

**MINUTES OF THE ADJOURNED REGULAR MEETING OF THE BOARD OF
DIRECTORS OF CRESTLINE VILLAGE WATER DISTRICT**

MAY 26, 2009

President McGehee called the Adjourned Regular Meeting of the Board of Directors of Crestline Village Water District to order at 3:00 pm, on Tuesday, May 26, 2009, at the regular meeting place of said Board at its office in Crestline, California.

ROLL CALL: Present were President C. N. McGehee, Directors William Huckell, Alan Clanin, Kenneth Stone and Steven Farrell.

Staff members present were Attorney Ronald Van Blarcom, Engineer Fred Hanson, Field Supervisor Donald Wagner and Office Manager Larrie Davis.

General Manager Karl Drew was absent.

MINUTES OF PREVIOUS MEETINGS: On a motion by Director Stone and a second by Director Farrell, the minutes of the Regular Meeting of April 21, 2009 were unanimously approved as written.

CASH DISBURSEMENTS: The Board reviewed the Cash Disbursements for the month of April 2009. On a motion by Director Stone and a second by Director Farrell the cash disbursements for April 2009 were unanimously approved.

PUBLIC COMMENTS: None.

RECONSIDER FIXED NETWORK AUTOMATIC METER READ PROJECT: Director Huckell requested a review and reconsideration of last month's approval to purchase the infrastructure for the fixed network system and 20 new meters. Supervisor Wagner informed the Board there were sufficient used meters to continue replacing existing meters should they need repair or fail. Further discussion on this matter was postponed until the June 16, 2009 Board meeting.

ADOPT RESOLUTION NO. 377, DETERMINING APPROPRIATION LIMIT FOR FISCAL YEAR 2009-2010: Attorney Van Blarcom discussed the proposed resolution with the Board. The proposed resolution uses "the percentage changed in California per capita personal income from the preceding year" as the "change in the cost of living" factor and the "change of population within the county in which it is located" as the "change in population" factor. The proposed Appropriation Limitation for fiscal year 2009-10 is \$1,086,428.

On a motion by Director Stone and a second by Director Clanin, the Board adopted Resolution No. 377, determining the Appropriation Limitation for fiscal year 2009-10 to be \$1,086,428 on the following roll call vote:

AYES: Directors McGehee, Huckell, Clanin, Stone and Farrell
NOES: None
ABSENT: None
ABSTAINED: None

COST OF LIVING ADJUSTMENT FOR DISTRICT EMPLOYEES: The Board reviewed the change in the Consumer Price Index (CPI) for the past year ending April 2009. The average change in the two CPI indexes for the U.S. City Average is negative 1.0% and the average change for the Los Angeles-Riverside-Orange County area is negative 1.7%. The Board also reviewed the annual CPI against the Cost of Living Adjustment (COLA) given by the District over the last ten years. Based on the ten year average, District employees have received a cumulative total of 2% less than the Los Angeles-Riverside-Orange County average CPI.

Staff is recommending two options. Option one is a 1.5% wage reduction for all current employees, effective May 30, 2009. Option two, based on the cumulative 10 year total is 0.0% adjustment.

After discussion, on a motion by Director Huckell and a second by Director Clanin, the Board unanimously approved a 0.0% Cost of Living Adjustment for all current employees.

AUTHORIZATION FOR TRANSFER OF FUNDS – LOCAL AGENCY INVESTMENT

FUND: One authorized signature is required to transfer funds to/from the District's account at Vineyard National Bank to/from the Local Agency Investment Fund (LAIF). On a motion by Director Stone and a second by Director Farrell, the Board unanimously approved the addition of Office Manager Larrie Ann Davis as an authorized signer for the Local Agency Investment Fund.

REPORT ON CALIFORNIA WATER PLAN 2009 REGIONAL WORKSHOP: Director Farrell reported on his attendance at the California Water Plan 2009 Regional Workshop.

Director Farrell stated the deadline for comment on the draft California Water Plan is early June 2009. Attorney Van Blarcom stressed the importance of commenting on the plan for conservation, taking in to account the District's seasonal residences.

Further discussion will continue next month.

ACWA AND ACWA/JPIA SPRING CONFERENCE: Director McGehee reviewed with the Board his written report about the meetings he attended at the ACWA/JPIA conference during the week of May 18, 2009 in Sacramento. There was general discussion about the emergency preparedness workshop. Field Supervisor Wagner stated he covers the subject regularly at staff safety meetings. Critical worker passes are in place and updated annually. Director Farrell would like the District to consider attendance at future MAST Meetings. It was also suggested Chief Sherman be contacted to ensure cooperation during emergency situations.

MONTHLY WATER PRODUCTION REPORT: There was discussion on current well production. Supervisor Wagner stated the District recently replaced the pump and motor at Chamois Vertical, the pump control at Cypress is causing the District some problems and Wilson Vertical is running without problems.

MANAGER'S REPORT: None

DIRECTORS' REPORT: The Directors requested a flower arrangement be sent to General Manager Drew's family in honor of his mother's recent death. The Board directed the District to place the order with a \$200.00 maximum.

As there was no further business, the meeting was adjourned at 3:48 pm. The next meeting is scheduled for Tuesday, June 16, 2009 at 3:00 pm.