

**SIX HUNDRED FIFTY SECOND MEETING OF THE BOARD OF DIRECTORS
OF THE
EI DORADO HILLS COUNTY WATER DISTRICT**

The six hundred fifty second meeting of the Board of Directors of the El Dorado Hills County Water District was held on Thursday, July 15, 2010 at 6:00 p.m. at the regular meeting place of the District, the District Office, 1050 Wilson Blvd., El Dorado Hills, California. Present were Directors Hartley, Hidahl, Thomsen and Durante with President Hartley presiding. (Director Durante attended via teleconference and Director Winn was absent.) Counsel Cook was in attendance. Chief Veerkamp and Chief Financial Officer Bair were also in attendance.

President Hartley called the meeting to order at 6:02 p.m. and Chief Veerkamp led the Pledge of Allegiance.

Director Hidahl moved to approve the consent calendar which included the minutes of the 651st meeting held June 17, 2010 as well as the Financial Statements for June 2010. The motion was seconded by Director Thomsen and unanimously carried. (Ayes: All Present; Absent: Director Winn.)

Counsel Cook reported that he and Chief Financial Officer Bair met with Mr. Tim Yomens of EPS regarding the Five Year Plan Analysis and Development Fee. Counsel Cook stated that Mr. Yomens was comfortable with the current Five Year Plan and Development Fee calculation. He stated that the District could continue to use the same data and plan for another year. It appears that despite the economic issues, the plan would still support the current Development Fee. Counsel Cook relayed that the District could take no action and let the plan continue or adopt a new Five Year Plan and Development Fee Resolution with a few minor changes and still leave the fee the same. Director Hidahl supported adopting a resolution to

ensure that the County knows that the District is not being complacent but has done their due diligence in validating the Development Fee.

Counsel Cook also relayed that Mr. Yomens strongly recommended that the District develop a comprehensive Facilities Master Plan that would outline the District's projected needs through build out. He stated that the plan would be an extremely beneficial tool for both operational and capital asset planning, thus capturing the funding required for build out. The costs involved in developing the Facilities Master Plan will be recouped in the Development Fees. The Committee has not had time to meet yet; however, it is anticipated that developing a Facilities Master Plan will be at least a six month project requiring a great deal of staff commitment. After discussion, it was decided that the Board will review the Development Fee and Five Year Plan for adoption with a new resolution next month. It will then be submitted to the County.

The Fire Committee had not met. The County will not have revenue numbers until late August.

Director Thomsen reported that the Ad Hoc Committee, with the assistance of Jill Engelmann, Human Resource Consultant from CPS, continues to make excellent progress in improving the promotional testing process. Areas such as timely scoring, constructive feedback, videotaping of the Chiefs' Oral Exam and a better process for handling appeals are under consideration. It is anticipated that the promotional testing process will open up sometime in the November timeframe.

The Ad Hoc Committee had met with Jill Engelmann, CPS Human Resource Consultant and reviewed her progress to date. Jill summarized the progress in memo format.

Jill also made a presentation to the Board of the Human Resource projects and activities that she has completed over the last three months as well as a projected timeline of future needs. Currently, she is assisting David Brady, President of the Associated Firefighters, with input for creating an employee survey tool as well as developing a Personnel Policies Manual. Jill stated that the CPS contract was expiring and in need of renewal. She recommended that the contract for Human Resource services be extended from two to three days a week in order to more quickly accomplish the goals that have been set forth. She also recommended that an ongoing Human Resource representative be available to assist employees and advise management as necessary.

Counsel Cook will look into the ability to contract with CPS without conducting a formal bid process at this time. Jill stated that the contract can be set up in a general manner for two or three days a week. President Hartley stated that the Budget Committee will be looking at making a decision on these recommendations and thanked Jill for her hard work and assistance.

President Hartley reported that the Regional Operations Committee held a dinner in Latrobe. The next Committee Meeting will be held August 18, 2010. Director Durante stated that he will be unable to attend.

The Operations Report was received and filed.

Chief Veerkamp stated that the JPA had not yet met this month and therefore, there was no update. However, there continues to be dialog with the County regarding Aid to Fire. The JPA received legal opinion that was in opposition to the County's plan to use CSA7 funds for Aid to Fire. This opinion was based on ordinances, prior expenditures and how the system was designed.

Resolution 2010-14, confirming the report of the Fire Marshal related to cost of weed abatement and imposing such costs upon properties upon which abatement has occurred, was reviewed and discussed.

Chief Veerkamp discussed the growing concern of unabated properties that are in foreclosure and present a fire hazard to the surrounding properties. In order to address this concern, the Fire Department will proactively weed abate these properties to eliminate the fire hazard and pursue collections afterwards.

Director Thomsen moved to approve Resolution 2010-14 regarding weed abatement. The motion was seconded by Director Hidahl and unanimously carried. (Roll Call: Ayes, all. Absent, Winn.)

Counsel Cook discussed the correspondence received from Sally Zutter of the El Dorado County Auditor's Office regarding concern for the ability to collect for delinquent charges for services. Counsel Cook did not feel that her concern would have an impact on this District.

The Second Quarter Goal Report was received and filed. Chief Veerkamp and the Board commended Chief Dave Roberts and Volunteer Firefighter Dion Nugent for their progress in enhancing the recruitment process of volunteers. He thanked Volunteer Firefighter Nugent on his involvement with CSFA and the creation of a recruitment video to be shown at local theaters as well as being an invaluable resource in many areas.

Chief Financial Officer Bair distributed Form 470 to the Board for completion and mailing to the Elections Department within the timelines prescribed.

President Hartley expressed his appreciation to the El Dorado Hills Firefighters' Association for hosting another enjoyable June Picnic.

Chief Veerkamp requested that an Admin Committee Meeting be scheduled in the next few weeks to review and discuss the Unity Goal as well as the Employee Survey. A meeting was planned to include the Admin Committee, Jill Englemann, and Counsel Cook.

The meeting was adjourned to closed session at 7:23 p.m. to discuss Item V-A, Conference with Legal Counsel pursuant to Government Code Section 54956.9, Anticipated Litigation and Items VI-A.1 and 2, pursuant to Government Code Section 54957, Public Employee Discipline/Dismissal/Release.

The meeting reconvened at 7:39 p.m.

President Hartley reported that Director Durante was dismissed at the conclusion of closed session and that during closed session, updates were received but no action was taken on Items V-A, VI-A.1 and 2.

Director Thomsen made a motion to adjourn the meeting, seconded by Director Hidahl and unanimously carried.

The meeting adjourned at 7:40 p.m.

Approved:

Jim Hartley, President

Connie Bair, Board Secretary