

MINUTES OF THE REGULAR MEETING
OF THE BOARD OF DIRECTORS
LA HABRA HEIGHTS COUNTY WATER DISTRICT
February 14, 2012

A regular meeting of the Board of Directors of La Habra Heights County Water District was held on February 14, 2012, at 4:40 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

Staff members and others present.

Staff: Michael Gualtieri, Secretary/General Manager. Others present Shem Hawes and Tony Herda, Civiltec Engineering, Inc., Judy Hathaway Francis, Stephen Blagden, George Edwardz, Rich and Jacquie McClish, Phillip Lough, Ruth Wolfarth, Catherine Houwen, and Judy Ennis, residents.

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

4.a. Draft 2011 Update Water Master Plan. There were comments from Mr. Edwardz and Mr. Balgden on this item. There was a presentation by Mr. Hawes and Mr. Herda, from Civiltec Engineering, Inc. After the presentation and discussion, motion was made by Director McVicar and seconded by Director Heintz to adopt the 2011 Update of the Water Master Plan subject to correcting spelling and other nonsubstantial errors that Director McVicar is going to provide to Civiltec Engineering, Inc. Vote was as follows:

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

NOES: None

ABSENT: None

5.a. Update, Discussion and Action on proposed water production and delivery agreement between the La Habra Heights County Water District and the Rowland Water District. (Agreement to move (wheel) water through LHHWCWD's facilities to RWD). There were comments from Mr. Edwardz and Mr. Balgden on this item. The General Manager provided the status of the proposed Agreement and advised that the General Counsel is still reviewing it. The Agreement was continued to a future meeting.

5.b. Discussion and award a contract for preparation of a Water Rate Study. There were comments from Mr. Edwardz, Mrs. Hathaway Francis, and Mr. Balgden on this item. After discussion, motion was made by Director McVicar and seconded by Director Heintz to award the contract to Raffelis Financial Consultants, Inc. (RFC) in the amount of \$39,830. Vote was as follows:

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

NOES: None

ABSENT: None

6. Report of Individual Directors.

Director Perumean requested that when the website is complete he be advised so he can review it before it is launched.

Director Wilson informed that the Health Benefits Authority (HBA) Board is disbanding and moving to Joint Powers Insurance Authority if approved by 75% of HBA members.

Director McVicar advised that she will be meeting with Director Wilson to discuss retiree health benefits.

There being no further business to come before the Board, motion was made by Director Cooke and seconded by Director Perumean that the meeting be adjourned at 5:52 p.m. Vote was as follows:

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

NOES: None

ABSENT: None

Dated: February 28, 2012

Brad Cooke, President

(SEAL)

Michael Gualtieri, Secretary