

**MINUTES OF THE REGULAR MEETING
OF THE BOARD OF DIRECTORS OF THE
KINNELOA IRRIGATION DISTRICT
June 17, 2003**

MEMBERS PRESENT: Directors Brain, Matthews, Pickard, Sorell and Stock.

STAFF PRESENT: William Redcay, Chris Burt and Shirley Burt

CONSULTANT PRESENT: William Kruse, Esq.

EXECUTIVE SESSION: The Executive Session of the Board of Directors was called to order by the Chair, Melvin Matthews, at 1910 Hours. A conference with Legal Counsel regarding Anticipated/Threatened Litigation was held. The meeting was adjourned at 1935 Hours.

CALL TO ORDER: The Regular Meeting of the Board was called to order at 1940 by the Chair, Melvin Matthews. He stated that the Board had met in Executive Session, conferred with Legal Counsel, and that no decisions were made. He noted that a quorum was present and that the Agenda was before the Board.

PUBLIC COMMENT

Mrs. Linda Williams made the following comments:

- 1) She stated that she had further information to add to her comments made at the last meeting regarding the article on fluoride that appeared in the Meter Reader. She reminded the Board that as early as 1991 or 1992, during the public hearings having to do with the Fluoride Variance Request, that people made statements to the Board regarding fluorosis in children.
- 2) She stated that she thought the water from the Delores Tunnel was being taken by the District.

The General Manager replied that all of the water from the Delores Tunnel is being released into the Glen, most of it up by the falls and the rest down by the Vosburg Reservoir site.

- 3) She stated that it would be helpful if the District would send a notice to all customers as to the manner in which to access the gate on Kinneloa Canyon Road.

The Chair thanked her for the suggestion and stated that would be done.

Mrs. Nancy McKenna stated that she was delighted to see the paving that had been done at the Eucalyptus Reservoir construction site.

Mr. Ray Towne requested that the District send out a memo regarding the article about Fluoride that appeared in the Meter Reader. He requested that the District retract and clarify the statement "No problems have ever been reported."

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REVIEW OF THE METER READER

The Chair noted that the Board Members have before them the written opinion from the District's Legal Counsel regarding any legal obligation to retract or clarify the article on Fluoride in the METER READER. The Chair then requested comments from the Board regarding the matter. It was M/S/C (Pickard/Sorell-4/0, with Director Stock abstaining) **"That a letter be included in the next billing along the lines as suggested by Legal Counsel with the staff having the discretion to determine the exact wording."**

**CONSIDERATION OF EARLY REDEMPTION OF IMPROVEMENT DISTRICT
NO. 1 BONDS**

The Chair stated that by reviewing Board Resolution No. 2 dated November 20th, 1974 it is noted on page 5 "The bonds shall not be subject to call or redemption prior to maturity." Therefore the Board Members agreed that no early redemption of these bonds could occur.

GENERAL MANAGER'S REPORT

The General Manager reviewed his report that was included in the Board Packet. In addition he made the following additional comments.

- The City of Pasadena has been contacted to see if they have a rate structure that would lower our cost as their charges are much higher than Edison's.
- Eight Meters had been sent out for testing and on the average they tested 5 1/2 % slow.
- The plans and specifications have been received from the Engineer for the K-3 line and staff is in the process of reviewing them.

REVIEW OF MINUTES

The minutes of the Regular Meeting of May 20, 2003 were reviewed and unanimously approved.

REVIEW OF FINANCIAL REPORTS

The Financial Report of May 31, 2003 was reviewed and unanimously approved for filing.

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ITEMS FOR NEXT AGENDA

- 1) Forecast of the production and sale of water for the next two, five, and ten years.
- 2) Upcoming Director Elections

ADJOURNMENT TO EXECUTIVE SESSION

The meeting was adjourned to Executive Session at 2100 hours and closed at 2141 hours.

REOPENING OF REGULAR MEETING

The regular meeting was reopened at 2145 hours. The Chair reported that in the Executive Session the Board had done a performance evaluation of the General Manager. Based on that performance evaluation it was M/S/C (Matthews/Pickard-5/0) "**That the annual salary for the General Manager be increased to \$80,000 per year which includes the \$400. per month car allowance**".

ADJOURNMENT

The regular meeting was adjourned at 2150 hours. The next meeting will be held on July 15, 2003.

Respectfully submitted,

Shirley Burt
Secretary To The Board

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