

MINUTES OF THE REGULAR MEETING
OF THE BOARD OF DIRECTORS
LA HABRA HEIGHTS COUNTY WATER DISTRICT
February 26, 2013

A regular meeting of the Board of Directors of La Habra Heights County Water District was held on February 26, 2013, at 4:05 p.m., at the office of the District, located at 1271 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

Adding to the agenda for discussion and action was item 6.f. Los Angeles County clean water, clean beaches measure. There was a motion by Director McVicar and seconded by Director Heintz to add this item to the agenda on the basis that the need to take action on the item arose subsequent to the posting of the agenda. Vote was as follows:

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

NOES: None

ABSENT: None

Staff members and others present.

Staff: Michael Gualtieri, Secretary/General Manager and Tammy Wagstaff, Treasurer. Others present: Steve O'Neill, legal counsel, Lemieux & O'Neill, Peggy McClure, McClure Consulting, John D'Angelo, Rich and Jacquie McClish, residents.

Public Communications: Ms. Jacquie McClish wanted to commend the field staff on their safety measures while working on a leak on West Road.

6.d. Discuss and action system buy-in-fee for customer on Bella Vista. District resident, John D'Angelo, addressed the board concerning his property located on Bella Vista Drive. He told the board he will not be building any structures on this property and asked for a reduced connection fee. The connection fee is currently \$13,162 for a one inch meter. He proposed to pay \$6,500 of the connection fee with the understanding that if the property is either sold or developed, the \$6,662 balance will be paid at the time of future sale or development. The board discussed the matter. Director Cooke

moved that in exchange for the District installing a one-inch meter connection at the property, D'Angelo will pay \$6,500 to the District and agrees to record an agreement on his property that if in the event the property is either sold or if a building permit is issued for the property, the owner of the property will pay the remaining \$6,662. If a larger meter is requested, the future owner or developer will pay the difference between \$6,500 and the then current charge for a connection fee, based upon the requested meter size. The motion was seconded by Director Heintz. The vote was as follows:

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

NOES: None

ABSENT: None

Consent calendar: Minutes of the special meeting for January 29, 2013. After discussion a motion was made by Director McVicar and seconded by Director Heintz to approve Minutes. The vote was as follows:

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

NOES: None

ABSENT: None

The Financial Statements for January 2013 were removed from the Consent Items. After discussion a motion was made by Director McVicar and seconded by Director Wilson to approve the Financial Statements. Vote was as follows:

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

NOES: None

ABSENT: None

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 Perumean that the warrant numbers 37203 through 37271 be approved and signatures be authorized. Warrant number 37206, 37230, 37231, 37232, 37233, 37234 and 37235 was voided. The vote was as follows:

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

NOES: None

ABSENT: None

6.a. Discuss and approve new computer software and hardware. Ms. Peggy McClure provided an overview of the software and provided proposals from both software companies. After discussion motion was made by Director McVicar and seconded by Director Heintz to sign a contract with Continental (CUSI) at a cost of \$78,331 plus travel expenses and for McClure Consulting cost not to exceed \$15,000. Hardware and Labor was continued until further notice. Vote was as follows:

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

NOES: None

ABSENT: None

(Peggy McClure left the meeting at 6:05pm)

6.b. Discuss and action on salary and range adjustments to employee salary schedule. Director Wilson commented that step's is the normal use in public entities. After discussion there was a motion by Director McVicar and seconded by Director Perumean to use option two with the salary ranges and also not to exceed a 10% increase in the maximum salary range. Vote was as follows:

AYES: Directors Cooke, Heintz, McVicar and Perumean

NOES: Director Wilson

ABSENT: None

6.c. Discuss and approve district vehicle for General Manager. This item was continued until the next scheduled board meeting.

6.e. Update on District Activities. The General Manager updated that Well 8 is currently in service and Lyons Tank is being filled and should be in service by the next board meeting.

6.f. Discuss and action on Los Angeles County clean water, clean beaches measure. After discussion there was a motion by Director McVicar and seconded by Director Cooke to send a protest letter regarding the measure for the District properties. Vote was as follows:

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

NOES: None

ABSENT: None

7. Report of Individual Directors. None


There being no further business to come before the Board motion was made by Director Cooke and seconded by Director Heintz that the meeting be adjourned at 7:21 p.m. Vote was as follows:

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

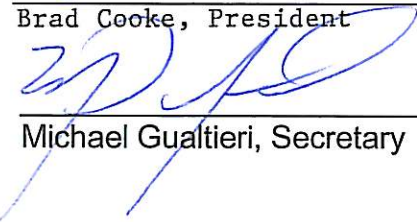
NOES: None

ABSENT: None

Dated: March 12, 2013



Brad Cooke, President



Michael Gualtieri, Secretary

(SEAL)