

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

**OCTOBER 15, 2002**

Vice President McGehee called the Regular Meeting of the Board of Directors of Crestline Village Water District to order at 3:03 PM, on Tuesday, October 15, 2002, at the regular meeting place of said Board at its office in Crestline, California.

ROLL CALL: Present were Vice President C. N. McGehee, Directors William Huckell, William Valko, Alan Clanin and Charles Spinks. Staff members present were Manager/Secretary Norman L. Hunt, Attorney Ronald Van Blarcom, Engineer Fred Hanson, Field Supervisor Don Wagner and Office Manager Karl Drew. Also present was Trisha Zadick of the Crestline Courier-News.

MINUTES OF PREVIOUS MEETING: On a motion by Director Valko and a second by Director Clanin, the Board unanimously approved the minutes of the Regular Meeting of September 17, 2002 as corrected.

PUBLIC COMMENTS: None.

REORGANIZATION OF BOARD OF DIRECTORS AND STAFF: The meeting was opened for consideration of the reorganization of the Board of Directors and Staff. Director Huckell nominated Director McGehee for the position of President. Director Spinks seconded the nomination. Director McGehee was unanimously elected as President of the Board of Directors.

Director Huckell then nominated Director Clanin for the position of Vice President. Director Valko seconded the nomination. Director Clanin was unanimously elected as Vice President of the Board of Directors.

On a motion by Director Clanin and a second by Director Spinks, the Board unanimously retained the current staff positions. The current Board and Staff positions are as follows:

President:	C.N. "Bud" McGehee
Vice President:	Alan E. Clanin
General Manager and Secretary to the Board:	Norman L. Hunt
General Counsel:	Ronald Van Blarcom
District Engineers:	Albert A. Webb Associates
District Auditor:	Jay Zercher of Rogers, Anderson, Malody and Scott
Acting Secretary in the Absence of the Secretary:	Karl B. Drew

PINECREST WELL PROJECT - PUBLIC HEARING: Attorney Van Blarcom reviewed with the Board the Order of Procedure for the Public Hearings and the Adoption of the proposed Mitigated Negative Declarations for the Pinecrest Well and Chamois Well projects.

President McGehee opened the public hearing at 3:09 PM. Secretary Hunt reported that notice of the public hearing had been given in the form and manner required by law. Before accepting any comments from the public, President McGehee asked staff to review and summarize the documents that were made available to the Board in connection with the hearing. Attorney Van Blarcom reviewed the following documents with the Board:

- Notice of Proposed Negative Declaration
- Proof of Publication in the Crestline Courier-News
- Notice Letter and Distribution List
- Initial Study / Mitigated Negative Declaration
- State Clearinghouse Acknowledgement Letter
- Department of Health Services Comment Letter
- Memo from Norman Hunt and Attachments
- State Clearinghouse Closing Letter
- Mitigation Monitoring Program
- Notice of Determination
- Certificate of Fee Exemption

Attorney Van Blarcom also reviewed the Board Findings that are required prior to approval of the project. The findings cover the following items:

- Consider Initial Study and Negative Declaration
- Consider comments and all other record documents
- Mitigated Negative Declaration reflects the independent judgment and analysis of the District
- On the basis of the whole record, there is no substantial evidence that the project will have a significant impact on the environment
- Consider and adopt the Mitigation Monitoring Program
- Find that the project is “de minimis” in its effect on fish and wildlife

President McGehee then opened the meeting for any comments from the public. There were no members of the public present and no comments were received. The public hearing was closed at 3:35 PM.

Director Huckell made the following motions:

1) “I move that this Board has considered the Initial Study and Mitigated Negative Declaration for the Pinecrest Well Project and that those documents reflect the independent judgment and analysis of the District. This Board has also reviewed the comment letters and all of the other documents in the record of proceedings. All of the documents that comprise the record of proceedings shall be kept in the custody of the Secretary of the Board. On the basis of the record before this Board, I find that there is

no substantial evidence that the Pinecrest Well Project will have a significant impact on the environment.”

2) “I move that the District adopt the Mitigation Monitoring Program for the Pinecrest Well Project.”

3) “I move that this Board find, on the basis of the record before us, that the Pinecrest Well Project is de minimis in its effect on fish and wildlife and direct the staff to file the Certificate of Fee Exemption.”

4) “I move that this Board approve the Pinecrest Well Project and direct staff to proceed with the development of a production well for the benefit of the District and its customers.”

The motions were seconded by Director Clanin and were unanimously approved by the Board of Directors.

CHAMOIS WELL PROJECT - PUBLIC HEARING: President McGehee opened the public hearing at 3:37 PM. Secretary Hunt reported that notice of the public hearing had been given in the form and manner required by law. Before accepting any comments from the public, President McGehee asked staff to review and summarize the documents that were made available to the Board in connection with the hearing. Attorney Van Blarcom reviewed the following documents with the Board:

- Notice of Proposed Negative Declaration
- Proof of Publication in the Crestline Courier-News
- Notice Letter and Distribution List
- May 25, 2002 Church of Spiritual Technology Letter and Response
- Initial Study / Mitigated Negative Declaration
- State Clearinghouse Acknowledgement Letter
- Department of Public Works Comment Letter
- Memo from Norman Hunt and Attachments
- State Clearinghouse Closing Letter
- Department of Health Services Late Comment Letter
- Mitigation Monitoring Program
- Notice of Determination
- Certificate of Fee Exemption

Attorney Van Blarcom also reviewed the Board Findings that are required prior to approval of the project. The findings cover the following items:

- Consider Initial Study and Negative Declaration
- Consider comments and all other record documents
- Mitigated Negative Declaration reflects the independent judgment and analysis of the District
- On the basis of the whole record, there is no substantial evidence that the project will have a significant impact on the environment
- Consider and adopt the Mitigation Monitoring Program
- Find that the project is “de minimis” in its effect on fish and wildlife

President McGehee then opened the meeting for any comments from the public. There were no members of the public present and no comments were received. The public hearing was closed at 3:47 PM.

Director Huckell made the following motions:

- 1) "I move that this Board has considered the Initial Study and Mitigated Negative Declaration for the Chamois Well Project and that those documents reflect the independent judgment and analysis of the District. This Board has also reviewed the comment letters and all of the other documents in the record of proceedings. All of the documents that comprise the record of proceedings shall be kept in the custody of the Secretary of the Board. On the basis of the record before this Board, I find that there is no substantial evidence that the Chamois Well Project will have a significant impact on the environment."
- 2) "I move that the District adopt the Mitigation Monitoring Program for the Chamois Well Project."
- 3) "I move that this Board find, on the basis of the record before us, that the Chamois Well Project is de minimis in its effect on fish and wildlife and direct the staff to file the Certificate of Fee Exemption."
- 4) "I move that this Board approve the Chamois Well Project and direct staff to proceed with the development of a production well for the benefit of the District and its customers."

The motions were seconded by Director Clanin and were unanimously approved by the Board of Directors.

Manager Hunt reported that there is no power at the Pinecrest Well site and it would take about 30 days to get power there. Power is available at the Chamois Well site and it should be 4 to 6 weeks until the District could begin the water testing phase of the well development.

PROGRESS REPORT ON FELSEN TEST WELL: Manager Hunt reported that the proper name for the Lake Gregory Test Well is the Felsen Test Well. Harich Construction has completed the test well and initial tests indicate that it should flow 30 to 35 gallons per minute.

MAIN LINE REPLACEMENT JOBS: Field Supervisor Wagner reported that all the easement line jobs planned for the year have been completed.

CHILLON AND SAXON STORAGE TANKS: The Board reviewed some pictures of the work being done on the Chillon and Saxon Storage Tanks.

REVIEW OF DEPARTMENT OF HEALTH SERVICES 2002 ANNUAL INSPECTION: Field Supervisor Wagner reviewed the Department of Health Services' (DHS) report on the 2002 Annual Inspection with the Board. Most of the deficiencies identified have been corrected or are in the process of being corrected. The main outstanding issue is the noncompliance of the District with the Lead and

Copper Rule. The District must conduct six-monthly lead and copper tap monitoring until the DHS determines that the District has optimized corrosion control.

The District's water is mildly corrosive and excessive levels of copper have been detected in some of the customers' water supply. The copper is coming from the customers' copper water lines. The District has experimented with two treatment methods for corrosion control. One method of treatment is phosphate injection and the other method is aeration. The phosphate injection causes a coating on the inside of the water lines that inhibits corrosion, while aeration changes the pH of the water, making it less corrosive. Aeration appears to be a more effective treatment process than the phosphate injection. There was general discussion of this matter.

NEW SIGNATURE CARDS FOR ACCOUNTS AT VINEYARD NATIONAL BANK: On a motion by Director Huckell and a second by Director Clanin, the Board unanimously authorized new signature cards for the two checking accounts at Vineyard National Bank. The seven authorized signers for the accounts are Board Members C. N. "Bud" McGehee, William Huckell, William Valko, Alan Clanin and Charles Spinks, Secretary/General Manager Norman Hunt, and Office Manager Karl Drew.

Two authorized signatures are required for withdrawal of funds from the checking accounts. One authorized signature is required to make wire transfers to the District's account with the Local Agency Investment Fund in Sacramento.

MANAGER'S REPORT: Manager Hunt gave the Board a copy of an article that appeared in the Mountain News. The article is about a proposal to form a joint powers agency between Lake Arrowhead Community Services District (LACSD) and Crestline-Lake Arrowhead Water Agency (CLAWA) to supply water to Lake Arrowhead. Part of the water supply would be used to help fill Lake Arrowhead. The proposal includes the construction of a reverse osmosis treatment plant and would possibly triple the cost of water to the existing CLAWA customers. The District understands that the proposal was put together by a steering committee that was formed to consider alternative ways to obtain more water supplies for Lake Arrowhead.

Manager Hunt reported that the County Department of Public Works has notified all utilities that have facilities in the County right-of-way, that they are requiring the utilities to install snow poles on any above ground structures. Manager Hunt has attended a meeting about this matter and the District is currently reviewing the impact of this requirement. It could be very costly if the District has to install snow poles on all of its hydrants, meters and other facilities.

There was a brief discussion regarding the monthly financial and water production reports.

DIRECTORS' REPORT: None.

As there was no further business, the meeting was adjourned at 5:12 PM. The next Regular Meeting is scheduled for Tuesday, November 26, 2002 at 3:00 PM.