

**LA HABRA HEIGHTS COUNTY
WATER DISTRICT**

BOARD MEETING

MAY 28, 2024

**AGENDA FOR REGULAR MEETING
BOARD OF DIRECTORS
LA HABRA HEIGHTS COUNTY WATER DISTRICT
May 28, 2024 @ 4:00PM**

- 1. Roll call of Directors by Secretary**
- 2. Notation of staff members and others present**
- 3. Public Communications** (Comments will be limited to 3 minutes)
- 4. Directors Report – Individual, Subcommittees and/or Attended Events**
- 5. Consent Items:** It is recommended these items be acted upon simultaneously unless separate discussion or action is requested by a member of the public or a Director.
 - a. Minutes of Regular Board meeting for April 23, 2024 (approve)
 - b. Financial Reports – April 2024 (approve)
- 6. Approval of warrants and authorize signatures per warrant list**
- 7. Report of Superintendent**
- 8. Report and recommendations of the General Manager:**
 - a. Discuss and Adopt – Resolution 24-03, Fiscal Year 2024 / 2025 Annual Budget
 - b. Discuss and Approve – Fiscal Year 2024 / 2025 Fiscal Year Salary and Benefits
 - c. Discuss and Adopt – Resolution 24-04, Approve investing District funds in Certificates of Deposit
 - d. Discuss and Action – Authorize Investment Subcommittee to invest more than one million dollars.
 - e. Discuss and Approve – 2024 Spring “H2O Pipeline”
 - f. Discuss and Action-General Manager Salary
- 9. Closed Session**

a. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION:

In re: Aqueous Film-Forming Foams Products Liability. Case No. 2:18-mn-2873-RMG, pending in the United States District Court for the District of South Carolina, Charleston Division. Discussion of existing litigation pursuant to Government Code section 54956.9, paragraph (1) of subdivision (d).

c. CONFERENCE WITH REAL PROPERTY NEGOTIATORS

Government Code section 54956.8

Property: Real property subject to license no. 516436, dated June 1, 1918, between BNSF Railway Company and La Habra Heights County Water District, covering a site for a thirty-inch water line from Railway Company's Mile Post 153.11 to 153.42 in Los Nietos, Los Angeles County, California.

Agency negotiator: Joe Matthews, General Manager, and Michael Silander, General Counsel

d. CONFERENCE WITH REAL PROPERTY NEGOTIATORS

Government Code section 54956.8

Property: Potential easements at 19-1358 Whittier Mobile CC, 10550 Dunlap Crossing Road, Whittier, CA.

Agency negotiators: Joe Matthews, General Manager, and Michael Silander, District Counsel.

Negotiating parties: La Habra Heights County Water District and SoCalGas.

e. CONFERENCE WITH REAL PROPERTY NEGOTIATORS

Government Code section 54956.8

AT & T cell tower lease offer on a portion of Reservoir 10A property, APN parcel(s) 8239-031-900, 8239-031-902, 8239-031-901, and 8239-031-903.

Agency negotiators: Joe Matthews, General Manager, and Michael Silander, District Counsel.

Negotiating parties: La Habra Heights County Water District and AT&T.

f. CONFERENCE WITH LEGAL COUNSEL- ANTICIPATED LITIGATION

Government Code § 54956.9(d)(4)

Initiation of litigation: One case.

g. PUBLIC EMPLOYEE APPOINTMENT

Government Code Section 54957

Title: General Manager/Secretary

10. Adjournment

Any documents that are provided to the Board of Directors regarding items on this agenda less than 72 hours prior to this meeting will be available for public inspection at the front counter of the District office located at 1271 N. Hacienda Road, La Habra Heights, California 90631

MINUTES

MINUTES OF THE REGULAR BOARD MEETING
OF THE BOARD OF DIRECTORS
LA HABRA HEIGHTS COUNTY WATER DISTRICT
APRIL 23, 2024

A regular meeting of the Board of Directors of La Habra Heights County Water District was held on April 23, 2024, at 4:03 p.m., at the office of the District, located at 1271 North Hacienda Road, La Habra Heights.

Item 1. Roll call of Directors by Joe Matthews, Assistant General Manager/ Superintendent.

PRESENT: Directors Baroldi, Cooke, and McVicar

ABSENT: Director Crabb and Perumean

Item 2. Staff members and others present. Staff: Michael Gualtieri, General Manager, Joe Matthews, Assistant General Manager/Superintendent, Tammy Wagstaff, Treasurer, and Ivan Ramirez, Assistant Superintendent. Others present; Michael Silander, Attorney at Law, and Martin Jaimes from Whittier Mobile Country Club.

Michael Gualtieri, General Manager, brought to the board's attention that two items needed to be added to the agenda as items 8.d. and 8.e., as those items arose after the posting of the agenda. There was a motion by Director McVicar and seconded by Director Cooke to add to item 8.d. to appoint a new Director and Alternate for the ACWA JPIA and item 8.e. appointing new Director and alternate to ACWA. The vote was as follows:

AYES: Directors Baroldi, Cooke, and McVicar

NOES: None

ABSENT: Director Crabb and Perumean

Item 3. Public Communications – Martin Jaimes from Whittier Mobile Country Club discussed that Whittier Mobile Country Club would like the District to sign an easement agreement with Southern California Gas Company.

Item 4. Directors Report – Individual, Subcommittees, and/or Attended Events. –

Director Baroldi discussed PFAS.

Director McVicar discussed Wells Fargo Bank.

Item 5.a. b.& c. Minutes of Regular Meeting for March 26, 2024, Minutes of Special Meeting for April 8, 2024, and Financial Reports- March 2024. After discussion, there was a motion by Director McVicar and seconded by Director Baroldi to approve the minutes and financial reports. The vote was as follows:

AYES: Directors Baroldi, Cooke, and McVicar

NOES: None

ABSENT: Director Crabb and Perumean

Item 5.d. Status of Investments – February 2024. After discussion, there was a motion by Director McVicar and seconded by Director Baroldi to approve the report of investments, with a request that future reports be updated to reflect market value. The vote was as follows:

AYES: Directors Baroldi, Cooke, and McVicar

NOES: None

ABSENT: Director Crabb and Perumean

Item 6. Approval of warrants and authorized signatures per warrant list. After discussion, there was a motion made by Director McVicar and seconded by Director Baroldi that the warrant numbers 46792 through 46862 in the amount of \$230,893.11 and EFT transfers in the amount of \$14,772.90 be approved and signatures be authorized. The vote was as follows:

AYES: Directors Baroldi, Cooke, and McVicar,

NOES: None

ABSENT: Director Crabb and Perumean

Item 7. Report of Superintendent. Ivan Ramirez informed six service leaks were repaired and a new service for an ADU was installed. Brkich Construction completed Snooks Reservoir leak repair and removed bypass piping. Regan Paving completed asphalt repair on West Road and Hacienda Road. Spectrum completed its cable installation at Snooks Reservoir. TPX will install equipment to replace the cellular system for our new secure landline system.

Item 8.a. Discuss and Action – Amend Board Resolution 24-01 Investing in United States Treasury Bills. After discussion, this item was tabled until the next scheduled meeting.

Item 8.b. Discussion, and Action – Vote for Special District LAFCO Representative. After discussion, there was a motion by Director Cooke and seconded by Director Baroldi to vote for Donald L. Dear as Special District LAFCO Representative. The vote was as follows:

AYES: Directors Cooke, McVicar, and Perumean

NOES: None

ABSENT: Crabb and Perumean

Items 8.c. Discuss and Action – Fiscal Year 2024/2025 Proposed Budget. This item was tabled until the next scheduled board meeting.

8.d. Discuss and action appoint a new Director and Alternate for ACWA JPIA. After discussion, there was a motion by Director McVicar and seconded by Director Cooke to vote for Director Baroldi as the Director and Joe Matthews as the Alternate for the ACWA JPIA. The vote was as follows:

AYES: Directors Baroldi, Cooke, and McVicar

NOES: None

ABSENT: Director Crabb and Perumean

8.e. Discuss and action appoint a new Director and Alternate for ACWA. There was a motion by Director McVicar and seconded by Director Cooke to vote Joe Matthews as the Director and Director Baroldi as the alternate. The vote was as follows:

AYES: Directors Baroldi, Cooke, and McVicar

NOES: None

ABSENT: Director Crabb and Perumean

(The closed session began at 5:46 p.m. and ended at 6:19 p.m.)

Item 9.a. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION:
In re: Aqueous Film-Forming Foams Products Liability. Case No. 2:18-mn-2873-RMG, pending in the United States District Court for the District of South Carolina, Charleston Division. Discussion of existing litigation pursuant to Government Code section 54956.9, paragraph (1) of subdivision (d). No reportable action was taken.

Item 9.b. CONFERENCE WITH REAL PROPERTY NEGOTIATORS

Government Code section 54956.8

Property: Real property subject to license no. 516436, dated June 1, 1918, between BNSF Railway Company and La Habra Heights County Water District, covering a site for a thirty-inch water line from Railway Company's Mile Post 153.11 to 153.42 in Los Nietos, Los Angeles County, California.

Agency negotiator: Michael Gualtieri, General Manager, Joe Matthews, Assistant General Manager, and Michael Silander, General Counsel. No reportable action was taken.

Item 9. c. CONFERENCE WITH REAL PROPERTY NEGOTIATORS
Government Code section 54956.8

Property: Potential easements at 19-1358 Whittier Mobile CC, 10550 Dunlap Crossing Road, Whittier, CA.

Agency negotiators: Michael Gualtieri, General Manager, Joe Matthews, Assistant General Manager, and Michael Silander, District Counsel.

Negotiating parties: La Habra Heights County Water District and SoCalGas. No reportable action was taken.

Item 9.d. PUBLIC EMPLOYEE APPOINTMENT
Government Code section 54957

Title: General Manager.
No reportable action was taken.

Item 10. There being no further business to come before the Board, a motion was made by Director Cooke and seconded by Director McVicar that the meeting be adjourned at 6:43 p.m. The vote was as follows:

AYES: Directors Baroldi, Cooke, and McVicar

NOES: None

ABSENT: Director Crabb and Perumean

Dated: May 28, 2024

Brad Cooke, President

(SEAL)

Joe Matthews, Secretary

FINANCIAL REPORT

LA HABRA HEIGHTS COUNTY WATER DISTRICT

STATEMENTS OF NET POSITION

April 30, 2023 and April 30, 2024

	2023	2024
ASSETS:		
Current Assets:		
CASH-PETTY	300.00	300.00
CASH-CHECKING	1,360,290.74	1,083,460.37
CASH-SWEEP	-	601.33
INVESTMENT-LAIF	4,932,859.05	4,998,807.78
INVESTMENT-TREASURY BILLS	-	1,005,902.28
ACCOUNTS RECEIVABLE-WATER	268,764.61	301,873.56
ACCOUNTS RECEIVABLE-OTHER	268,716.94	270,331.99
TAXES RECEIVABLE	-	-
LEASE RECEIVABLE	-	127,183.86
ACCRUED INTEREST RECEIVABLE	11,747.00	18,065.00
INVENTORY	209,598.20	208,885.95
PREPAID EXPENSES	58,120.79	72,806.97
Total Current Assets	7,110,397.33	8,088,219.09
Noncurrent Assets:		
Capital Assets:		
LAND	532,743.65	532,743.65
WATER RIGHTS	1,640,490.80	1,640,490.80
SOURCE OF SUPPLY	2,271,079.60	2,271,079.60
PUMPING PLANT	1,625,877.77	1,668,932.77
TRANSMISSION & DISTRIBUTION	26,361,304.22	26,537,970.57
GENERAL PLANT	1,785,846.06	1,648,500.03
CONSTRUCTION IN PROGRESS	151,788.84	289,854.74
Total Capital Assets	34,369,130.94	34,589,572.16
Accumulated Depreciation	(20,111,577.73)	(20,348,883.50)
Net Capital Assets	14,257,553.21	14,240,688.66
Other Noncurrent Assets:		
CONSTRUCTION ADVANCE RECEIVABLE	9,960.19	-
INVESTMENTS-CAL DOMESTIC WATER CO	591.00	591.00
LEASE RECEIVABLE	2,415,646.20	2,296,690.27
Total Other Noncurrent Assets	2,426,197.39	2,297,281.27
Total Assets	23,794,147.93	24,626,189.02
DEFERRED OUTFLOWS OF RESOURCES- Deferred amount from pension plan		
	172,529.00	771,900.00
DEFERRED OUTFLOWS OF RESOURCES- Deferred amount from OPEB		
	259,764.00	225,139.00
Total Deferred Outflows of Resources	432,293.00	997,039.00

LA HABRA HEIGHTS COUNTY WATER DISTRICT

STATEMENTS OF NET POSITION

April 30, 2023 and April 30, 2024

	2023	2024
LIABILITIES		
<u>Current Liabilities:</u>		
ACCOUNTS PAYABLE	235,386.29	208,812.60
CURR PORTION-LONG TERM DEBT	61,359.75	-
ACCRUED INTEREST-CONTRACT PAYABLE-D/G	481.80	-
DEPOSITS-CUSTOMERS	6,000.00	2,756.74
DEPOSITS-CONSTRUCTION	4,500.00	40,579.82
ACCRUED PROPERTY TAXES	-	-
ACCRUED PAYROLL	-	-
ACCRUED EMPLOYEE BENEFITS	150,468.34	157,407.33
DEFERRED RENTAL INCOME	-	-
ACCRUED RETIREMENT CONTRIBUTIONS	-	-
NET OPEB OBLIGATION	1,706,103.00	1,038,484.00
NET PENSION LIABILITY	125,862.00	1,248,389.00
Total Current Liabilities	2,290,161.18	2,696,429.49
Total Liabilities	2,290,161.18	2,696,429.49
DEFERRED INFLOWS OF RESOURCES- Deferred amounts from pension plan	140,358.00	25,928.00
DEFERRED INFLOWS OF RESOURCES- Deferred amounts from OPEB	385,809.00	1,014,037.00
DEFERRED INFLOWS OF RESOURCES- Deferred amounts from Leases	2,437,536.97	2,315,676.49
Total Deferred Inflows of Resources	2,963,703.97	3,355,641.49
<u>Net Position:</u>		
INVESTED IN CAPITAL ASSETS, NET RELATED DEBT	14,196,193.46	14,240,688.66
UNRESTRICTED	4,766,422.13	5,330,468.38
RESTRICTED	9,960.19	-
Total Net Position	18,972,575.78	19,571,157.04

LA HABRA HEIGHTS COUNTY WATER DISTRICT
STATEMENTS OF REVENUE, EXPENSES AND CHANGES IN NET POSITION
For Ten Months Ending April 30, 2023 and April 30, 2024

	Last Year Current Month Actual 4/30/2023	Current Month Actual 4/30/2024	Last Year YTD Actual 4/30/2023	Current YTD Actual 4/30/2024	Current Budget 2023/24	Actual 4/30/2024 % of budget 2023/24
Operating Revenue:	288,557.36	325,349.06	3,890,063.51	3,979,888.63	5,766,549.00	69%
Operating Expenses:						
Source of Supply	101,013.89	105,744.23	1,288,999.43	1,365,451.40	2,314,176.00	59%
Pumping	21,873.73	11,033.64	122,002.92	111,197.50	134,429.00	83%
Treatment	3,667.84	3,813.48	44,227.46	61,816.48	53,005.00	117%
Transmission & Distribution	32,004.72	121,913.08	563,622.76	654,224.00	693,989.00	94%
Customer Accounts	10,781.43	23,939.61	170,961.36	219,725.20	197,293.00	111%
Administrative and General	130,072.41	120,973.44	1,335,756.89	1,420,999.82	1,700,718.00	84%
Capital Improvements	129,275.08	126,340.58	1,292,750.80	1,263,405.80	1,502,147.00	84%
Other	6,757.83	8,078.02	76,335.33	83,849.30	99,880.00	84%
TOTAL OPERATING EXPENSES	435,446.93	521,836.08	4,894,656.95	5,180,669.50	6,695,637.00	77%
OPERATING INCOME (LOSS)	(146,889.57)	(196,487.02)	(1,004,593.44)	(1,200,780.87)	(929,088.00)	129%
Non-Operating Revenues	292,809.09	449,554.24	1,039,198.37	1,252,209.05	1,114,773.00	112%
Non-Operating Expenses	620.45	815.30	9,850.63	6,224.45	15,072.00	41%
NET NON-OPERATING REVENUES (EXPENSES)	292,188.64	448,738.94	1,029,347.74	1,245,984.60	1,099,701.00	113%
NET INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS	145,299.07	252,251.92	24,754.30	45,203.73	170,613.00	27%
SYSTEM BUY IN FEE			-	48,220.00		
CAPITAL CONTRIBUTIONS			5,245.75	6,763.58		
NET INCOME (LOSS) IN NET POSITION			30,000.05	100,187.31		
NET POSITION-BEGINNING OF YEAR			18,942,575.73	19,470,969.73		
NET POSITION-END OF PERIOD			18,972,575.78	19,571,157.04		

LA HABRA HEIGHTS COUNTY WATER DISTRICT

STATEMENTS OF REVENUE AND EXPENSES

For Ten Months Ending April 30, 2023 and April 30, 2024

	Last Year Current Month Actual 4/30/2023	Current Month Actual 4/30/2024	Last Year YTD Actual 4/30/2023	Current YTD Actual 4/30/2024	Current Budget 2023/24	Actual 4/30/2024 % of budget 2023/24 83%
OPERATING REVENUES						
SALES-WATER	97,475.52	119,595.72	1,964,149.56	1,920,466.55	3,298,111.00	58%
SALES-READINESS TO SERVE	187,956.65	202,237.64	1,889,228.79	2,022,308.23	2,407,603.00	84%
SALES-MISCELLANEOUS	3,125.19	3,515.70	36,685.16	37,113.85	30,838.00	120%
LEASE-WATER RIGHTS	-	-	-	-	29,997.00	0%
TOTAL OPERATING REVENUES	288,557.36	325,349.06	3,890,063.51	3,979,888.63	5,766,549.00	69%
OPERATING EXPENSES						
PURCHASED WATER	3,806.53	5,382.00	42,999.42	63,437.80	263,615.00	24%
GROUND WATER REPLENISHMENT ASSMT	62,669.28	51,677.91	750,592.86	709,607.88	1,175,437.00	60%
POWER	34,538.08	48,684.32	495,407.15	592,405.72	875,124.00	68%
TOTAL SOURCE OF SUPPLY	101,013.89	105,744.23	1,288,999.43	1,365,451.40	2,314,176.00	59%
LABOR-PUMPING	4,036.33	5,130.45	50,521.89	53,819.14	79,385.00	68%
MAINTENANCE-PUMPING	17,837.40	5,903.19	71,481.03	57,378.36	55,044.00	104%
TOTAL PUMPING	21,873.73	11,033.64	122,002.92	111,197.50	134,429.00	83%
MAINT & LABOR-TREATMENT	3,667.84	3,813.48	44,227.46	61,816.48	53,005.00	117%
TOTAL TREATMENT	3,667.84	3,813.48	44,227.46	61,816.48	53,005.00	117%
LABOR-TRANS & DISTRIBUTION	18,740.02	31,416.53	211,582.22	255,818.54	283,716.00	90%
MAINT-TRANS & DISTRIBUTION	7,043.37	83,543.16	238,321.85	291,651.78	190,224.00	153%
JOINT FACILITIES-WELL,LM CONDUIT&RES	18,411.51	18,069.39	216,621.49	254,525.92	441,193.00	58%
ORCHARD DALE PORTION	(12,190.18)	(11,116.00)	(102,902.80)	(147,772.24)	(221,144.00)	67%
TOTAL TRANSMISSION&DISTRIBUTION	32,004.72	121,913.08	563,622.76	654,224.00	693,989.00	94%
LABOR&MAINT-CUSTOMER ACCOUNTS	10,653.07	23,939.61	169,045.97	215,729.04	193,804.00	111%
UNCOLLECTIBLE ACCOUNTS	128.36	-	1,915.39	3,996.16	3,489.00	115%
TOTAL CUSTOMER ACCOUNTS	10,781.43	23,939.61	170,961.36	219,725.20	197,293.00	111%
TOTAL OTHER OPERATING EXPENSES	68,327.72	160,699.81	900,814.50	1,046,963.18	1,078,716.00	97%
TOTAL SOURCE OF SUPPLY & OPERATING EXPENSES	169,341.61	266,444.04	2,189,813.93	2,412,414.58	3,392,892.00	71%
ADMINISTRATIVE & GENERAL EXPENSES						
LABOR-FIELD-SICK,VAC,HOLIDAY	4,278.01	3,283.01	66,131.38	74,621.64	84,217.00	89%
WAGES-MANAGEMENT	10,637.42	10,756.70	130,400.07	136,469.74	169,614.00	81%
WAGES-OFFICE	23,142.66	22,161.90	202,636.13	227,454.02	280,506.00	81%
WAGES-MGMT&OFFICE-SICK,VAC,HOLIDAY	5,488.43	7,608.18	83,405.32	74,509.59	97,726.00	76%
OFFICE SUPPLIES	1,741.77	3,473.05	21,660.69	24,257.98	31,216.00	78%
AUTO SERVICE	4,340.70	3,165.31	41,535.90	50,920.03	48,559.00	105%
BANK SERVICE CHARGE	826.79	1,135.87	7,497.38	6,514.95	10,642.00	61%
DUES & SUBSCRIPTIONS	550.00	550.00	25,532.58	24,000.68	32,141.00	75%
BUILDING SERVICE	1,501.93	2,778.86	18,244.22	22,134.03	23,594.00	94%
OFFICE EQUIPMENT MAINT	10,312.50	11,465.85	27,511.68	31,684.56	35,217.00	90%
PROFESSIONAL SERVICES	16,146.33	1,717.94	104,140.63	76,559.06	68,059.00	113%
EDUCATION & MEETINGS	112.09	3,524.01	15,922.92	12,679.82	16,608.00	76%

LA HABRA HEIGHTS COUNTY WATER DISTRICT

STATEMENTS OF REVENUE AND EXPENSES

For Ten Months Ending April 30, 2023 and April 30, 2024

	Last Year Current Month Actual 4/30/2023	Current Month Actual 4/30/2024	Last Year YTD Actual 4/30/2023	Current YTD Actual 4/30/2024	Current Budget 2023/24	Actual 4/30/2024 % of budget 2023/24 83%
LEGAL	2,362.50	(1,062.50)	33,675.00	39,862.50	42,390.00	94%
UTILITIES	2,185.63	2,129.50	31,314.00	35,487.78	45,433.00	78%
ENGINEERING	532.50	207.24	14,327.50	12,540.11	33,819.00	37%
INSUR-AUTO, LIABILITY & PROPERTY	6,481.41	9,191.91	63,840.79	77,169.09	76,646.00	101%
INSUR-GROUP HEALTH & LIFE	14,793.07	16,562.55	154,179.36	160,769.28	214,571.00	75%
EMPLOYEE WORKERS COMPENSATION	7,436.99	8,562.71	23,741.97	28,645.35	34,153.00	84%
DENTAL	-	1,121.60	2,224.00	8,156.80	4,766.00	171%
RETIREMENT-CALPERS	10,771.08	5,659.57	111,593.89	116,248.89	174,435.00	67%
RETIREMENT-DEFERRED COMP	1,495.14	1,770.92	16,272.51	17,543.41	23,551.00	75%
RETIREMENT-CALPERS UNFUND ACCR LIAI	-	-	89,261.00	80,813.00	83,515.00	97%
MAINTENANCE-GENERAL PLANT	4,935.46	5,209.26	50,707.97	81,957.51	69,340.00	118%
CAPITAL IMPROVEMENTS	129,275.08	126,340.58	1,292,750.80	1,263,405.80	1,502,147.00	84%
PROPERTY TAXES	444.06	444.73	4,953.53	4,445.32	6,236.00	71%
PAYROLL TAXES	6,313.77	7,633.29	71,381.80	79,403.98	93,644.00	85%
TOTAL ADMIN & GENERAL EXP	266,105.32	255,392.04	2,704,843.02	2,768,254.92	3,302,745.00	84%
TOTAL OPERATING EXPENSES	435,446.93	521,836.08	4,894,656.95	5,180,669.50	6,695,637.00	77%
OPERATING INCOME (LOSS)	(146,889.57)	(196,487.02)	(1,004,593.44)	(1,200,780.87)	(929,088.00)	129%
NONOPERATING REVENUES						
INTEREST INCOME	14,391.40	21,060.92	80,917.53	176,702.16	43,206.00	409%
PROPERTY TAX INCOME	265,334.30	285,227.04	819,182.92	823,179.24	916,445.00	90%
RENT INCOME	10,942.17	141,706.31	113,422.86	238,557.94	136,673.00	175%
OIL ROYALTIES	1,001.22	851.86	14,445.00	10,274.38	12,635.00	81%
MISCELLANEOUS INCOME	1,140.00	708.11	6,730.06	3,495.33	5,814.00	60%
GAIN ON ASSET SOLD	-	-	4,500.00	-	-	0%
TOTAL NONOPERATING REVENUES	292,809.09	449,554.24	1,039,198.37	1,252,209.05	1,114,773.00	112%
NONOPERATING EXPENSES						
INTEREST EXPENSE-D/G LOAN	120.45	-	1,685.25	609.15	609.00	100%
LOSS ON INVESTMENT	-	-	-	-	-	0%
DIRECTORS FEES	500.00	1,000.00	5,800.00	5,800.00	9,900.00	59%
DIRECTORS EXPENSES	-	(184.70)	678.71	(184.70)	4,563.00	-4%
ELECTION	-	-	1,686.67	-	-	0%
TOTAL NONOPERATING EXPENSES	620.45	815.30	9,850.63	6,224.45	15,072.00	41%
NET NONOPER REVENUES(EXPENSES)	292,188.64	448,738.94	1,029,347.74	1,245,984.60	1,099,701.00	113%
NET INCOME (LOSS) IN NET POSTION	145,299.07	252,251.92	24,754.30	45,203.73	170,613.00	27%

WARRANTS

La Habra Heights CWD
AP Check Register (Current by Bank)
Check Dates: Greater than 4/10/2024

Check No.	Date	Status*	Vendor ID	Payee Name	Amount	
BANK ID: 13100 - EFT TRANSFERS					13110	
1002627960	04/24/24	M	0130	CALPERS	\$5,667.38	
1002627961	04/24/24	M	0130	CALPERS	\$1,719.07	
**1002639967	05/10/24	M	0130	CALPERS	\$5,867.75	
1002639968	05/10/24	M	0130	CALPERS	\$1,785.94	
BANK 13100 REGISTER TOTAL:					\$15,040.14	
 BANK ID: 13110 - CHECKING- WELLS FARGO					13110	
46863	04/23/24	P	0139	ACWA/JPIA	\$8,352.57	
46864	04/23/24	P	0385	ADMIRAL PEST CONTROL	\$85.00	
46865	04/23/24	P	0013	CANNINGS HARDWARE	\$59.06	
46866	04/23/24	P	0014	CENTRAL BASIN MWD	\$4,141.00	
46867	04/23/24	P	0547	CHARLES C. REGAN, INC.	\$72,500.00	
46868	04/23/24	P	0432	CHARTER COMMUNICATIONS	\$550.00	
46869	04/23/24	P	0441	CINTAS CORPORATION	\$110.64	
46870	04/23/24	P	0558	CONEXWEST	\$230.42	
46871	04/23/24	P	0283	CONTINENTAL UTILITY SOLUTIONS	\$9,788.80	
46872	04/23/24	P	0528	CPR IT WORKS, LLC.	\$2,355.00	
46873	04/23/24	P	0282	D&H WATER SYSTEMS	\$437.63	
46874	04/23/24	P	0464	ENVIROKLEEN USA	\$650.00	
46875	04/23/24	P	0389	FRONTIER COMMUNICATIONS	\$799.00	
46876	04/23/24	P	0099	GRAINGER INC	\$177.20	
46877	04/23/24	P	0358	GREEN'S SECURITY CENTERS, INC	\$210.00	
46878	04/23/24	P	0252	INFOSEND, INC	\$2,953.48	
46879	04/23/24	P	0205	JOE MATTHEWS	\$362.25	
46880	04/23/24	P	0133	KONICA MINOLTA	\$200.22	
46881	04/23/24	P	0107	LA HABRA FENCE CO, INC	\$2,454.00	
46882	04/23/24	P	0483	LAVCO DAVE'S BRAKE ALIGNMENT	\$120.00	
46883	04/23/24	P	0051	LINCOLN FINANCIAL GROUP	\$3,530.57	
46884	04/23/24	P	0120	MICHAEL GUALTIERI	\$1,159.97	
46885	04/23/24	P	0174	MICHELLE PEREZ	\$19.68	
46886	04/23/24	P	0534	ODP BUSINESS SOLUTIONS, LLC.	\$70.79	
46887	04/23/24	P	ONETIM	PLAYFUL DOT DESIGN STUDIO	\$239.25	
46888	04/23/24	P	0258	S&J SUPPLY CO, INC	\$1,669.99	
46889	04/23/24	P	0415	SAMUEL MUNOZ	\$1,400.00	
46890	04/23/24	P	0147	SAN GABRIEL VALLEY WATER CO	\$59.19	
46891	04/23/24	P	0069	SOCALGAS	\$27.55	
46892	04/23/24	P	0068	SOUTHERN CALIF EDISON CO	\$21,477.42	
46893	04/23/24	P	0012	VULCAN MATERIALS COMPANY	\$1,134.98	
46894	04/23/24	P	0094	WECK LABORATORIES, INC	\$89.00	
46895	04/23/24	P	0385	ADMIRAL PEST CONTROL	\$85.00	
46896	04/23/24	P	0547	CHARLES C. REGAN, INC.	\$7,250.00	
46897	04/29/24	P	0538	THREADCRAFT EMBROIDERY	\$80.00	
46898	05/01/24	P	0205	JOE MATTHEWS	\$501.61	
46899	05/07/24	P	0116	ACWA-JPIA	\$17,387.31	
46900	05/07/24	P	0353	ARCO BUSINESS SOLUTIONS	\$3,045.31	
46901	05/07/24	P	0146	AWWA	\$450.00	
46902	05/07/24	P	0090	CALIF DOMESTIC WATER CO	\$1,241.00	
46903	05/07/24	P	0013	CANNINGS HARDWARE	\$201.79	
46904	05/07/24	P	0441	CINTAS CORPORATION	\$85.00	
46905	05/07/24	P	0145	CIVILTEC ENGINEERING INC	\$8,733.00	
46906	05/07/24	P	ONETIM	CURRIER ROAD DEVELOPMENT, INC.	\$123.75	
46907	05/07/24	P	0442	DAVID DOWELL	\$2,000.00	
46907	05/07/24	V	5/7/24	0442	DAVID DOWELL	(\$2,000.00)
46908	05/07/24	P	0164	EXCEL TELEMESSAGING	\$140.00	
46909	05/07/24	P	0389	FRONTIER COMMUNICATIONS	\$86.43	

* Check Status Types: "P" - Printed ; "M" - Manual ; "V" - Void (Void Date) ; "A" - Application ; "E" - EFT
** Denotes broken check sequence.

La Habra Heights CWD
AP Check Register (Current by Bank)
 Check Dates: Greater than 4/10/2024

Check No.	Date	Status*	Vendor ID	Payee Name	Amount
46910	05/07/24	P	0099	GRAINGER INC	\$531.62
46911	05/07/24	P	0369	HIGHROAD INFO TECHNOLOGY	\$5,125.04
46912	05/07/24	P	0153	HOME DEPOT CR SERVICES	\$491.64
46913	05/07/24	P	0205	JOE MATTHEWS	\$1,277.98
46914	05/07/24	P	0133	KONICA MINOLTA	\$98.65
46915	05/07/24	P	0402	L G HOLDINGS, INC	\$6,534.00
46916	05/07/24	P	0051	LINCOLN FINANCIAL GROUP	\$3,530.57
46917	05/07/24	P	0120	MICHAEL GUALTIERI	\$28.80
46918	05/07/24	P	0534	ODP BUSINESS SOLUTIONS, LLC.	\$227.60
46919	05/07/24	P	0363	RWS OF SOUTHERN CALIFORNIA	\$1,608.86
46920	05/07/24	P	0258	S&J SUPPLY CO, INC	\$4,740.13
46921	05/07/24	P	0229	SOUTH COAST AQMD	\$161.81
46922	05/07/24	P	0068	SOUTHERN CALIF EDISON CO	\$37,826.23
46923	05/07/24	P	0267	STAMPS BY MAIL	\$136.00
46924	05/07/24	P	0452	TREBOR SHORING RENTALS	\$150.06
46925	05/07/24	P	0078	UNDERGROUND SERVICE ALERT	\$169.25
46926	05/07/24	P	0268	UNIVAR USA, INC	\$1,887.98
46927	05/07/24	P	0168	VALVERDE CONSTRUCTION, INC	\$12,190.67
46928	05/07/24	P	0386	VERIZON WIRELESS	\$869.43
46929	05/07/24	P	0016	WATER REPLENISHMENT DISTRICT	\$39,660.48
46930	05/07/24	P	0094	WECK LABORATORIES, INC	\$2,110.00
46931	05/07/24	P	0442	DAVID DOWELL	\$2,750.00
46932	05/13/24	P	0563	CTS APPLIANCE	\$673.16
46933	05/14/24	P	0385	ADMIRAL PEST CONTROL	\$93.00
46934	05/14/24	P	0146	AWWA	\$790.00
46935	05/14/24	P	0011	BADGER METER, INC	\$9,334.66
46936	05/14/24	P	0414	BRKICH CONSTRUCTION CORP	\$35,640.00
46937	05/14/24	P	0013	CANNINGS HARDWARE	\$40.01
46938	05/14/24	P	0432	CHARTER COMMUNICATIONS	\$607.16
46939	05/14/24	P	0441	CINTAS CORPORATION	\$42.50
46940	05/14/24	P	0283	CONTINENTAL UTILITY SOLUTIONS	\$25.60
46941	05/14/24	P	0389	FRONTIER COMMUNICATIONS	\$838.95
46942	05/14/24	P	0536	IB CONSULTING, LLC	\$1,680.00
46943	05/14/24	P	0252	INFOSEND, INC	\$1,481.23
46944	05/14/24	P	0044	JIM BAUCHER	\$360.00
46945	05/14/24	P	0205	JOE MATTHEWS	\$7,592.20
46946	05/14/24	P	0133	KONICA MINOLTA	\$132.73
46947	05/14/24	P	0001	LESLIE J. CONTRERAS	\$110.40
46948	05/14/24	P	0051	LINCOLN FINANCIAL GROUP	\$3,567.62
46949	05/14/24	P	ONETIM	LORENA PADILLA	\$673.35
46950	05/14/24	P	0430	MICHAEL SILANDER	\$7,137.50
46951	05/14/24	P	0534	ODP BUSINESS SOLUTIONS, LLC.	\$106.58
46952	05/14/24	P	0516	ROBERT'S LIQUID DISPOSAL	\$650.00
46953	05/14/24	P	0258	S&J SUPPLY CO, INC	\$4,202.57
46954	05/14/24	P	0415	SAMUEL MUNOZ	\$1,225.00
46955	05/14/24	P	0147	SAN GABRIEL VALLEY WATER CO	\$67.98
46956	05/14/24	P	0068	SOUTHERN CALIF EDISON CO	\$12,236.23
46957	05/14/24	P	0486	TAMMY WAGSTAFF	\$127.05
46958	05/14/24	P	0268	UNIVAR USA, INC	\$2,005.71
46959	05/14/24	P	0562	VERIZON	\$504.81
46960	05/15/24	P	0503	MICHELLE SAVAGE	\$800.00
BANK 13110 REGISTER TOTAL:					\$391,677.66
GRAND TOTAL :					\$406,717.80

* Check Status Types: "P" - Printed ; "M" - Manual ; "V" - Void (Void Date) ; "A" - Application ; "E" - EFT
 ** Denotes broken check sequence.



Civil, Water, Wastewater, Drainage and Transportation Engineering
Construction Management • Surveying
California • Arizona



April 18, 2024

La Habra Heights County Water District
1271 North Hacienda Road
La Habra Heights, CA 90631

Attention: Joe Mathews, Assistant General Manager

Subject: Engineering Activities for the Month of **March 2024**
Invoice Backup Support - Billing Period through March 31, 2024

Dear Mr. Gualtieri:

The La Habra Heights County Water District requires Engineering Support from **CIVILTEC engineering, inc. (Civiltec)** at times on various projects. This work is provided on a time and materials basis when requested and directed by LHCWD management. Following is an explanation of time spent to back up the **March 2024** invoicing. The numbering system is the **Civiltec** project number and tracking system.

2023133.00 – General Engineering Support FY23-24. This project has been established to aid the District in general engineering inquiries, participate in meetings, hydraulic modeling and calibration and overall engineering support. The total budget for General Engineering Support has been established at \$25,000.00 for each Fiscal Year. Below is an accounting of expenditures under this **Civiltec** job number for FY 2023-24.

There were no expenditures in March 2024. The remaining budget is \$10,351.25.

2023134.00 – Engineering Fireflow Modeling FY23-24. This project has been established to aid the District with computer model simulations for fireflow requests by LHCWD customers. Below is an accounting of expenditures under this **Civiltec** job number for FY 2023-24.

There were expenditures in the month of March 2024 totaling \$856.50. We have set up new project numbers per fire flow simulation. We are using this main number 2023134 and have put extensions starting with .01 for the first request.

2023134.14 Fireflow Test for 1545 Pleasant Crest
2023134.15 Fireflow Test for 1588 Pleasant Crest

\$428.25 ✓ S/B 428.75
\$428.25 ✓ S/B 428.75



2020203.00 – Vigil Reservoir Drain Outlet Repair. LHHWCWD is moving forward with the repair of the existing outlet structure that was damaged during a tank overflow event. The drain rock, shotcrete, reinforcing fabric and concrete energy dissipater will be repaired. The overall engineering budget for the project is \$136,950.00. *Civiltec* has worked with the District to place the project out to bid through Planet Bids. Bids were received on March 13, 2024, were evaluated and the award recommendation was issued. The Board awarded the project to Sol Construction on March 26, 2024. The contract is being prepared. There were expenditures in the month of March 2024 of \$3,996.25. The remaining budget is \$75,750.00.

2022169.00 – Well No. 12 Well Siting Study. LHHWCWD plans to drill a new well in the Judson Well Field. The overall budget for the project is \$157,770.00. There were no expenditures in March 2024. The District is currently considering the destruction of Well No. 9 and civil improvements to the Well No. 9 discharge pit. The remaining budget is \$28,321.50.

2023149.00 – Reservoir 10A Rehabilitation. LHHWCWD has placed the Reservoir 10A project out to bid. The overall budget totals \$89,910.00. The project has been placed out to bid and bids were received on March 13, 2024. The project was awarded to Paso Robles Tank on March 26, 2024. The contract is being prepared. There were expenditures in the month of March 2024 totaling \$2,252.50. The remaining budget is \$71,120.00.

2023330.00 – Carrie Hills Lane Pipeline Design. LHHWCWD plans to construct approximately 260 LF of 8" pipeline and a new fire hydrant to serve a new house construct on Carrie Hills Lane. *Civiltec* issued the District a proposal covering the design phase Scope of Services with a budget that includes design and bidding services. The proposal totals \$23,860.00. *Civiltec* has completed the design and placed the project out to bid. The bids were received on March 14, 2024. All bids were rejected by the Board based upon the developer not funding the construction. There were expenditures are \$1,626.75 in the month of March 2024. There is no remaining budget.

I hope this information helps with your processing of the project invoices. Please let me know if you have any questions.

Very truly yours,

CIVILTEC engineering, inc.

A handwritten signature in black ink, appearing to read 'W. David Byrum', is written over a horizontal line.

W. David Byrum, P.E.
President, Principal Engineer

Michael Silander

Attorney at Law

2629 Townsgate Road, Suite 235

Westlake Village, CA 91361

INVOICE

DATE: MAY 1, 2024

TO:

La Habra Heights County Water District
1271 Hacienda Road
La Habra Heights, CA 90631

PLEASE REMIT PAYMENT TO:

Michael Silander
2629 Townsgate Road, Suite 235
Westlake Village, CA 91361

SPECIFICATIONS:

LHHCWD/TOTAL

Invoice for legal services rendered in April 2024.

MATTER	HOURS	AMOUNT
Transactional - General	47.1	\$5,887.50
Retainer	Flat fee	\$1,250.00
		TOTAL: \$7,137.50

Please make all checks payable to Michael Silander
If you have any questions concerning this invoice,
please email michael@silanderlaw.com or call 805-490-9247

REPORT OF SUPERINTENDENT

LA HABRA HEIGHTS COUNTY WATER DISTRICT

MEMORANDUM

DATE: 5/21/24

TO: JOE MATTHEWS, GENERAL MANAGER

& BOARD OF DIRECTORS

FROM: IVAN RAMIREZ, SUPERINTENDENT

SUBJECT: SUPERINTENDENT'S REPORT FOR MAY 2024

System and Equipment Maintenance

- Three service leaks were repaired.
- SOL Construction completed overflow drainage repairs at Vigil Reservoir. Restoration of vegetation is the last phase of the project.

Rehabilitation of 10A

- Vegetation was cleared in excess of 50 feet away from the tank as a fire prevention measure.
- Most of the water was drained through normal usage. The remaining water was drained through a controlled effort to keep it off the road as much as possible and kept it from being damaged.

SCADA System

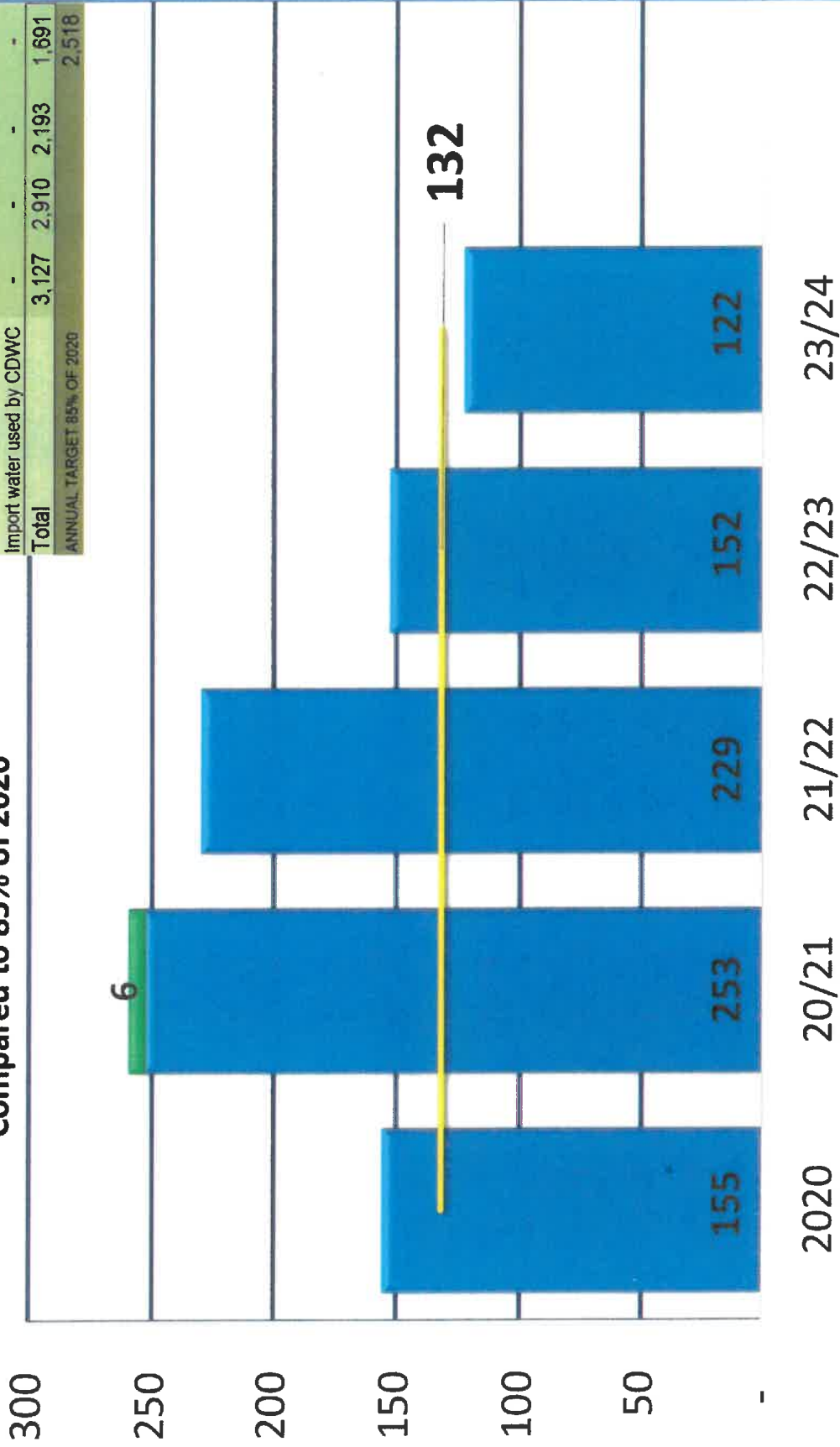
- TPX has completed installing our new secure landline at Snooks Reservoir.
- Spectrum has completed its cable installation at Plant 5. We are waiting for TPX to install equipment to replace the cellular system with our new secure landline system.

LA HABRA HEIGHTS COUNTY WATER DISTRICT

Production in acre feet for APRIL

Compared to 85% of 2020

ANNUAL WATER USAGE				
Water Source	2020/2021	2021/2022	2022/2023	2023/24 THRU APRIL
Groundwater	3,070	2,910	2,193	1,677
Import	57	-	-	14
Import water used by CDWC	-	-	-	-
Total	3,127	2,910	2,193	1,691
ANNUAL TARGET 85% OF 2020				2,518



- Import
- Import water used by California Domestic Water Company from District's Central Basin Municipal Water District connection
- Groundwater
- 85% of 2020 Month Target

**DISCUSS AND ADOPT
RESOLUTION 24-03
FISCAL YEAR 2024/2025
ANNUAL BUDGET**

LA HABRA HEIGHTS COUNTY WATER DISTRICT

MEMORANDUM

To: Joe Matthews
From: Tammy Wagstaff
Date: May 20, 2024
RE: 2024/2025 Draft Budget



OPERATING BUDGET

Below reflect some of the assumptions in the attached budget, as well as, the proposed water rates. Projected water sales are 2,523 acre feet (AF) for the year.

I used the projected 2023 Water Rate Study projections for Commodity-Upper & Lower Zones and Readiness to Serve rates for fiscal year 2024/25 proposed rate increases.

<u>Zone</u>	<u>2023/24 Board Approved Rate</u>	<u>2024/25 Budget Rate</u>	<u>Difference</u>	<u>Percent Increase</u>
Upper:	2.98	3.18	.20	6.7
Lower:	2.60	2.78	.18	6.9

Readiness to serve charges:

<u>Meter Size</u>				
3/4" & 5/8"	52.78	56.22	\$3.44	6.5
1"	86.51	92.14	5.63	6.5
1-1/2"	170.85	181.96	11.11	6.5
2"	272.05	289.73	17.68	6.5
3"	592.51	631.03	38.52	6.5
4"	1,064.78	1,134.00	69.22	6.5
6"	2,194.85	2,337.52	142.67	6.5
Fire Meter	592.51	631.03	38.52	6.5

The budget reflects 95.0% supply from groundwater of 2,555 AF. It allows for a 6% water loss. Water Replenishment District water rates are projected to increase from \$423 per acre foot to \$433, an 2.3% increase.

Central Basin Municipal Water District's water rates are projected to increase on January 1, 2025 from \$1,426 to \$1,583 which is a 11.0% increase. Water service, capacity and fixed service charges amount to \$452.48 per cubic feet per second (cfs) each month; last year was \$412.21, which is no change.

The budget reflects:

- Inflation projection of 4.0% (Consumer Price Index-All Urban Consumers) (CPI-U)
- Depreciation funded based on 15 year capital improvement plan from Master Water Plan
- Funding GASB 45 Other Post Employment Benefits “pay as you go”
- Wage increase – propose an 5.0% cost of living adjustment (Consumer Price Index-Urban Wage Earners and Clerical Workers) (CPI-W). In addition, it is proposed to implement a merit pool of 2.0% to reward those employees who have high performance results.
- Due to the lease accounting principles, a new category was created under non-operating revenue for the Whittier Mobile Country Club titled “Lease Income”, the Rent Income reflects rent from PIH for parking spots at Plant 1.

The budget reflects net income of \$129,919. Per the projected 2023 Water Rate Study the water and readiness to serve rates are to be increased to build reserves. These reserves are needed to meet the long term goals of replacing pipelines and wells identified in the 2022 Master Plan.

CAPITAL BUDGET

Recoat Reservoir 10A
Well 12
Electrical improvements-Plant 5 & 1
PFOS treatment plant
Field shop upgrade
Hacienda Road 10” main

The budget will be discussed at the next Board meeting. You may contact either Joe or myself at any time with questions.

RESOLUTION NO. 24-03

RESOLUTION OF THE BOARD OF DIRECTORS OF
LA HABRA HEIGHTS COUNTY WATER DISTRICT
ADOPTING THE OPERATION AND MAINTENANCE BUDGET
AND THE APPROPRIATIONS LIMIT FOR
FISCAL YEAR JULY 1, 2024 THROUGH JUNE 30, 2025

THEREFORE, BE IT RESOLVED BY THE BOARD OF
DIRECTORS OF THE LA HABRA HEIGHTS COUNTY WATER DISTRICT as
follows:

1. The Operation and Maintenance Budget for fiscal year July 1, 2024, through June 30, 2025, which is attached hereto as Exhibit "A" and incorporated herein by this reference, is hereby adopted.
2. The Appropriations Limit for fiscal year July 1, 2024, through June 30, 2025, which is included in Exhibit "A", is hereby adopted.

ADOPTED AND APPROVED this 28th day of May 2024.

(SEAL)

Brad Cooke, President
Board of Directors, La Habra
Heights County Water District

ATTEST:

Joe Matthews,
Secretary/General Manager

I, JOE MATTHEWS, Secretary to the Board of Directors of La Habra Heights County Water District, hereby certify that the foregoing Resolution was introduced at a regular meeting of the Board of Directors of said District, held on the 28TH day of May 2024, and was adopted at that meeting by the following vote:

AYES:

NOES:

ABSENT:

Joe Matthews, Secretary
Board of Directors, La Habra
Heights County Water District

EXHIBIT "A"

LA HABRA HEIGHTS COUNTY WATER DISTRICT

2024/2025 BUDGET

GENERAL LEDGER ACCT #	DESCRIPTION	ACTUAL	PROJECTED ACTUAL	BUDGET	PRELIMINARY BUDGET	PRELIMINARY
		4/30/2024	FISCAL YEAR 2023/2024	FISCAL YEAR 2023/2024	FISCAL YEAR 2024/2025	2024/25 BUDGET HIGHER (LOWER) 2023/24 PROJ ACT
OPERATING REVENUE						
41100	Water Sales-Consumption	1,920,466	2,493,300	3,298,111	3,238,075	744,775
41200	Water Sales-Readiness to Serve	2,022,308	2,426,770	2,407,603	2,564,254	137,484
42300	Administrative & Turn on fee	37,114	44,537	30,838	34,462	(10,075)
49100	Water Rights Lease	-	27,891	29,997	34,621	6,730
	TOTAL OPERATING REVENUE	3,979,888	4,992,497	5,766,549	5,871,412	878,915
OPERATING EXPENSE						
Source of Supply						
51300	Purchased Water	63,438	71,720	263,615	273,803	202,083
51400	Ground Water Replenishment	709,608	898,371	1,175,437	1,105,821	207,450
52300	Power	592,405	742,614	875,124	766,229	23,615
	Total Source of Supply	1,365,451	1,712,704	2,314,176	2,145,853	433,149
Other Operating Expenses						
50000	Labor-Vacation, Sick & Holiday	74,622	91,582	84,217	75,125	(16,457)
52100	Labor-Pumping	53,819	66,051	79,385	63,706	(2,345)
52200	Maintenance-Pumping	57,379	68,855	55,044	69,817	962
53200	Maintenance & Labor-Treatment	61,816	74,179	53,005	77,146	2,967
54100	Labor-Trans & Distribution	255,819	313,960	283,716	254,222	(59,738)
54200	Maint-Trans & Distribution	291,651	345,901	190,224	270,102	(75,799)
62000	Joint Facilities-Wells	73,243	87,892	173,334	166,325	78,433
62100	Joint Facilities-Wells-Power	158,151	179,307	236,619	203,277	23,970
72000	Joint Facilities-LaMirada Conduit	2,734	3,281	8,922	9,311	6,030
82000	Joint Facilities-Reservoir	20,398	24,478	22,318	24,371	(107)
82200	Less: Orchard Dale portion	(147,772)	(177,326)	(221,144)	(204,601)	(27,275)
55100;55105	Labor& Maint-Customer Service	210,439	255,746	188,282	190,294	(65,452)
55110	Labor-Customer Account	5,291	6,494	5,522	4,808	(1,686)
55200	Uncollectible Accounts	3,996	3,996	3,489	3,937	(59)
	Total Other Operating Expenses	1,121,586	1,344,393	1,162,933	1,207,841	(136,553)
	TOTAL OPERATING EXPENSES	2,487,037	3,057,097	3,477,109	3,353,694	296,596
ADMINISTRATIVE & GENERAL EXPENSES						
56100,56110	Wages-Mgmt,Office&Sick/Vac/Holiday	438,434	538,078	547,846	553,116	15,038
56200	Office Supplies	24,258	29,110	31,216	45,080	15,970
56201	Auto Service	50,920	61,104	48,559	52,853	(8,251)
56202	Bank Service Charge	6,515	7,818	10,642	10,527	2,709
56203	Dues & Subscription	24,001	28,801	32,141	29,953	1,152
56204	Building Service	22,134	26,561	23,594	22,671	(3,890)
56205	Office Equipment Maint	31,684	38,021	35,217	39,519	1,498
56206	Professional	76,559	91,871	68,059	114,604	22,733
56207	Education & Meetings	12,680	15,216	16,608	17,495	2,279
56208	Legal	39,862	47,834	42,390	61,594	13,760
56209	Utilities	35,488	42,586	45,433	43,622	1,036
56220	Engineering	12,540	15,048	33,819	37,995	22,947
56300	Insurance-Auto, Liability, Property & Bond	77,169	92,603	76,646	115,065	22,462
56310	Insurance-Group Health & Life	160,769	192,923	214,571	223,968	31,045
56400	Employee Workers Compensation	28,645	34,374	34,153	31,273	(3,101)
56410	Dental	8,157	9,788	4,766	10,180	392
56420	Retirement-CalPERS	116,249	142,669	174,435	160,053	17,384
56421	Retirement-Deferred Compensation	17,543	21,530	23,551	22,088	558
56422	Retirement-CalPERS-Unfunded Accrued Liab.	80,813	80,813	83,515	112,090	31,277
57210	Payroll Taxes	79,404	95,285	93,644	88,542	(6,743)
56700	Maint-General Plant	81,957	98,348	69,340	72,494	(25,854)
57100	Capital Improvement	1,263,406	1,516,087	1,516,087	1,854,141	338,054
57200	Property Taxes	4,445	5,334	6,236	5,547	213
	TOTAL ADMINISTRATIVE & GENERAL EXI	2,693,632	3,231,802	3,232,468	3,724,470	492,668
	NET OPERATING INCOME (LOSS)	(1,200,781)	(1,296,402)	(943,028)	(1,206,752)	89,650
NON-OPERATING REVENUE						
49200	Interest Income	176,702	212,042	43,206	202,727	(9,315)
49300	Property Tax Income	823,179	953,112	916,445	1,004,509	51,397
49700	Rent Income	3,616	4,339	4,815	4,823	484
49750	Lease Income	234,942	281,930	131,858	121,860	(160,070)
49800	Oil Royalties	10,274	12,329	12,635	12,982	653
49810	Miscellaneous Income	3,495	4,194	5,814	4,194	-
49900	Gain on asset sold	-	-	-	-	-

LA HABRA HEIGHTS COUNTY WATER DISTRICT

2024/2025 BUDGET

GENERAL LEDGER ACCT #	DESCRIPTION	ACTUAL	PROJECTED ACTUAL	BUDGET	PRELIMINARY BUDGET	PRELIMINARY
		4/30/2024	FISCAL YEAR 2023/2024	FISCAL YEAR 2023/2024	FISCAL YEAR 2024/2025	2024/25 BUDGET HIGHER (LOWER) 2023/24 PROJ ACT
	TOTAL NON-OPERATING REVENUE	1,252,208	1,467,947	1,114,773	1,351,095	(116,852)
	NON-OPERATING EXPENSE					
59120	Interest Expense-Davis Grunsky loan	609	731	735	-	(731)
59120	Principal-Davis Grunsky loan	58,295	58,295	50,876	-	(58,295)
59400	Director's Fees	5,800	6,960	9,900	9,900	2,940
59900	Director's Expenses	(185)	(222)	4,563	4,524	4,746
59910	Election Expense	-	-	-	-	-
	TOTAL NON-OPERATING EXPENSE	64,519	65,764	66,074	14,424	(51,340)
	NET NON-OPERATING REVENUE(EXP)	1,187,689	1,402,183	1,048,699	1,336,671	(65,512)
	NET INCREASE (DECREASE) IN NET ASSETS	(13,092)	105,781	105,671	129,919	24,138

SUMMARY OF BUDGET

REVENUE	\$6,460,444	\$ 6,881,322	\$ 7,222,507
EXPENSE	\$6,354,663	\$ 6,775,651	\$ 7,092,588
NET INCREASE (DECREASE) IN NET ASSETS	\$ 105,781	\$ 105,671	\$ 129,919
	(0)	(0)	-

CAPITAL IMPROVEMENT PLAN

	NET INC (DEC) NET ASSETS LESS CIP INTEREST INCOME		143	41,806
49650	SYSTEM BUY IN FEES		-	12,055
	INTEREST INCOME		105,638	88,114
	CAPITAL IMPROVEMENT		505,362	1,854,141
	Pipeline	5,944,000	-	
	Vehicles*	715,000		55,000
	Reservoir 10A	1,501,026	1,000,000	501,026
	Reservoir Snooks	247,000		
	Well 12	3,740,000	11,000	918,000
	Electrical Improvement-Plant 5 & Plant 1	100,000		100,000
	PFOS Treatment Plant	4,080,000		2,040,000
	Shop Upgrade	75,000		75,000
	Hacienda Road 10" main	200,000		200,000
	La Mirada Reservoir recoat	1,094,442		
	Add pump capacity Plant 1	1,125,000		
	Reservoir 2 recoat	855,000		
	Reservoir 5A recoat	702,000		
	Greenview PRV & pipeline	611,000		
	Generators-Wells, La Mirada Pit, Plant 1	450,000		
	Install PRV various locations	339,000		
	Vigil Reservoir recoat	739,000		
	Lyon Reservoir recoat	728,000		
	Plant 5 & 6 generator	375,000		
	New well	3,750,000		
	Master Plan*	163,647		
	Water Rate Study*	150,000		
	Water Rights*	128,000		128,000
	TOTAL CAPITAL IMPROVEMENTS	27,812,115	1,011,000	4,017,026
	BEGINNING CASH AVAILABLE		6,876,056	6,476,199
	ENDING CASH AVAILABLE		6,476,199	4,455,289
	6 months operating expense		3,354,788	3,539,082
	*not in Water Master Plan update			
			2023/2024	2024/2025

The District's 2024/2025 operational budget is not in excess of the Gann Appropriations Limitation, Prop. 4-1979 creating State Constitution Article XIII B, as calculated by staff using factors from 2023/2024

Appropriation Limit	1,090,741
Appropriations Subject to Limit, reduced by construction costs	-2,624,995
Remaining Appropriations Capacity	3,715,736

**DISCUSS AND APPROVE FISCAL
YEAR 2024/2025 SALARY AND
BENEFITS**

LA HABRA HEIGHTS COUNTY WATER DISTRICT

MEMORANDUM

To: Joe Matthews
 From: Tammy Wagstaff
 Date: May 20, 2024
 RE: 2024 Salary Survey



Attached is the Comparable Salary Survey which includes agencies considered to be in rivalry for our current employees.

If the number in the last row is negative it indicates the District's current pay maximum should be evaluated for a decrease/no change; a positive number indicates an increase should be evaluated. Annual Consumer Price Index-Wage Earners and Clerical Workers (CPI-W) for Los Angeles area for April 2024 is 3.9%.

In addition, the Board's salary schedule is attached. This schedule reflects the actual wages by position as of June 2024 in the first column. The second column reflects the maximum wage level for the position. Third column adds 3.9% to actual wages representing cost of living adjustment (COLA). The fourth column adds 5.9%; 3.9% COLA plus 2.0% merit to the actual wages. Column five through eight reflect the percentage increase to the maximum wage level as indicated in the heading.

Historical Salary Increases:

	<u>Employee</u>			<u>General Manager</u>	
	<u>% Increase</u>	<u>Merit</u>	<u>Dollar Limit</u>	<u>% Increase</u>	<u>Bonus</u>
2023/24	5.0%	-0-	\$1,092,000	2.0%	\$6,000
2022/23	6.0%	2.0%	\$1,040,000	8.0%	NA
2021/22	3.0%	3.0%	NA	5.0%	\$5,000
2020/21	2.0%	-0-	\$918,000	2.0%	\$3,000
2019/20	2.7%	3.0%	\$889,960	5.7%	NA
2018/19	5.0%	-0-	\$863,100	5.0%	\$2,000
2017/18	2.5%	1.7%	NA	-0-	\$5,000
2016/17	2.0%	-0-	\$822,000	-0-	\$8,000
2015/16	2.0%	-0-	NA	2.0%	\$5,000
2014/15	3.0%	-0-	\$790,000	3.0%	NA
2013/14	2.0%	-0-	\$801,324	5.0%	NA
2012/13	2.0%	-0-	NA	2.0%	\$5,000
2011/12	2.0%	-0-	no employee gets same increase	3.6%	\$3,000

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LA HABRA HEIGHTS COUNTY WATER DISTRICT
COMPARABLE SALARY SURVEY
2024

AGENCY	# OF EMPLOYEES	COST OF LIVING	GENERAL MANAGER		TREASURER		SUPERINTENDENT		UTILITY WORKER III		UTILITY WORKER II		UTILITY WORKER I		MANAGEMENT ASSISTANT/ACCOUNTANT		CUSTOMER SERVICE/ACCOUNTING CLERK	
			MINIMUM	MAXIMUM	MINIMUM	MAXIMUM	MINIMUM	MAXIMUM	MINIMUM	MAXIMUM	MINIMUM	MAXIMUM	MINIMUM	MAXIMUM	MINIMUM	MAXIMUM	MINIMUM	MAXIMUM
Orchard Dale																		
Water District	8	6.7%	11,029	16,833	10,417	11,667	7,752	11,993	5,306	8,436			4,143	6,741	5,008	7,649		
Pico		#																
Water District	10	5.0%		13,783			10,582	12,862	7,899	9,601			5,399	6,563	8,441	10,260	4,737	5,758
Rowland		#																
Water District	28	4.0%	23,690	28,796	16,645	20,232	16,645	20,232			7,195	8,745	6,254	7,601			5,890	7,158
San Gabriel County		#																
Water District	15	3.0%	16,046	19,504	11,351	13,797	10,222	12,425	7,448	9,053	6,370	7,743	5,001	6,079	6,414	7,796	6,363	7,734
Valley County		#																
Water District	31	3.0%	22,562	22,652	11,297	14,823	11,580	15,193	6,726	8,825	5,800	7,610	5,255	6,894	8,400	11,022	5,255	6,894
Walnut Valley																		
Water District	56	4.0%	20,911	20,911	10,741	14,807	10,741	14,807	5,514	7,602	4,874	6,719					5,514	7,602
MAXIMUM AVERAGE		4.3%	20,413		15,065		14,585		8,979		7,925		6,766		9,182			7,029
La Habra Heights																		
County Water District	10		12,577	16,213	10,627	13,911	10,007	13,097	6,990	9,150	5,853	7,659	4,872	6,378	5,981	7,828	5,139	6,728
Percentage Difference																		
Under average: -Over average				25.9%		8.3%		11.4%		-1.9%		3.5%		6.1%		17.3%		4.5%
Dollar Difference																		
Increase: -Decrease			4200		1154		1488		-171		266		388		1354		301	
MAXIMUM AVERAGE EXCLUDING HIGH/LOW			19,975		14,476		13,822		8,939		7,677		6,729		9,028			7,218
Percentage Difference																		
Under average: -Over average				23.2%		4.1%		5.5%		-2%		0.2%		5.5%		15.3%		7.3%
Dollar Difference																		
Increase: -Decrease			3762		565		725		-211		18		351		1200			490

* Position is part time, recalculated for full time

Increases are made in January

LA HABRA HEIGHTS COUNTY WATER DISTRICT 2024/2025

Position	June 2024 Current Wage	Current Max Wage	** Budgeted wage		CPI 2% increase to Max Wage	CPI 3% increase to Max Wage	CPI 4% increase to Max Wage	CPI 5% increase to Max Wage
			3.9% COL increase 7/2024 of Current Wage	3.9% COL increase plus 2.0% merit 7/2024 of Current Wage				
General Manager	180,000	194,556	187,020	190,620	198,447	200,393	202,338	204,284
Treasurer	158,016	166,932	164,179	167,339	170,271	171,940	173,609	175,279
Management Assistant/Accountant	93,540	93,936	97,188	99,059	95,815	96,754	97,693	98,633
Customer Service/ Accounting Clerk *	80,736	80,736	83,885	85,499	82,351	83,158	83,965	84,773
Admin. & General Expenses subtotal	512,292	536,160	532,272	542,517	546,884	552,245	557,605	562,969
Superintendent	140,400	157,164	145,876	148,684	160,307	161,879	163,451	165,022
Utility Worker III	103,176	109,800	107,200	109,263	111,996	113,094	114,192	115,290
Utility Worker II	77,400	91,908	80,419	81,967	93,746	94,665	95,584	96,503
Utility Worker I *	76,536	76,536	79,521	81,052	78,067	78,832	79,597	80,363
Utility Worker I	58,968	76,536	61,268	62,447	78,067	78,832	79,597	80,363
Utility Worker I	61,392	76,536	63,786	65,014	78,067	78,832	79,597	80,363
Operating Expenses subtotal	517,872	588,480	538,070	548,427	600,250	606,134	612,018	617,904
TOTAL	1,030,164	1,124,640	1,070,342	1,090,944	1,147,134	1,158,379	1,169,623	1,180,873

** Budgeted not actual

* These positions are at maximum of current salary schedule

General Manager current wage is just above the midrange of the salary range for the General Manager position which is yet to be determined

This spreadsheet does not include overtime - budgeted \$49,736 overtime

Budget reflects 40 hours each for General Manager, Treasurer and Superintendent of executive leave contributed to 457 deferred compensation plan

**DISCUSS AND ADOPT
RESOLUTION 24-04
APPROVE INVESTING DISTRICT
FUNDS IN CERTIFICATES OF
DEPOSITS**

LA HABRA HEIGHTS COUNTY WATER DISTRICT

MEMORANDUM

DATE: MAY 28, 2024

TO: BOARD OF DIRECTORS

FROM: JOE MATTHEWS, SECRETARY/GENERAL MANAGER

SUBJECT: RESOLUTION 24-04 INVESTING IN CERTIFICATES OF DEPOSIT

Please see attached Resolution 24-04, allowing investing District funds in Certificates of Deposit.

RESOLUTION NO. 24 - 04

RESOLUTION OF THE BOARD OF DIRECTORS OF THE LA HABRA
HEIGHTS COUNTY WATER DISTRICT AUTHORIZING INVESTMENT OF MONIES IN
THE CERTIFICATES OF DEPOSIT

RECITALS:

WHEREAS, the Board of Directors established an Investment Subcommittee on November 14, 2023.

WHEREAS, the Board of Directors does hereby find that the deposit and withdrawal of money in Certificates of Deposit are in compliance with La Habra Heights County Water District Investment Policy for the purpose of investment as stated therein as in the best interests of the La Habra Heights County Water District.

RESOLUTION:

NOW THEREFORE, BE IT RESOLVED, that the Board of Directors does hereby authorize the deposit and withdrawal of La Habra Heights County Water District monies in Certificates of Deposit.

NOW THEREFORE, BE IT RESOLVED, that the Board of Directors does hereby authorize the Investment Subcommittee to direct, choose, authorize and advise La Habra Heights County Water District officers or their successors in office to purchase or redeem Certificates of Deposit.

BE IT FURTHER RESOLVED, that the following La Habra Heights County Water District Secretary/General Manager and/or Treasurer or their successors in office shall be authorized to order the deposit or withdrawal of monies in the Certificates of Deposit.

PASSED AND ADOPTED by the Board of Directors of La Habra Heights County Water District on this 28th day of May 2024.

(SEAL)

Brad Cooke, President
Board of Directors of the
La Habra Heights County
Water District

ATTEST:

Joseph Matthews, Secretary

I, JOSEPH MATTHEWS, Secretary to the Board of Directors of the La Habra Heights County Water District, do hereby certify that the foregoing Resolution was introduced at a regular meeting of the Board of Directors of said District held on the 28th day of May 2024, and was adopted at that meeting by the following vote:

AYES:

NOES:

ABSENT:

Joseph Matthews, Secretary
Board of Directors of the
La Habra Heights County Water District

Exhibit A

LA HABRA HEIGHTS COUNTY WATER DISTRICT INVESTMENT POLICY FOR CERTIFICATES OF DEPOSIT

1. SCOPE

This investment policy applies to all investments in Certificates of Deposit of La Habra Heights County Water District (District). These funds are accounted for in the District annual audit.

This investment policy is set forth by the District for the following purposes:

- A. To establish a clear understanding for the Board of Directors (board), Investment Subcommittee, District management and responsible employees, citizens and third parties, of the objectives, policies and guidelines for the investment of District's funds that are not required for immediate use.
- B. To offer guidance and authorization to investment staff, brokers and any external investment advisors on the investment of District funds.

2. PRUDENCE

The standard of prudence to be used by investment officials shall be the "prudent investor" standard (California Government Code (CGC) Section 53600.3), which states in relevant part:

"When investing, reinvesting, purchasing, acquiring, exchanging, selling, or managing public funds, a trustee shall act with care, skill, prudence, and diligence under the circumstances then prevailing, including, but not limited to, the general economic conditions and the anticipated needs of the agency, that a prudent person acting in a like capacity and familiarity with those matters would use in the conduct of funds of a like character and with like aims, to safeguard the principal and maintain the liquidity needs of the agency. Within the limitations of this section and considering individual investments as part of an overall strategy, investments may be acquired as authorized by law."

Investment officials acting in accordance with the investment procedures and policy and exercising due diligence shall be relieved of personal responsibility for an individual security's credit risk or market price changes, provided deviations from expectations are reported in a timely fashion to the Board and appropriate action is taken to control adverse developments.

3. OBJECTIVES

Subject to the overriding requirement of compliance with all Federal, State and

other applicable laws governing the investment of moneys under the control of the Investment Ad Hoc Committee, and, as specified in CGC Section 53600.5, when investing, reinvesting, purchasing, acquiring, exchanging, selling and managing District funds, the primary objectives, in priority order, of the investment activities shall be:

- A. **Safety:** Safety of principal is the foremost objective of the investment program. Investments of the District shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio. To attain this objective, diversification is advisable in order that potential losses on individual securities do not exceed the income generated from the remainder of the portfolio.

Each investment transaction shall seek to ensure that capital losses are avoided, whether from issuer default, broker/dealer default or erosion of market value. District shall seek to preserve capital by mitigating credit risk and market risk, as identified below:

1. Credit risk is the risk of loss due to failure of the issuer to repay an obligation. It shall be mitigated by investing in only very safe institutions and by diversifying the investment portfolio so that the failure of any one issuer would not unduly harm District's cash flow.
2. Market risk is the risk of market value fluctuations due to overall changes in the general level of interest rates and shall be mitigated by:
 - a) Structuring the investment portfolio so that securities mature at the same time major cash outflows occur, thereby eliminating the need to sell securities prior to their maturity; and
 - b) Prohibiting the selling of securities that District does not own (taking short positions); and
 - c) Limiting the maximum maturity of any one security in the investment portfolio to five years.

It is explicitly recognized that in a diversified investment portfolio occasional market value losses may be inevitable even in investments to be held to maturity. Such losses must be considered within the context of overall investment return.

- B. **Liquidity:** The investment portfolio will remain sufficiently liquid to enable the District to meet all operating and emergency requirements which might be reasonably anticipated.

C. **Return on Investments:** State law requires that the objective of return on investments be subordinate to the objectives of safety and liquidity. The investment portfolio shall be designed with the objective of attaining a market rate of return throughout budgetary and economic cycles, taking into account the investment risk constraints and the cash flow characteristics and requirements of District funds and portfolio.

4. DELEGATION OF AUTHORITY

Authority to manage the investment program is derived from CGC Section 53607 which authorizes the Board to delegate authority to invest, reinvest, sell or exchange securities for a period of one year. This responsibility for the purchase of Certificates of Deposit may be delegated to the Investment Subcommittee, by Board action. The Board establishes and authorizes the Investment Subcommittee as to the amount of monies to invest and what financial institution to use. Procedures for the administration of this investment policy is also set by the Board and may renew this delegation pursuant to State law each year.

5. DELEGATION OF INITIATING INVESTMENTS

Authority to initiate the investment transaction may be delegated to the General Manager and/or Treasurer by action of the Investment Subcommittee. Attached Exhibit B and/or Exhibit C must be completed and signed by both the Investment Subcommittee members to authorize investment transactions to be executed. Investment Ad Hoc Committee will give direction to General Manager and/or Treasurer the amount, interest rate level and term of investment as a general direction for investing in the Certificates of Deposit. It is preferred that the Certificates of Deposit be purchased in various maturities such that they mature on different ladder dates (ie, three month and six month maturities).

6. INVESTMENT SUBCOMMITTEE MEETINGS

The Investment Subcommittee will set meetings on the 2nd Wednesday of each of the following months: March, June, September and December.

7. ETHICS AND CONFLICTS OF INTEREST

Board, Officers and employees involved in the investment process shall refrain from personal business activity that could conflict or appear to conflict with the proper execution of the investment policy, or which could impair their ability to make impartial investment decisions.

8. REPORTING

The District Treasurer shall submit a quarterly report of investment transactions to the Investment Subcommittee in conformance with the CGC Section 53607. The report shall include a complete description of the Certificates of Deposit portfolio, the type of investments, the issuers name, maturity dates, acquisition

and current market values of each component of the portfolio, including funds managed for District by third party contracted managers. The report will also include the source of the portfolio valuation.

9. INVESTMENT POLICY ADOPTION

The Investment Policy for Certificates of Deposit of the District may be reviewed and modifications approved by the Board annually at a public meeting (CGC Sections 53646(a))

**DISCUSS AND ACTION
AUTHORIZE INVESTMENT
SUBCOMMITTEE TO INVEST MORE
THAN ONE MILLION DOLLARS**

LA HABRA HEIGHTS COUNTY WATER DISTRICT

MEMORANDUM

DATE: MAY 28, 2024

TO: BOARD OF DIRECTORS

FROM: JOE MATTHEWS, SECRETARY/GENERAL MANAGER

**SUBJECT: AUTHORIZE INVESTMENT SUBCOMMITTEE TO INVEST IN
EXCESS OF ONE MILLION DOLLARS**

The Investment Subcommittee recommends Board approval to invest in excess of one million dollars.

**DISCUSS AND APPROVE
2024 SPRING "H2O PIPELINE"**

LA HABRA HEIGHTS COUNTY WATER DISTRICT

MEMORANDUM

DATE: MAY 28, 2024

TO: BOARD OF DIRECTORS

FROM: JOE MATTHEWS, SECRETARY/GENERAL MANAGER

SUBJECT: SPRING 2024 "H2O" PIPELINE

Attached please find "H2O" Pipeline for Spring 2024.



H₂O PIPELINE

Spring 2024

A PUBLICATION OF LA HABRA HEIGHTS COUNTY WATER DISTRICT



MICHAEL J. GUALTIERI RETIRES

With over 42 service years to La Habra Heights County Water District, Michael "Mike" J. Gualtieri has retired from the District. During his years of service he held many job positions starting as Utility Worker I and rising to the position of General Manager. He was General Manager for over 21 years. He also held the position of Superintendent, Utility Worker II and Utility Worker I throughout his years at the District.

Mike was very active in the water industry and served in the below capacities:

- Southern California Water Utilities Association (SCWUA) served as President, Vice-President, Secretary, Treasurer
- American Water Works Association, California-Nevada (AWWA-CA/NV) Section Conference Director for 15 years
- AWWA-CA/NV, 2013 Don Kaiser Volunteerism Award
- AWWA-CA/NV, Conference Local Arrangements Committee Coordinator for 2 years
- Achieved the 2017 George A. Elliott Memorial Award from AWWA-CA/NV
- Director of Central Basin Municipal Water District and most recently elected President of the Board of Directors
- Director of Metropolitan Water District of Southern California

During his tenure, Mike was involved with \$23,009,077 of water system improvements, including 170 acre-feet of groundwater rights, La Mirada Reservoir, Vigil Reservoir, and numerous pipelines and fire hydrants. These improvements assured that La Habra Heights County Water District remains one of the most reliable water purveyors in Southern California.

Mike's expertise in drinking water production and water system construction and repair and his determination, professionalism, and devotion to duty was

LA HABRA HEIGHTS COUNTY WATER DISTRICT

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evident. He was over the many years a substantial participant in meter reading, chlorinating, repairing the water system, digging, jack hammering, and eventually upgrading the water system as District General Manager. Also, affecting fiscal economy while remaining responsible to individuals and the requirements of the community.

To honor Mike's numerous years of service the Board of Directors renamed the La Mirada Reservoir as Michael J. Gualtieri Reservoir.

Mike and his wife, Donna have been married for 25 years. He has two daughters, Genevieve and Tatum. Running, bowling and golf are some of his hobbies. After retirement he plans to keep busy by coaching a high school cross country team. Mike's extended family was very involved in running the District starting with his father, Chuck Gualtieri. Over the years Mike's daughters, mother, uncle and cousin were employees of the District and its predecessor, La Habra Heights Mutual Water District.

PFOS/PFOA

The United States Department of Health has issued the maximum contaminant level (MCL) of allowable per- and polyfluoroalkyl (PFOS/PFOA) substances. This level was set at 4.0 parts per trillion (ppt).

Our water system has confirmed detections of PFOA above this new MCL. Although this is not an emergency, as our customers, you have a right to know what we are doing to correct this situation. 1.0 ng/L or 1.00 ppt is equivalent to a single drop of water in 20 Olympic sized swimming pools.

Consumer products are a large source of exposure to PFOA. In addition to water, humans can be exposed to PFOA through a variety of sources, including food, dust in homes and imported consumer products. It is unknown how PFOA entered the water aquifer at this time.

A maximum contaminant level (mcl) is the legal threshold limit on the amount of a substance that is allowed in public water systems, which is set by the EPA. The District has been actively pursuing a remedy to address PFOA and other PFAS chemicals by participating in a pilot study program to remove PFAS from the water. In addition, staff is working with our engineering firm to find the best options possible. For more information about PFAS, please visit our District website at www.lhhcwd.com

Mission of the District

To provide high quality potable water service at a reasonable cost to the public residing within the District boundaries.

BOARD OF DIRECTORS

Brad Cooke, *President*

Pam McVicar, *Vice President*

Karen Baroldi, *Director*

Mark Perumean, *Director*

James Crabb, *Director*