

**WESTERN HILLS WATER DISTRICT
MINUTES OF THE SPECIAL MEETING
OF THE BOARD OF DIRECTORS**

August 16, 2018

1. Call to Order

The special meeting of the Board of Directors of the Western Hills Water District was called to Order in regular session by President Guillermo Marrero at 9521 Morton Davis Drive, Patterson, CA, at 4:00 PM.

2. Roll Call

Present were: President Guillermo Marrero, Director Carmen Millan-Kearney, Director Douglas Kearney, Director Barry Ivy, Secretary Tracy Taylor and via teleconference, Assistant General Counsel David Hobbs and four members of the public attended.

3. Consent Calendar

The Minutes for the June 20, 2018 Special Meeting were reviewed and approved upon motion by Director C Kearney and seconded by Director D Kearney. The Checks & Warrants for the month of June, 2018 were reviewed and unanimously accepted upon motion by Director C Kearney and seconded by Director D Kearney. The Checks & Warrants for the month of July, 2018 were reviewed and unanimously accepted upon motion by President G Marrero and seconded by Director D Kearney.

4. Public Comment

None.

5. Written Communications:

The Board received the June 15, 2018 correspondence from the Oak Flat Water District. Mr. Joe Martini explained his proposal to the Board, and the Board communicated that it would appear to be beneficial to all involved, subject to receiving proper plans and cost statements, and subject for formal approval.

6. Action Items

Item A – the motion to approve the Contract Agreement with Cropper Accounting was unanimously accepted upon motion by President G Marrero and seconded by Director D Kearney.

Item B – Resolution No. 2018-04; a Resolution of the Board of Directors of the Western Hills Water District re Conditional Waiver of Redemption Penalties Re Diablo Grande Community Facilities District No. 1 Mello Roos Taxes, was unanimously approved by roll call vote, upon motion of Director C Kearney and seconded by Director D Kearney.

Item C – the motion to approve a draft letter to City of Patterson re cooperation re sewer rates was tabled, with direction that the letter is to be circulated out to the board members

Item D – Adoption of Resolution 2018-06, a Resolution Adopting the Annual Budget for the Fiscal Year 2018-2019 – this matter was tabled in order to determine the appropriate budget amount for Source of Supply Item #61050.

Item E – the motion to approve the Lavelle Law Group Agreement was unanimously denied upon motion of the Director G Marrero and seconded by Director B Ivy. Direction was given to Asst. Gen. Counsel David Hobbs to advise Goodwin Consultants that the District would not use WHWD revenue/funds for purposes of delinquent Mello Roos collection because funds for this use are not allocated in WHWD’s budget and WHWD has no revenue source to cover legal actions to collect Mello Roos.

Item F – Conflict declared by Directors D Kearney, C Kearney and G Marrero due to World International, LLC – in order to constitute a quorum, Directors G Marrero and C Kearney were chosen by lots; Adoption of Resolution No. 2018-05, a Resolution to Correct Title to Vehicle was unanimously approved by roll call vote upon the motion of Director C Kearney and seconded by President G Marrero.

7. Reports by District Staff

President G Marrero reviewed with the board a report which reflects a difference/loss of raw water compared to treated water from Jan-June of 2017-2018. President G Marrero has asked GM J Phillips to present the reports for the months of March 2018 and June 2017, which shows a significant amount of unaccounted water.

8. Reports of Board Members

Director C Kearney mentioned about installing a water meter, which will give us a better idea of how much raw water is going to the golf course. There was a discussion of where exactly to put the meter, J Phillips was instructed to get a price of how much it would cost to have such meter installed and report the numbers to the board next month.

Asst. Gen. Counsel brought to the Board’s attention the recent receipt of a request for will-serve letters for a number of lots in Diablo Grande, and the need to engage a consultant or engineer on the matter. Michael Baker has expressed an interest in an agreement for engineering services, in addition to providing information on its report for the water treatment plant expansion needs.

8. Adjournment

Upon motion by President G. Marrero and second by Director C. Millan-Kearney the meeting was adjourned at 5:32 p.m. The next meeting will be Wednesday, September 13, 2018 at 4 pm. Meeting to be held in the Diablo Grande Clubhouse at 9521 Morton Davis Drive, Patterson, CA 95363.

Respectfully submitted:

Secretary of the Board

Approved:

Guillermo Marrero, President