

MINUTES OF THE SPECIAL MEETING
OF THE BOARD OF DIRECTORS
LA HABRA HEIGHTS COUNTY WATER DISTRICT
February 1, 2011

A special meeting of the Board of Directors of La Habra Heights County Water District was held on February 1, 2011, at 10:00 a.m., at the Hacienda Golf Club, 718 East Rd., 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 and Tammy Wagstaff, Treasurer.

Others present: Terry Dixon, General Counsel and David Byrum, Civiltec Engineering, Sanjay Gaur, Raftelis Financial Consultants, Inc.

Public Communications: None

6.a. Receive 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 LHHCWD's facilities to RWD.) Sanjay Gaur with Raftelis Financial Consultants, Inc. provided a presentation on the wheeling rate study that his company prepared. After discussion, motion was made by Director McVicar and seconded by Cooke Director to purpose the following:

- (1) wheeling charge be \$75 per acre foot;
- (2) the charge be escalated annually at the same percentage increase as the annual increase in the rate charged for water by the Metropolitan Water District; and
- (3) the Agreement be for fifteen (15) years.

Vote was as follows:

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

NOES: None

ABSENT: None

Report of Individual Directors. None

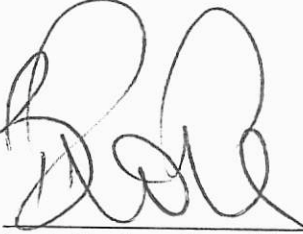
There being no further business to come before the Board, motion was made by Director Cooke and seconded by Director Perumean that the meeting be adjourned at 12:45 p.m. Vote was as follows:

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

NOES: None

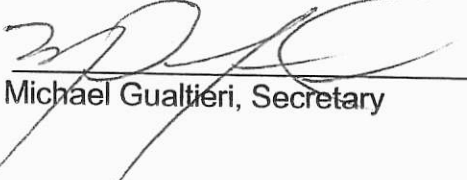
ABSENT: None

Dated: February 22, 2011



Brad Cooke, President

(SEAL)



Michael Gualtieri, Secretary