

**REGULAR MONTHLY MEETING OF THE BOARD OF DIRECTORS
OF
LA CAÑADA IRRIGATION DISTRICT**

The Regular Monthly Meeting of the Board of Directors of La Cañada Irrigation District was held on Tuesday, December 13, 2022, at the office of the District, 1443 Foothill Boulevard, La Cañada, California.

President Myers, Vice President Angelica and Directors Butts, Soohoo and Collins were present. Also in attendance at the meeting were Mark A. Spraic, legal counsel of La Cañada Irrigation District ("LCID"); Douglas M. Caister, Manager/Secretary of LCID; Justin P. Bailey, Assistant Manager of LCID, as well as two (2) Representatives from Foothill Municipal Water District; General Manager Nina Jazmadarian and FMWD Board President Richard Atwater, whom had asked to appear before the LCID Board.

REVIEW OF MATTERS RAISED BY PERSONS APPEARING BEFORE THE BOARD:

President Myers introduced the FMWD Representatives to the Board and asked Mr. Atwater & Ms. Jazmadarian to proceed with their presentation concerning the drought conditions impacting imported water supplies. Ms. Jazmadarian distributed a 10-page outline illustrating the water supply shortage throughout California. The Board was invited to ask questions as the meeting continued. President Myers asked the Board if they had additional concerns to communicate to FMWD, and Vice President Angelica stated that the information and details disseminated by Metropolitan Water District of Southern California (MWD) appear to be tardy and lack adequate detail for local agencies to act upon in a timely manner. With no additional comments, President Myers thanked Mr. Atwater and Ms. Jazmadarian for this update on water supply. Mr. Atwater and Ms. Jazmadarian thanked the Board for their time and feedback and excused themselves from the Meeting.

Board President Myers brought the meeting back to order and returned to the following Agenda Items.

APPROVAL OF MINUTES:

A general discussion was held concerning the Minutes of the Regular Monthly Board of Directors Meeting, which was held November 8, 2022.

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On motion duly made by Vice President Angelica and seconded by Director Collins, and unanimously approved by President Myers, Vice President Angelica and Directors Butts, Collins, and Soohoo, the Minutes were adopted and ordered filed.

APPROVAL OF REPORTS:

President Myers noted that the Secretary's Report, Treasurer's Report, Revolving Fund Report, Report of Inactive Public Deposits, Operating Statement, Production and Distribution Report, and Work Order Progress Report for the month of November 2022 had been distributed to the Directors. These reports were discussed at length, and on motion duly made by Director Butts, seconded by Director Soohoo, and unanimously approved by President Myers, Vice President Angelica and Directors Butts, Soohoo, and Collins, the following resolutions was adopted:

RESOLVED: That Work Orders 1629, 1632, 1642, 1647, 1656, 1663, 1664, 1665, and 1666 of the Work Order Progress Reports be closed.

FURTHER RESOLVED: That these reports be filed and subject to audit.

SUPERINTENDENT'S REPORT:

The Manager noted that the Superintendent's Report for the month of November was distributed to the Directors at the meeting. A general discussion was held concerning the same, and upon motion duly made by Director Collins, seconded by Director Soohoo, and unanimously approved by President Myers, Vice President Angelica, and Directors Butts, Soohoo, and Collins, the following resolution was adopted:

RESOLVED: That this report be attached to the Minutes as an Exhibit.

Raymond Basin / Monk Hill Depletion:

Assistant Manager Bailey reported that the Raymond Basin Management Board and its Member Agencies have tentatively agreed to a 24% reduction in Decreed Pumping Rights, beginning sometime in calendar year 2023. This reduction would result in the current 100 AF/Yr adjudication for LCID decreasing to 76 AF/Yr pumping rights. This is an attempt to allow the Basin water level to recover. Final details on the effective date will determine when the agreement is finalized. The Board was advised that LCID has requested that a

portion of the Long-Term Storage it has been unable to produce remain accessible to pump before the end of the Fiscal Water Year, in June of 2023. The Board held a brief discussion, and the matter was tabled.

Present Rates & Future Rate Structure Assessment:

Assistant Manager Bailey reviewed the current financial position of the District and noted that it would be appropriate to implement the final increase in the District's 3-Tier water rate schedule established in the District's 2018 Proposition 218 approved Rate Structure. The increase would raise the Commodity Rate by 7% for each tier. The Board held a general discussion and noted the significant cost increase of imported water and Edison power which are needed to reliably meet demands as well as necessary system rehabilitation. After due consideration and deliberation, and on motion duly made by Director Butts, and seconded by Director Soohoo, President Myers, Vice President Angelica and Directors Soohoo and Butts voted in favor of implementing the increase. Director Collins voted in opposition of implementing the increase. The following resolution was adopted

RESOLVED: That commencing with the February 2023 Bi-Monthly Billing Statement, District service and water rate schedules will be as follows:

Bi-Monthly Service Charges (Unchanged):

5/8"	\$63.66
3/4"	\$63.66
1"	\$131.96
1½"	\$245.80
2"	\$382.38
3"	\$814.98

Bi-Monthly Water Quantity Rates (Board Adopted Increase):

0-14 units	\$4.35 per unit
15-70 units	\$5.52 per unit
>70 units.....	\$6.16 per unit

Review of Correspondence & Other Developments:

None.

District Policy - Return Check Charge:

The Managers informed the Board that Bank charges for processing returned or bad checks have substantially increased since the District's current \$10.00 Fee was adopted. In order to adequately cover District costs and staff time to receive funds and redeposit payments, it was recommended that the Board increase the Fee to \$50.00 per occurrence. A general discussion was held, and upon motion duly made by Vice President Angelica, seconded by Director Soohoo, and unanimously approved by President Myers, Vice President Angelica, and Directors Butts, Soohoo, and Collins, the following resolution was adopted:

RESOLVED: That commencing immediately, the Fee for Nonsufficient Funds / Returned checks will increase to \$50.00 per occurrence.

Employee End-Of-Year Compensation:

The Manager reported that Year End Compensation for District employees should be reviewed by the Board at this time. He noted that the past adjustment had been set at three percent (3.0%) of annual base salary. The Board held a general discussion and asked for a recommendation for this year. After further discussion, and upon motion duly made by Director Collins, seconded by Director Butts, and unanimously approved by President Myers, Vice President Angelica, and Directors Butts, Soohoo, and Collins, the following resolution was adopted:

RESOLVED: That additional compensation be paid to employees of the District for their service during the year 2022 be in the amount of 4% of their annual base salary.

ANNUAL SOCIAL SECURITY RATE ADJUSTMENT:

The Manager reported that the District's contribution rate for its Employee Pension Plan, which follows the social Security Rate and Wage Base, should be reviewed at this time to reflect the 2022 level. A general discussion was held, and on motion duly made by Vice President Angelica, seconded by Director Collins and unanimously approved by President Myers, Vice President Angelica, and Directors Butts, Soohoo, and Collins, the following resolution was adopted:

RESOLVED: That, effective for the year 2022, the District hereby adopts the Social Security Rate and adjust for 2022, for the purpose of calculating the District's contributions to the District's Employee Pension Plan.

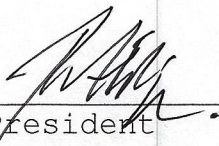
ADJOURNMENT INTO CLOSED SESSION:

The Regular Meeting was adjourned at 8:08 p.m. into closed session pursuant to Government Code Section 54956.8, Real Estate Negotiations with regard to the potential acquisition of a reservoir site.


RECONVENING OF THE REGULAR MEETING OF THE BOARD:

The closed session was adjourned, and the Regular Meeting of the Board was called to order by President Myers at 8:32 p.m.

As there was no further business to come before the Board, the Meeting was duly adjourned.



President



Secretary