

MINUTES OF THE REGULAR MEETING  
OF THE BOARD OF DIRECTORS  
LA HABRA HEIGHTS COUNTY WATER DISTRICT  
September 9, 2014

A regular meeting of the Board of Directors of La Habra Heights County Water District was held on September 9, 2014, at 4:06 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 Cooke, McClish, McVicar and Wilson

ABSENT: Director Perumean

Staff members and others present.

Item 2. Staff: Michael Gualtieri, Secretary/General Manager and Tammy Wagstaff, Treasurer. Others present: Steve O'Neill, legal counsel, Lemieux & O'Neill, Nitin Patel, Diehl, Evans & Company, LLP, Tom Malkasian, George Edwardz, Stephen Blagden, residents.

Item 3. Public Comments: Tom Malkasian stated he is running for Central Basin Water District's Board. George Edwardz discussed the water ordinance. Stephen Blagden discussed tracking water usage on charts, Hacienda Road leak and ordinance on water conservation.

Item 6. Receive and file 2013-2014 District Audit Report- Diehl, Evans & Company LLP. Mr. Nitin Patel provided an overview of Audit. After discussion, District Audit Report for 2013-2014 was received and filed.

Item 4.a. Consent Calendar: Minutes of the regular meeting for August 12, 2014. After discussion a motion was made by Director McVicar and seconded by Director Wilson to approve the minutes with a correction to misspelling. The vote was as follows:

AYES: Directors Cooke, McClish, McVicar and Wilson

NOES: None

ABSENT: Director Perumean

Item 4.b. The Financial Statements for July 2014 were removed from the Consent Items. After discussion a motion was made by Director McVicar and seconded by Director

McClish to approve the Financial Statements. The vote was as follows:

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

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 McClish that the warrant numbers 39039 through 39105 be approved and signatures be authorized. Check number 38747, 39060, 39080 and 39098 were voided. The vote was as follows:

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

Item 7.a. Discuss and Approve - Ordinance 14-01, Adopting New Water Conservation Measures. After discussion, there was a motion by Director McVicar and seconded by Director Wilson to approve Ordinance 14-01. The vote was as follows:

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

Item 7.b. Discuss and Action – Retiree Open Enrollment for Medical Plans. After discussion, there was a motion by Director McVicar and seconded by Director Wilson to approve retirees the option to make changes to medical plan during open enrollment. The vote was as follows:

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

Item 7.c. Update on District Activities. The General Manager discussed that Layne Christensen Company should begin working on Well 9, September 22<sup>nd</sup>, currently, working with district's attorney on the legalities of selling property and is still working on getting information for security cameras. August usage was 311.55 AF. This usage is

8.9% more than the past 12 month period and is 10.7% more than the 2008/2009 usage.

Item 8.a. Closed Session: The Board of Directors met in closed session to discuss potential litigation [Govt. Code section 54956.9(g).] The disclosure of the identity of potential litigations would jeopardize District's ability to conclude existing settlement negotiations. No action was taken, but directive was given to staff.

Item 9. Report of Individual Directors.

Director McVicar discussed the upcoming Association of California Water Agencies/Joint Powers Insurance Authority (ACWA/JPIA) conference.

Director McClish discussed communicating water conservation, she attended the American Water Works Association (AWWA) Symposium, fracking and rebate for turf.

Item 10. There being no further business to come before the Board, motion was made by Director Cooke and seconded by Director McVicar that the meeting be adjourned at 6:48 p.m. The vote was as follows:

AYES: Directors Cooke, McClish, McVicar and Wilson

NOES: None

ABSENT: Director Perumean

Dated: October 14, 2014

  
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Pam McVicar, Vice-President

(SEAL)

  
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Michael Gualtieri, Secretary