

MINUTES OF THE REGULAR BOARD MEETING
OF THE BOARD OF DIRECTORS
LA HABRA HEIGHTS COUNTY WATER DISTRICT
October 8, 2019

A regular meeting of the Board of Directors of La Habra Heights County Water District ("District") was held on October 8, 2019 at 4:05 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 Baroldi, Cooke and McVicar

ABSENT: Directors Perumean and Wilson

Item 2. Staff members and others present. Staff: Michael Gualtieri, Secretary/General Manager, and Tammy Wagstaff, Treasurer. Others present: Michael Silander, Attorney at Law and Nitin Patel, White, Nelson, Diehl, Evans LLP.

Item 3. Public Communications – None

Item 4. Directors Report – Director McVicar will attend the ACWA Conference.

Item 5.a. Minutes of Regular Board Meeting of September 17, 2019. After discussion, there was a motion by Director Baroldi and seconded by Director McVicar to approve the Minutes. The vote was as follows:

PRESENT: Directors Baroldi, Cooke and McVicar

NOES: None

ABSENT: Directors Perumean and Wilson

Item 6. Report, Receive and File 2018/2019 Audit Report. Nitin Patel provided an overview of the audit. After discussion, 2018/2019 Audit Report was received and filed.

PRESENT: Directors Baroldi, Cooke and McVicar

NOES: None

ABSENT: Directors Perumean and Wilson

Item 7. Approval of warrants and authorize signatures per warrant list. After discussion, there was a motion made by Director Baroldi and seconded by Director Wilson that the warrant numbers 43146 through 43211 in the amount of \$311,035.99 and EFT transfers in the amount of \$4,666.08 be approved and signatures be authorized. The vote was as follows:

PRESENT: Directors Baroldi, Cooke and McVicar

NOES: None

ABSENT: Directors Perumean and Wilson

Item 8.a. Discuss and Action – Reserve Policy. After discussion, this item was

continued until further notice.

Item 8.b. Discussion and Action – Bank services and customer payment options. After discussion, this item will be continued and will be placed on the agenda for discussion at the February 2020 board meeting.

Item 8.c. Update on District Activities. The general manager informed that Tank 2 and 10A maintenance and recoat project may cost approximately \$1,000,000.00. Civiltec will provide specifications for Tank 10A recoat and only cathodic protection for Tank 2. The general manager will be contacting various recoat companies for quotes. The State has lowered notification levels for both PFOS (6.5 ppt) and PFOA (5.1 ppt) and they have left the combined level at 70 ppt. On September 17, 2019, two labs tested all four wells at the same time to verify the levels. Also, he contacted Water Replenishment District to research the possibility of profiling each well to see where the PFOS and PFOA are coming into our wells. There is a possibility that it's coming from the wells upper zone. Once the zone is determined, we will research sealing off that zone and update further at the board meeting. The valve truck was delivered on October 2, 2019. Lastly, discussed was the water production in September 2019.

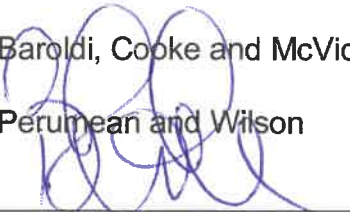
Item 9.a. Closed Session. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION Rowland Water District v. La Habra Heights County Water District, Los Angeles Superior Court Case No. KC070088. Discussion of existing litigation pursuant to paragraph (1) of subdivision (d) of Section 54956.96. One case. No reportable action was taken. Direction was given to staff.

Item 9.b. Closed Session. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION initiation of litigation pursuant to paragraph (4) of subdivision (d) of Section 54956.9 of the Government code (one case). LHHCWWD's board of directors has authorized LHHCWWD to initiate litigation as co-defendants in the case of *Signal Hill et al. v. Central Basin Municipal Water District, et al.*, LASC Case No. 19STCPO3882, in which plaintiffs challenge a water meter fee imposed by defendant as violating California law. Direction was given to staff.

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 7:07 p.m. Vote was as follows:

PRESENT: Directors Baroldi, Cooke and McVicar
NOES: None
ABSENT: Directors Perumean and Wilson

Dated: November 26, 2019



Brad Cooke, President

(SEAL)



Michael Gualtieri, Secretary