

MINUTES OF THE REGULAR BOARD MEETING
OF THE BOARD OF DIRECTORS
LA HABRA HEIGHTS COUNTY WATER DISTRICT
April 25, 2017

A regular meeting of the Board of Directors of La Habra Heights County Water District was held on April 25, 2017 at 4:00 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, McVicar and Perumean

ABSENT: Director Wilson

Staff members and others present.

Item 2. Staff: Michael Gualtieri, Secretary/General Manager, Tammy Wagstaff, Treasurer and Joe Matthews, Superintendent. Others present: Michael Silander, legal counsel, Olivarez, Madruga, Lemieux & O'Neill, David Byrum and David Song, Civiltec Engineering, Bob Brkich Jr., Birkich Construction, Stephen Blagden, John Steele, Elizabeth Broadbent and Ruben Esqueda, residents.

Item 3. Public Comments: Elizabeth Broadbent and Ruben Esqueda discussed their concerns regarding the asphalt on their private road on West Road and their displeasure on how the road looks. Stephen Blagden discussed the board packet being posted to the web page, water recharge and water levels in the basin, Rowland Water District agreement, asphalt on Hacienda Road, and wages and budget.

Item 4.a.b.c. Minutes of regular board meeting of March 14, 2017 and March 28, 2017, and financial reports for February 2017. After discussion, there was a motion by Director Cooke and seconded by Director McVivar to approve the minutes and financial reports. The vote was as follows:

AYES: Directors Baroldi, Cooke, McVicar and Perumean

NOES: None

ABSENT: Director Wilson

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 Baroldi that the warrant numbers 41132 through 41232 be approved and signatures be

authorized. Check number 41081 was voided. The vote was as follows:

AYES: Directors Baroldi, Cooke, McVicar and Perumean

NOES: None

ABSENT: Director Wilson

Item 6.a. Discuss and Action – Change orders from Brkich Construction Tumin Road and West Road. These items were discussed separately. The first discussion and action was for Tumin Road. After discussion, there was a motion by Director McVicar and seconded by Director Baroldi to approve Brkich Construction to install an additional 600 lineal feet of 14" CML&C steel pipe on Tumin Road and Dorothea Road in the amount of \$185,650.00. The vote was as follows:

AYES: Directors Baroldi, McVicar and Perumean

NOES: None

ABSTAIN: Director Cooke

ABSENT: Director Wilson

The next item for discussion and action was West Road asphalt. After discussion, there was a motion by Director Cooke and seconded by Director McVicar to approve change order #16 West Road asphalt with the full 15% markup on total amount given to Brkich Construction in the amount of \$22,278.57. The vote was as follows:

AYES: Directors Baroldi, Cooke, McVicar and Perumean

NOES: None

ABSENT: Director Wilson

Item 6.b. Discuss and Action – Fiscal Year 2017/2018 Budget. After discussion, the Board directed staff to evaluate fixed and variable costs compared to readiness to serve and commodity charges. Also, check on the five year vehicle replacement program and verify any increases in the liability insurance premiums. No action was taken on this item.

Item 6.c. Update on District activities. The General Manager provided an update on the Escarpado pressure station that caved in on April 3, 2017 and broke piping within the pressure station. The pressure station vault and piping was replaced by Salazar Construction on April 21, 2017 and the cost was \$78,580.00.

The election was approved by the Los Angeles County Board of Supervisors to even years to coincide with Statewide General Elections and the next election will be held in November 2018.

The AMI and AMR's meters, plus JPIA's annual and confined space review, will be discussed at a later time.

Emergency repair costs for the month of March 2017 are as follows: National Meter Automation \$26,805.71, Rush Truck Center \$3,380.02, National Meter Automation \$7,081.25, Orr Safety \$2,833.81, Daniels Tire \$950.95, and Orr Safety \$1,249.56.

Lastly, the General Manager discussed the water production in March 2017.

Item 7. Closed Session. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION Discussion of potential initiation of and/or exposure to litigation pursuant to paragraph (4) of subdivision (d) of Section 54956.9. Two cases. Direction given to staff. No action was taken.

Item 8. Report of Individual Directors. None

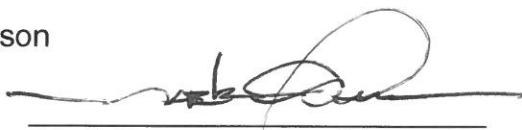
Item 9. There being no further business to come before the Board, motion was made by Director Perumean and seconded by Director McVicar that the meeting be adjourned at 7:08 p.m. The vote was as follows:

AYES: Directors Baroldi, Cooke, McVicar and Perumean

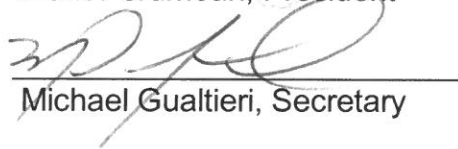
NOES: None

ABSENT: Director Wilson

Dated: May 23, 2017



Mark Perumean, President



Michael Gualtieri, Secretary

(SEAL)