

MINUTES OF THE SPECIAL MEETING
OF THE BOARD OF DIRECTORS
LA HABRA HEIGHTS COUNTY WATER DISTRICT
June 19, 2012

A special meeting of the Board of Directors of La Habra Heights County Water District was held on June 19, 2012, at 6:00 p.m., at the City of La Habra Heights offices, located at 1245 North Hacienda Road, La Habra Heights.

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

PRESENT: Directors Cooke, Heintz, McVicar, Perumean, and Wilson

ABSENT: None

Staff members and others present.

Staff: Michael Gualtieri, Secretary/General Manager. Others present: Steve O'Neill, legal counsel, David Byrum, Civiltec Engineering, Sanjay Gaur, Raftelis Financial Consultants, Inc. and various La Habra Heights Residents.

Public Communications: There were comments from Stephen Blagden and George Edwardz.

4.a. The board president opened a public protest hearing on proposed water rates and fees. Presentation by consultants and staff concerning proposed rates. David Byrum, provided a presentation on the master plan discussing capital improvements and Sanjay Gaur provided a presentation on the rate study.

4.b. Public Comments: There were various comments from residents concerning the proposed rates and fees.

4.c. Response to written questions concerning the proposed rates and fees. Various questions were answered by staff and consultants.

Opposition cards were counted by the General Manager and General Counsel. The General Manager informed there were 580 opposition cards received; the General Manager informed the board the number of protest cards received did not constitute a majority of the parcels in the District.

4.d. Close public hearing.

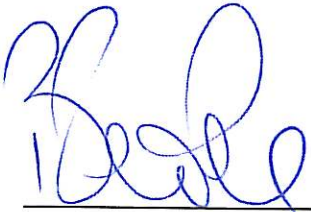
5. Action Item-Consider adoption of water rates, connection fees, and miscellaneous fees for fiscal years 2012/2013 to 2016/2017. After discussion, there was a motion by Director McVicar and seconded by Director Perumean to adopt water rates, connection fees, and miscellaneous fees for fiscal years 2012/2013 to 2016/2017. Vote was as follows:

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

There being no further business to come before the Board, motion was made by Director McVicar and seconded by Director Perumean that the meeting be adjourned at 8:23 p.m. Vote was as follows:

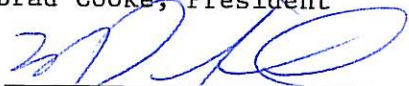
AYES: Directors Cooke, Heintz, McVicar, Perumean, and Wilson
NOES: None
ABSENT: None

Dated: July 10, 2012



Brad Cooke, President

(SEAL)



Michael Gualtieri, Secretary