written ballot and Director McCracken was elected Chair by a majority vote.

#### ELECTION OF VICE CHAIR

It was announced that the election of the Vice Chair of the Orange County Sanitation District was in order. Nominations were then called for the post, whereupon Director Steve Anderson was nominated. There being no other nominations, a motion was made, seconded and duly adopted to close nominations. A motion was then duly made, seconded and adopted to cast the unanimous ballot for Director Steve Anderson as the Vice Chair of the Orange County Sanitation District.

#### PUBLIC COMMENTS

Because a large volume of requests to address the Board of Directors had been received that evening, General Counsel reviewed the Rules of Procedure, Resolution No. OCSD 01-23, which allow the Chair, at his discretion, to limit the amount of time allotted for public comments.

MOVED, SECONDED AND DULY CARRIED: Authorize waiving of Rules of Procedure, Resolution No. OCSD 01-23, and limit public comments to two minutes per person, with no limit on the total amount of time for said comments.

Motion passed by a vote of 16 ayes and 9 noes.

The following persons spoke about ocean discharge issues and expressed their opposition to the waiver: Larry Porter; Dean Feinemann; Doug Korthoff; Laura Davick; Joan Irvine Smith; Stephanie Borgen; Jan Vandersloot; Robin Rustan; Michael McNulty; Judy McNulty; Don McGee; Heather Zavala; Vic Caruso; Dennis Baker; Dana Swanson; Don May; John Thomas; Chris Evans; Jeff Lebow; James Miller; Denise Flanagan; Eileen Murphy; Flossie Horgan; Garry Brown; Don Slaven; Tal Simchoni; Irwin Haydock; Jenna Peck; Bob Siebert; Curtis Zavodny; Matt McCarty; Vard Whittick; Anita Vazquez Tibao; Charles Stoddart; Joseph Allyson; Penny Maciel; Daniel Williams; Robin Leffler; Anne Jean Spiegel; Dean Albright; Erin Noel; Judith M. Gielow; David Carro; Virgil Talbott; Eben Sprague; Lorenzo Zadera; Heather Hoecherl; Greg Jewell; Christopher Koontz; Linda Nicholes; Randy Kokal; Robert Baker; Lisa Rosen; Charles Crockett; April Love; Howard Stein; Sherri Loveland; Marjorie Niland; Darrell Nolta; Matt Hagemann; Marilyn Ganahl; Sandra Genis; Christy Holmes; Paul Arms; Linda Todd; Bryan Williams; William R. Orton; Jeffrey Simonds; Cindy Huynh; Lee Wilson; Iryne Black; Tim and Sylvia Engler; Heidi Miner; Rob Nelson; Joey Racano.

Randy Fuhrman spoke regarding budget issues and Agenda Item No. 17(c) with regard to the award of a contract for ultraviolet light equipment.

#### REPORT OF THE CHAIR

Chair Eckenrode announced that Director Roy Moore had been appointed to serve as Vice Chair of the FAHR Committee, and Director Patty Campbell would serve on the PDC Committee at her request.

The Chair reported that the FAHR Committee would be meeting on July 10<sup>th</sup>, and all other working committees would be dark. The regular committee meeting schedule would resume in August.

Directors were reminded that the next regular board meeting would be on July 17<sup>th</sup>. The meeting is to commence at 6:00 p.m. to allow sufficient time for the Directors to discuss the level of treatment issue. Chair Eckenrode advised that the Steering Committee was recommending public comments be restricted to 45 minutes. The Board has received over 20 hours of public comment on the issue and the Steering Committee feels that the Board is well aware of the prevailing sentiment held by most of the public that has addressed the Board.

#### REPORT OF THE GENERAL MANAGER

Blake Anderson, General Manager, briefly updated the Directors regarding the Ocean Outfall Bacteria Reduction Program, Job No. J-87. The Regional Water Quality Control Board (RWQCB) will be considering a permit modification on July 19<sup>th</sup>, which will allow the District to move to disinfection by the middle of August. The permit modification, if approved, will add a chlorine residual limit that protects sea life, add new marine species for acute toxicity testing, and require that recreational standard include all waters within the three-mile state territorial

limit. The District's goal is to achieve AB 411 standards at the District's outfall. Mr. Anderson stated that disinfection is the only way the District can address the issue of pathogen reduction quickly and effectively, and that full secondary treatment is not an alternative to disinfection. A copy of the RWQCB staff report and draft order was placed in the Directors' meeting folders.

Mr. Anderson then reported that the Maddox Bill, AB 1969, has passed through the Senate Environmental Quality Committee and is now with the Appropriations Committee. Because there are no state funds involved, the bill is anticipated to pass on to the floor of the Senate. Assemblyman Maddox has added an amendment to the bill that adds a deadline of 2008 for implementation of secondary treatment. Because of the mandatory fine law, the Regional Board must fine the District between \$3000 and \$10,000 per day for every day of noncompliance, which would total between \$5.5 and \$18.2 million dollars if compliance didn't happen until 2013, which is the date District engineers advise is achievable. Mr. Anderson stated it is preferable that the District be able to negotiate a reasonable compliance schedule with EPA and the Regional Board rather than having to comply with a state mandate with an unachievable schedule.

#### REPORT OF THE GENERAL COUNSEL

General Counsel Thomas L. Woodruff expressed concern with regard to a time limit placed on the Maddox Bill. The RWQCB could be intimidated by state-wide legislation ordering compliance with a specific date and the RWQCB could find it difficult to support an 11-year build-out compliance program, even though they are on record opposing AB 1969.

#### APPROVAL OF MINUTES

The Chair ordered that the minutes of the special meeting held on May 15, 2002, and the regular meeting held May 22, 2002, be deemed approved, as mailed.

Director McGuigan abstained on the May 15, 2002 minutes. Director Silva abstained on the May 22, 2002 minutes.

#### RATIFICATION OF PAYMENT OF CLAIMS

MOVED, SECONDED AND DULY CARRIED: Ratify payment of claims set forth on exhibits "A" and "B", attached hereto and made a part of these minutes.

<u>ALL DISTRICTS</u>	<u>05/15/02</u>	<u>05/31/02</u>
Totals	\$10,936,968.73	\$4,548,916.32

Director Mark Leyes abstained. Director Jempssa abstained on Warrant No. 44536.

**CONSENT CALENDAR**

11. a. **MOVED, SECONDED AND DULY CARRIED:** Adopt Resolution No. OCSD 02-11, Establishing the Annual Appropriations Limit for Fiscal Year 2002-03 for the District in accordance with the Provisions of Division 9 of Title 1 of the California Government Code.
- b. **MOVED, SECONDED AND DULY CARRIED:** Approve Assignment of Contract of Professional Services Agreement from m2T Technologies for Plant No. 2 Oxygen Plant Replacement/Rehabilitation Assessment, Job No. SP-72, to DWG Associates.

**NON-CONSENT CALENDAR**

13. **DRAFT STEERING COMMITTEE MINUTES:** A verbal report was presented by Director Eckenrode, Chair of the Steering Committee, re the June 26, 2002 meeting.

Committee Chair Eckenrode advised that Gary Streed, Director of Finance, gave an update on the adverse condition of the insurance industry and increased rates. The Steering Committee was recommending that Item 16(f) be modified to not approve the earthquake insurance.

Item 17(c) regarding the award of an ultraviolet light supply contract to Trojan Technologies was also discussed and the committee was recommending the item be moved to the FAHR Committee meeting of July 10<sup>th</sup> for review and discussion.

The Steering Committee discussed at the request of Director Anderson on placing the question of level of treatment as a ballot measure. The committee determined not to place this on the November ballot.

In preparation for the upcoming July 17<sup>th</sup> Board meeting, it was determined that the meeting would begin at 6:00 p.m., and public comments be limited to 45 minutes.

The Chair then ordered the draft Steering Committee Minutes for the meeting held on May 22, 2002 to be filed.

14. **DRAFT OPERATIONS, MAINTENANCE AND TECHNICAL SERVICES COMMITTEE MINUTES:** A verbal report was presented by Director McGuigan, Chair of the Operations, Maintenance and Technical Services Committee, re the June 5, 2002 meeting.

The Chair then ordered the draft Operations, Maintenance and Technical Services Committee Minutes for the meeting held on June 5, 2002 to be filed.

- c. **MOVED, SECONDED AND DULY CARRIED:** Authorize the General Manager to finalize negotiations and subsequently award a contract to Systime Computer Corporation for JD Edwards OneWorld Implementation, Specification No. S-2001-62BD, providing for the migration and upgrade of the District's Financial Information System, for a total amount not to exceed \$1,300,000, which includes a \$350,000 contingency.
- d. **MOVED, SECONDED AND DULY CARRIED:** Authorize the General Manager to negotiate and subsequently award a sole source Professional Services Agreement with Brown & Caldwell Consulting providing for consulting services in connection with the Santa Ana Regional Water Quality Control Board's newly adopted Waste Discharge Requirements, in an amount not to exceed \$700,000, for the contract period of July 1, 2002 through December 31, 2004.
- e. **MOVED, SECONDED AND DULY CARRIED:** (1) Approve Change order No. 1 to P.O. No. 101150 issued to Hill Brothers Chemical Company, for the Purchase of Magnesium Hydroxide Solution, Specification No. C-2002-83BD, for odor and corrosion control in the Newport trunklines, providing for a time extension of two months (through August 31, 2002), for an additional amount not to exceed \$80,000, for a total contract amount not to exceed \$175,000; and (2) Authorize the General Manager to competitively bid and subsequently award the Purchase of Magnesium Hydroxide Solution, Specification No. C-2002-95BD, to the lowest responsive and responsible bidder for a total amount not to exceed \$493,000, including a 20% contingency amount of \$83,000, for the period September 1, 2002 through August 31, 2003, with two one-year renewal options to include a 10% annual cost escalation.
- f. **MOVED, SECONDED AND DULY CARRIED:** Authorize the General Manager to negotiate and award a sole source contract with US Peroxide Inc., for a One-Year Study of Peroxide Regenerated Iron-sulfide Control, Specification No. C-2002-88BD, providing for demonstration of a proprietary chemical process consisting of ferrous chloride and hydrogen peroxide treatment for odor and corrosion control in the Miller-Holder, Knott and Baker-Gisler trunklines, for the period August 1, 2002 through July 31, 2003, for an estimated amount not to exceed \$2,434,000, which includes a contingency amount of \$116,000.

15. **DRAFT PLANNING, DESIGN AND CONSTRUCTION COMMITTEE MINUTES:** A verbal report was presented by Director Anderson, Chair of the Planning, Design and Construction Committee, re the June 6, 2002 meeting.

The Chair then ordered the draft Planning, Design and Construction Committee Minutes for the meeting held on June 6, 2002 to be filed.

- c. **MOVED, SECONDED AND DULY CARRIED:** Approve Addendum No. 1 to the Professional Services Agreements with Law/Crandall and Ninyo & Moore, to provide for Materials Testing, Inspection, and Geotechnical Engineering Service, Specification No. PSA-2001-33BD, for an amount not to exceed \$130,000 for each agreement (\$260,000 total).

- d. MOVED, SECONDED AND DULY CARRIED: Approve Professional Services Agreement with Smith-Emery GeoServices for Materials Testing and Geotechnical Engineering Services, Specification No. PSA-2002-33BD, for an amount not to exceed \$130,000 for a one-year period effective July 1, 2002, with the option to renew for one additional year for an amount not to exceed \$100,000.
- e. MOVED, SECONDED AND DULY CARRIED: Approve Addendum No. 1 to the Professional Services Agreements with Bell Land Surveying, MDS Consulting, and Bush & Associates, to provide for Surveying Services, Specification No. PSA-2001-34BD, for a one-year period for an amount not to exceed \$170,000 for each agreement (\$510,000 total).
- f. MOVED, SECONDED AND DULY CARRIED: Approve Addendum No. 1 to the Professional Services Agreement with Electro Test Inc., to provide Electrical Acceptance Testing Services, Specification No. PSA-2001-35BD, for a one-year period for an amount not to exceed \$150,000.
- g. MOVED, SECONDED AND DULY CARRIED: Ratify Change Order No. 2 to Replacement of Back Bay Trunk Sewer, Contract No. 5-46, with Ken Thompson, Inc., authorizing an addition of \$121,341, increasing the total contract amount to \$5,716,066.
- h. MOVED, SECONDED AND DULY CARRIED: Ratify Change Order No. 10 to Rehabilitation of Digesters I, J, K, L, M, N, and O at Plant No. 2, Job No. P2-39, with Margate Construction, authorizing an addition of \$107,027 and a time extension of 63 calendar days, increasing the total contract amount to \$10,782,595.
- i. MOVED, SECONDED AND DULY CARRIED: (1) Approve a budget amendment of \$243,204 for Ocean Outfall Flowmeter Replacement at Plant No. 2, Job No. J-66, for a total budget of \$1,982,281; and (2) Ratify Change Order No. 3 to Ocean Outfall Flowmeter Replacement at Plant No. 2, Job No. J-66, with Urbantec Engineers, Inc., authorizing an addition of \$243,204 and a time extension of 126 calendar days, increasing the total contract amount to \$1,362,281.
- j. MOVED, SECONDED AND DULY CARRIED: (1) Approve a budget amendment of \$94,036 for Junction Structure Upgrade, Job No. SP2000-29, for a total budget of \$566,236; (2) Ratify Change Order No. 2 to Junction Structure Upgrade, Job No. SP2000-29, with Mike Pritch and Sons, authorizing an addition of \$37,483.03 and a time extension of 168 days, increasing the total contract amount to \$389,736; and (3) Accept Junction Structure Upgrade, Job No. SP2000-29, as complete, authorizing execution of the Notice of Completion and approving the Final Closeout Agreement.



- k. MOVED, SECONDED AND DULY CARRIED: (1) Receive and file plans and specifications for Engineering Trailer Complex at Plant No. 1, Job No. J-90; and (2) Authorize the General Manager to award a Contract to the lowest bidder for an amount not to exceed the engineer's estimate of \$1,675,000.
  - l. MOVED, SECONDED AND DULY CARRIED: Approve Addendum No. 2 to the Professional Services Agreement with Fluor Signature Services, for Space Allocation & Interior Renovation, Job No. J-84, providing for additional conceptual design work for an additional amount of \$34,200, increasing the total amount not to exceed \$463,000.
  - m. MOVED, SECONDED AND DULY CARRIED: Approve Addendum No. 3 to the Professional Services Agreement with Parsons Engineering Science, Inc., for Area Classification Study Implementation Plan, Plant Nos. 1 and 2, Job No. J-35-2, providing for Construction Support Services in the amount of \$965,264, for a total amount not to exceed \$3,270,744.
  - n. MOVED, SECONDED AND DULY CARRIED: Approve Addendum No. 3 to the Professional Services Agreement with Brown and Caldwell for the Santa Ana River Interceptor Relocation and Protection, Contract No. 2-41, providing for additional engineering services, authorizing staff to reallocate funds for an amount not to exceed \$784,769, with no increase in the total contract amount of \$3,807,047.
  - o. MOVED, SECONDED AND DULY CARRIED: (1) Approve plans and specifications for Bushard Trunk Sewer Rehabilitation, Job No. I-2-4, on file at the office of the Board Secretary; (2) Approve Addenda Nos. 1, 2, 3, and 4 to the plans and specifications; (3) Receive and file letter dated May 14, 2002, from Colich & Sons, L.P., the apparent low bidder, requesting to be relieved from their bid due to a mathematical error; (4) Approve the request of Colich & Sons, L.P. for release from their bid; (5) Adopt report of General Counsel dated June 10, 2002, pursuant to California Public Contracts Code Section 5101(b), establishing facts by which release from its bid is granted to Colich & Sons, L.P.; (6) Receive and file bid tabulation and recommendation; and (7) Award a construction contract to Steve P. Rados, Inc., for Bushard Trunk Sewer Rehabilitation, Job No. I-2-4, for an amount not to exceed \$30,003,210.
16. DRAFT FINANCE, ADMINISTRATION AND HUMAN RESOURCES COMMITTEE MINUTES: A verbal report was presented by Director Brady, Chair of the Finance, Administration and Human Resources Committee, re the June 12, 2002 meeting.

The Chair ordered the draft Finance, Administration and Human Resources Committee Minutes for the meeting held on June 12, 2002 to be filed.

- c. MOVED, SECONDED AND DULY CARRIED: Receive and file Treasurer's Report for the month of May 2002.

d. **MOVED, SECONDED AND DULY CARRIED:** Authorize an increase to the Temporary Employment Services authorization by an additional \$250,000, raising the authorized amount from \$1,300,000 to \$1,550,000 for the remainder of FY 01-02.

e. **MOVED, SECONDED AND DULY CARRIED:** Approve proposed Operating, Capital, Debt/COP Service and Self-Insurance Budgets for 2002-03, as follows:

Joint Works Operating/Working Capital	\$65,421,200
Worker's Compensation Self Insurance	429,000
General Liability and Property Self-Insurance	2,429,500
Collection System Operating	15,135,000
Capital Improvement Program	154,400,000
Debt/COP Service	38,995,000

Director Brady opposed.

f. **MOVED, SECONDED AND DULY CARRIED:** Renew the District's All-Risk Property for the period July 1, 2002 through June 30, 2003, for an amount not to exceed \$823,000; and, to discontinue the Earthquake Insurance Program.

g. Item was removed and referred back to the FAHR Committee.

17. **DRAFT JOINT GROUNDWATER REPLENISHMENT SYSTEM COOPERATIVE COMMITTEE MINUTES:** A verbal report was presented by Director Russ Patterson, representative on the Joint Groundwater Replenishment System Cooperative Committee, re the meeting held on June 10, 2002.

The Chair ordered the Joint Groundwater Replenishment System Cooperative Committee Minutes for the meeting held on May 13, 2002 to be filed.

c. Item was removed and referred to the FAHR Committee for review and discussion.

d. **MOVED, SECONDED AND DULY CARRIED:** Approve Addendum No. 5 to the Professional Services Agreement with Camp, Dresser & McKee Inc. for an additional amount of \$557,697, for a total amount not to exceed \$35,890,804, for a cost-of-living increase of 2.7% for 2002 in accordance with the PSA for the Groundwater Replenishment System, Job No. J-36, with the Orange County Sanitation District and the Orange County Water District paying equal shares of \$278,849.

18. **MOVED, SECONDED AND DULY CARRIED:** Authorize the General Manager to competitively bid and subsequently award the purchase of the following chemicals in connection with the ocean outfall bacteria reduction program:
  - (a) Sodium Hypochlorite, Specification No. C-2002-98BD, to the lowest responsive and responsible bidder for an estimated amount of \$4,038,000, for the period August 1, 2002 through July 31, 2003, with four one-year renewal options to include not more than a 10% annual cost escalation, if necessary; and,
  - (b) Sodium Bisulfite, Specification No. C-2002-102BD, to the lowest responsive and responsible bidder for an estimated amount of \$800,000, for the period August 1, 2002 through July 31, 2003, with four one-year renewal options to include not more than a 10% annual cost escalation, if necessary.
19. **MOVED, SECONDED AND DULY CARRIED:** (1) Authorize the General Manager to solicit proposals, negotiate, and award a new contract for the Purchase of Natural Gas, Specification No. C-2002-101BD, to be effective August 1, 2002 for an estimated annual amount of \$1,809,000; and, (2) Authorize the General Manager, or his designee, to negotiate fixed prices under the Purchase of Natural Gas, Specification No. C-2002-101BD contract, if market conditions are favorable, without further Board authorization.
20. **MOVED, SECONDED AND DULY CARRIED:** (1) Approve plans and specifications for Area Classification Study Implementation Plan, Plant Nos. 1 and 2, Job No. J-35-2, on file at the office of the Board Secretary; (2) Approve Addenda Nos. 1, 2, and 3 to the plans and specifications; (3) Receive and file Bid Tabulation and Recommendation; and (4) Award a Construction Contract to J.F. Shea Construction, Inc., for Area Classification Study Implementation Plan, Plant Nos. 1 and 2, Job No. J-35-2, for an amount not to exceed \$14,066,442.
21. **MOVED, SECONDED AND DULY CARRIED:** Approve plans and specifications for Abandonment of Airbase Trunk Sewer - Arlington, Contract No. 6-13-2, on file at the office of the Board Secretary; (2) Approve Addendum No. 1, to the plans and specifications; (3) Receive and file Bid Tabulation and Recommendation; and, (4) Award a construction contract to Mike Prlich & Sons, Inc. for Abandonment of Airbase Trunk Sewer - Arlington, Contract No. 6-13-2, for an amount not to exceed \$596,370.
22. **MOVED, SECONDED AND DULY CARRIED:** Receive and file Addendum No. 5 to the 1999 Strategic Plan Program Environmental Impact Report, prepared by K.P. Lindstrom, Inc., for the Engineering Trailer Complex at Plant No. 1, Job No. J-90.
23. The Chair declared a recess of the Board of Directors, Orange County Sanitation District, at 10:47 p.m.

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ORANGE COUNTY SANITATION DISTRICT FINANCING CORPORATION  
ROLL CALL

A regular meeting of the Board of Directors of the Orange County Sanitation District Financing Corporation (OCSDFC) was called to order on June 26, 2002, at 10:47 p.m., in the District's Administrative Offices. The roll was called and the Secretary reported a quorum present as follows:

**ACTIVE DIRECTORS**

**ALTERNATE DIRECTORS**

X	Norman Z. Eckenrode, Chair		Constance Underhill
X	Shirley McCracken, Vice Chair		Tom Daly
X	Mike Alvarez		Mark A. Murphy
X	Steve Anderson		Steve Simonian
X	Don Bankhead		Jan Flory
X	Brian Brady		Darryl Miller
X	Patricia Campbell		Paul Yost
X	Debbie Cook		Connie Boardman
X	Laurann Cook		Larry Crandall
X	Brian Donahue		David Shawver
A	James M. Ferryman		Arlene Schafer
	John M. Gullixson	X	Michael Duvall
X	Alice B. Jempsa		Arthur DeBolt
X	Tony Kawashima		Tracy Worley
X	Beth Krom		Greg Smith
X	Mark Leyes		Bruce Broadwater
X	Pat McGuigan		Alberta Christy
X	Roy Moore		Marty Simonoff
A	Joy Neugebauer		Grace Epperson
X	Russell Patterson		Richard A. Freschi
X	Anna L. Piercy		Tim Keenan
X	Tod Ridgeway		Gary Adams
X	Jerry Sigler		Jim Dow
X	Jim Silva		Chuck Smith
X	Paul Walker		Kenneth Blake

APPROVAL OF MINUTES

The Chair ordered that the minutes of the meeting held on September 26, 2001 be deemed approved, as mailed.

Directors Brian Brady and Tod Ridgeway abstained.

REPORT OF THE DIRECTOR OF FINANCE

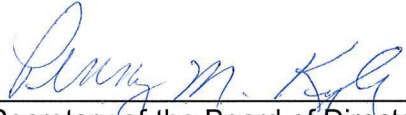
Gary Streed reported that although the Finance Board needs to meet only once per year by charter, additional meetings will be held throughout the upcoming year as staff prepares to issue certificates of participation or to initiate a commercial paper program for the capital improvement program that was approved in the OCSD budget. He also reported that property taxes were sufficient to cover all principal and interest payments and that they were made on time during the past year. The year end balance of outstanding certificates of participation is \$376 million.

ADJOURNMENT: The Chair declared the meeting of the Orange County Sanitation District Financing Corporation adjourned at 10:50 p.m.

\* \* \* \* \*

RECONVENE: The Chair of the Board of Directors of Orange County Sanitation District reconvened the meeting at 10:50 p.m.

ADJOURNMENT: The Chair adjourned this meeting to the regular meeting to be held at 6:00 p.m. on Wednesday, July 17, 2002. The Chair then declared the meeting adjourned at 10:51 p.m.

  
\_\_\_\_\_  
Secretary of the Board of Directors of  
Orange County Sanitation District