

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

OCTOBER 18, 2005

President McGehee called the Regular Meeting of the Board of Directors of Crestline Village Water District to order at 3:00 PM, on Tuesday, October 18, 2005, 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 Kenneth Stone.

Staff members present were Manager/Secretary Norman L. Hunt, Attorney Ronald Van Blarcom, Engineer Fred Hanson and Office Manager Karl Drew. Absent was Field Supervisor Donald Wagner.

Also present was Steven Farrell.

MINUTES OF PREVIOUS MEETINGS: On a motion by Director Stone and a second by Director Spinks, the minutes of the Regular Meeting of September 20, 2005 were approved as corrected.

PUBLIC COMMENTS: None.

EXECUTIVE SESSION: The Board did not enter into executive session.

PINECREST WATER STORAGE EXPANSION PROJECT, PHASE I & II, PROGRESS REPORT: The Board reviewed a slide show of pictures from the Pinecrest and Chillon Tank projects.

Manager Hunt reported that the contractor, Superior Tank, was nearly ready to pour the ring walls for the two new Pinecrest tanks. The reinforcement steel has been placed and they are ready to place the anchor bolts. The engineers will inspect the job before the ring walls are poured.

CHILLON TANK SITE SLOPE REPAIR: Manager Hunt reported that District crews have been constructing the "V" ditches at the top of the slope above the Chillon Tank. The last part of the "V" ditch is scheduled to be poured by the end of the week. The District is not currently able to obtain the drain pipe necessary to complete the project. Due to shortages, the pipe will not be delivered for another 6 to 8 weeks.

REVIEW OF HEALTH BENEFITS PROGRAM: There was nothing to report on this item.

REQUEST FOR ADJUSTMENT, MARIA SANDERS, 994 MERCURY WAY, ACCOUNT NO. 26-5268-00: The Board reviewed correspondence between Ms. Sanders and the District regarding a large water bill she received. In July 2005, she had a break in her waterline that

resulted in a bill of \$137.83. She requested an adjustment and received a 10% adjustment to her bill. Due to her financial situation, she is requesting a total adjustment of \$100.

Pursuant to the District's Rules and Regulations for Water Service as specified in Sections 3.1.4.6 and 3.3.2 of the District's Administrative Code, it is the property owners' responsibility to maintain their on-site plumbing and the District is not responsible for damages occasioned by water running from broken pipes on the customer's side of the meter.

After carefully considering Ms. Sanders request, on a motion by Director Clanin and a second by Director Stone, the Board unanimously denied her request for an additional adjustment.

REQUEST FOR ADJUSTMENT, BRANDY LOCKIE, 23933 CRESTA DRIVE, ACCOUNT NO. 28-6818-00: The Board reviewed correspondence between Ms. Lockie and the District and other information regarding a large water bill she received. In April 2004, she had a large water bill of \$247.90. The billing actually covered a two month period, since the prior billing period had been estimated because of snow. The actual cause of the high bill is unknown, but it is suspected that a toilet may have malfunctioned causing the water loss. The subsequent water billings have returned to what appears to be normal for this property.

Ms. Lockie requested an adjustment and received an adjustment of \$49.80 to her bill. The District made payment arrangements with her for the payment of the balance of the large bill. Ms. Lockie has not kept those arrangements and has also fallen behind on subsequent bills. She is now requesting a total adjustment of \$200.

Pursuant to the District's Rules and Regulations for Water Service as specified in Sections 3.1.4.6 and 3.3.2 of the District's Administrative Code, it is the property owners' responsibility to maintain their on-site plumbing and the District is not responsible for damages occasioned by water running from open or faulty fixtures, or from broken or damaged pipes on the customer's side of the meter.

After carefully considering Ms. Lockie's request, on a motion by Director Stone and a second by Director Spinks, the Board unanimously denied her request for an additional adjustment.

ACWA-JPIA AND ACWA FALL CONFERENCE: The Board discussed the upcoming conference that will be held in San Diego on November 28 through December 2, 2005. On a motion by Director Spinks and a second by Director Clanin, the Board unanimously approved Director McGehee's attendance of the ACWA-JPIA portion of the conference and Director Huckell's attendance of the ACWA conference.

MANAGER'S REPORT:

LAKE ARROWHEAD COMMUNITY SERVICES DISTRICT: There was a discussion regarding the water rights situation in the area served by Lake Arrowhead Community Services District (LACSD). Director Clanin abstained from the discussion as he is an employee of LACSD. LACSD has a scheduled hearing before the State Water Resources Control Board (WRCB) regarding their right to continue to take water from Lake Arrowhead for use by their

customers. They have requested that the District write a letter to the WRCB supporting LACSD's position.

Attorney Van Blarcom encouraged the District to go on record regarding the possible negative impact to the District if LACSD is not allowed to continue using water from Lake Arrowhead. If they are not allowed to continue and they are annexed into Crestline-Lake Arrowhead Water Agency, the District's current water supply could be reduced.

Manager Hunt, with Attorney Van Blarcom's assistance, will write a letter supporting LACSD.

Manager Hunt reported that Jade Inghram had been hired as a Customer Service Representative to fill the vacancy created by the retirement of Marilyn Clark. Jade had been previously employed at the Arrowhead Credit Union.

There was a brief discussion regarding the monthly Financial, Investment and Water Production reports.

DIRECTORS' REPORT: None.

As there was no further business, the meeting was adjourned at 4:03 pm. The next Regular Meeting is scheduled for Tuesday, November 15, 2005 at 3:00 pm.