

MINUTES OF THE REGULAR MEETING
OF THE BOARD OF DIRECTORS
LA HABRA HEIGHTS COUNTY WATER DISTRICT
June 14, 2016

A regular meeting of the Board of Directors of La Habra Heights County Water District was held on June 14, 2016, at 4:15 p.m., at the office of the District, located at 1271 North Hacienda Road, La Habra Heights.

Item 1. Roll call of Directors by Secretary/General Manager, Michael Gualtieri.

PRESENT: Directors McVicar, Perumean and Wilson

ABSENT: Director Cooke

Staff members and others present.

Item 2. Staff: Michael Gualtieri, Secretary/General Manager and Tammy Wagstaff, Treasurer. Others present: Michael Silander, legal counsel, Lemieux & O'Neill, Stephen Blagden, Chester Jeng, Sylvia Lauder and John Steele, residents.

Item 3. Public Comments: Stephen Blagden discussed chloramines, notification on the web page when switching to import water, budget, CalPERS and retirement. Sylvia Lauder discussed her trees and possibly changing watering days from two days to three days.

(Director Cooke entered the meeting at 4:18pm)

Item 6.c. Discuss and Action – 1785 Suptropic Dr. request to not front property with pipeline. After discussion, this item was continued until the next board meeting. No action was taken.

Item 4. a. & b. Minutes of Regular Board meeting for May 10, 2016 and Financial Reports for April 2016. After discussion, there was a motion by Director McVicar and seconded by Director Cooke to approve the minutes and financial report. The vote was as follows:

AYES: Directors Cooke, McVicar, Perumean and Wilson

NOES: None

ABSENT: None

Item 5. Approval of warrants and authorization of signatures as per the warrant list. After discussion, there was a motion made by Director McVicar and seconded by Director Wilson that the warrant numbers 40437 through 40517 be approved and signatures be authorized. The vote was as follows:

AYES: Directors Cooke, McVicar, Perumean and Wilson

NOES: None

ABSENT: None

Item 6.a. Discuss and Approve – Resolution 16-02, One-time Partial Waiver of Main Line Construction. After discussion, this item was continued until further notice. No action was taken.

Item 6.b. Discuss and Action – Puente Hills Habitat Preservation Authority request to use Rowland Water District to supply water to their restoration project. After discussion, this item was continued until further notice. No action was taken.

Item 6.d. Discuss and Approve – Resolution 16-02, 2016/2017 Budget. After discussion, there was a motion by Director McVicar and seconded by Director Wilson to approve Resolution 16-02. The vote was as follows:

AYES: Directors Cooke, McVicar, Perumean and Wilson

NOES: None

ABSENT: None

Item 6.e. Discuss and Approve – Resolution 16-03, 2016/2017 Salary Schedule. After discussion, there was a motion by Director Cooke and seconded by Director McVicar. The vote was as follows:

AYES: Directors Cooke, McVicar, Perumean and Wilson

NOES: None

ABSENT: None

Item 6.f. Discuss and Action – difference in conditions coverage including earthquake insurance through Joint Powers Insurance Authority (ACWA/JPIA). After discussion, this item was continued until further notice. No action was taken.

Item 6.g. Update on District Activities. The General Manager stated Well 11 has been completed and placed into service on June 8, 2016. Best Drilling was given the notice to proceed on to Well 10 starting on June 13, 2016. The General Manager also discussed the resignation of Jacquie McClish from the Board of Directors effective June 1, 2016. Currently, the District is accepting application for the appointment of the vacancy and the appointment will need to be completed by July 29, 2016. Lastly, the General Manager provided an update on water production.

Item 7. Closed Session. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION Discussion of potential initiation of and/or exposure to litigation pursuant to paragraph (4) of subdivision (d) of Section 54956.9. One case. Direction given to staff. No action was taken.

Item 8. Closed Session - Public Employee Performance Evaluation. (Title: Secretary/General Manager) (Closed session pursuant to Government Code Section 54957). Closed session began at 7:21 p.m. and concluded at 8:05 p.m. Open session began at 8:05 p.m. After discussion, there was a motion by Director Cooke and seconded by Director McVicar to approve an \$8,000.00 bonus for General Manager. The vote was as follows:

AYES: Directors Cooke, McVicar, Perumean and Wilson
NOES: None
ABSENT: None


Item 9. Report of Individual Directors. None

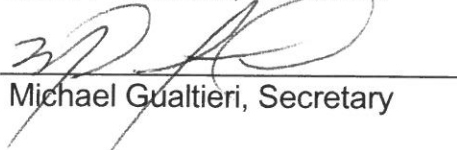
Item 10. There being no further business to come before the Board, motion was made by Director Perumean and seconded by Director McVicar that the meeting be adjourned at 8:20 p.m. The vote was as follows:

AYES: Directors Cooke, McVicar, Perumean and Wilson
NOES: None
ABSENT: None

Dated: July 12, 2016

(SEAL)



Mark Perumean, President


Michael Gualtieri, Secretary