

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

**DECEMBER 14, 2004**

President McGehee called the Special Meeting of the Board of Directors of Crestline Village Water District to order at 3:00 PM, on Tuesday, December 14, 2004, 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, Charles Spinks and James Gonzales. Staff members present were Manager/Secretary Norman L. Hunt, Attorney Ronald Van Blarcom, Field Supervisor Donald Wagner and Office Manager Karl Drew. Absent was Engineer Fred Hanson.

MINUTES OF PREVIOUS MEETINGS: On a motion by Director Clanin and a second by Director Huckell, the minutes of the Adjourned Regular Meeting of November 16, 2004 were unanimously approved as corrected.

PUBLIC COMMENTS: None.

REORGANIZATION OF BOARD OF DIRECTORS AND STAFF: President McGehee opened the meeting for consideration of the reorganization of the Board of Directors and Staff. On a motion by Director Huckell and a second by Director Spinks, it was unanimously decided that there would be no changes to the current organization of the Board of Directors and Staff.

The current Board and Staff positions are as follows:

President of the Board:	C. N. "Bud" McGehee
Vice President of the Board:	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
ACWA-JPIA Director:	C. N. "Bud" McGehee

PINECREST WATER STORAGE EXPANSION PROJECT, PHASE I, SITE DEVELOPMENT PROGRESS REPORT: Manager Hunt reported that the contract for Phase I of the project had been signed by the contractor, Kanayan Construction, and returned to the District. On a motion by Director Spinks and a second by Director Clanin, the Board unanimously authorized Manager Hunt to sign the contract on behalf of the District.

There was general discussion regarding the project.

RESOLUTION NO. 340, AUTHORIZING THE REFINANCING OF THE WATER

REFUNDING REVENUE BOND, SERIES 1993: Office Manager Drew reviewed the proposed resolution with the Board. The resolution has been reviewed by Attorney Van Blarcom and Bond Counsel Fritz Stradling of Stradling, Yocca, Carlson and Rauth. There was some general discussion regarding the refinancing.

On a motion by Director Huckell and a second by Director Clanin, the Board adopted Resolution No. 340, authorizing the execution and delivery of a loan agreement, and authorizing and directing certain actions in connection with the refinancing of a water refunding revenue bond, on the following roll call vote:

AYES: Directors McGehee, Huckell, Clanin, Spinks and Gonzales

NOES: None

ABSENT: None

ABSTAINED: None

STEWART RANCH LOT: Manager Hunt reported that he had received an offer from Noe and Ana Ramirez to purchase the Stewart Ranch Tank lot for \$18,500 cash. They have also agreed to pay all costs relating to the transfer of the property.

In the letter that Manager Hunt had written to the owners of the properties adjacent to the lot, he had asked that all bids or offers to purchase the property be received at the District office by 4:00 pm on December 17, 2004. Manager Hunt does not expect the other property owner to respond.

On a motion by Director Clanin and a second by Director Gonzales, the Board unanimously accepted the offer from Noe and Ana Ramirez, contingent on the District not receiving a higher bid by 4:00 pm on December 17, 2004.

DIRECTORS REPORTS ON ACWA AND ACWA-JPIA CONFERENCES: Directors Huckell, Gonzales and McGehee reviewed with the Board their written reports on their attendance of the conferences. Directors Huckell and Gonzales attended the ACWA Conference and President McGehee attended the ACWA-JPIA Conference. The Directors also provided to staff copies of materials received at the conference.

MANAGER'S REPORT: There was a brief discussion regarding the monthly Financial, Investment and Water Production reports.

DIRECTORS' REPORT: The Board discussed an article that was published in the Sacramento Bee regarding the ACWA-JPIA and its staff. Attorney Van Blarcom discussed the article with the Board.

CANCELLATION OF REGULAR MEETING SCHEDULED FOR DECEMBER 21, 2004: Due to scheduling conflicts during the Holiday Season, the Board canceled the regular meeting scheduled for December 21, 2004.

As there was no further business, the meeting was adjourned at 4:06 pm. The next Regular Meeting is scheduled for Tuesday, January 18, 2005 at 3:00 pm.