QUAIL VALLEY WATER DISTRICT

A STATE OF CALIFORNIA PUBLIC AGENCY

MINUTES OF THE SPECIAL MEETING OF THE BOARD OF DIRECTORS OF QUAIL VALLEY WATER DISTRICT

Held at 24750 Sand Canyon Road, Tehachapi, CA
Saturday, December 8th, 2018 at 8:30 AM.

1. Roll Call.
   Meeting called to order at 8:40 AM. There were present, representing a quorum:
   Director Biglay;
   Director Leonard;
   Director Sims.

2. Adoption of Agenda.
   Director Leonard moved, seconded by Director Biglay, to adopt agenda. Motion approved by unanimous assent.

3. Public comments for NON-agenda items.
   None.

4. Consent Calendar:

   4.1. Approve minutes from Regular Meeting held 10/27/18 and Special Meeting held 11/3/18.

   Director Biglay moved, seconded by Director Sims, to minutes from 10/27/18 regular meeting and 11/3/18 special meeting. Motion approved by unanimous assent.

5. Presentations:

   5.1. Update on Prop 84 project. (General Manager Hardenbrook)
   General Manager Hardenbrook provided Board with an update on the Prop 84 arsenic remediation project.

   5.2. Update on wells, reservoirs and system status. (General Manager Hardenbrook)
   General Manager Hardenbrook provided Board with a report on the operational status of the distribution system.

   5.3. Update on Voluntary Rate Increase. (General Manager Hardenbrook)
   General Manager Hardenbrook provided Board with an update on the voluntary rate increase including impact to cash flow.

6. Action Items:

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6.1. Discussion and possible action to make appointment to fill vacancy on Board of Directors. (General Manager Hardenbrook)
General Manager Hardenbrook informed Board of two property owners that had expressed an interest in serving as Director, one of whom, Jean Grodewald, was in attendance. Director Leonard moved, seconded by Director Biglay to appoint Jean Grodewald to fill the vacancy created with the resignation of Director Boatman. Motion approved with 3 ayes.

6.2. Discussion of monthly financial statements and consideration and possible action to approve payments for October and November. (General Manager Hardenbrook)
General Manager Hardenbrook led Board in a review of financial statements for November. Director Leonard moved, seconded by Director Biglay, to approve payment of bills for November. Motion approved by unanimous assent.

6.3. Discussion and possible action accepting settlement offer with PVWC. (General Manager Hardenbrook)
Director Biglay moved, seconded by Director Leonard, to extend last offer presented by QVWD until January Board meeting, to consider any offer presented by PVWC at that time, and directed General Manager Hardenbrook to consult with an attorney that practices before CPUC and report recommendations from counsel at January meeting. Motion approved by unanimous assent.

6.4. Discussion and possible action terminating service agreement with property owner (Lot 46, Tract 3312) and refund of connection fees received. (General Manager Hardenbrook)
No action taken.

6.5. Discussion and possible action on continuation of Voluntary Rate Increase, 2019 Prop 218 approved rate increase. (General Manager Hardenbrook)
No action taken.

6.6. Discussion and possible action to establish a succession plan. (General Manager Hardenbrook)
No action taken.

6.7. Discussion and possible action canceling board meeting scheduled for 12/15/18
Director Leonard moved, seconded by Director Biglay, to cancel Board meeting scheduled for December 15, 2018. Motion approved by unanimous assent.

7. Reports of Officers, Board Members and Standing Committees.
Director Biglay reported on conversation with Jason Vierra from Pinion Valley Water Company.

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8. Report of General Manager.
   General Manager Hardenbrook provided Board with a written report.

9. Board Members' Requests for Future Agenda Items.
   None.

10. Adjournment.
    There being no further business before the Board, Director Biglay moved, seconded by Director Sims, to adjourn at 9:47. Motion approved by unanimous assent.

I attest this is a true and complete copy of the minutes of a regular meeting of the Board as read and approved by the Board of Directors of the Quail Valley Water District.

Richard Cantrell, Secretary

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