

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

DECEMBER 13, 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, December 13, 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, Field Supervisor Donald Wagner and Office Manager Karl Drew. Absent were Attorney Ronald Van Blarcom and Engineer Fred Hanson,

MINUTES OF PREVIOUS MEETINGS: On a motion by Director Stone and a second by Director Huckell, the minutes of the Regular Meeting of November 15, 2005 were approved as submitted.

PUBLIC COMMENTS: None.

EXECUTIVE SESSION, HEALTH BENEFITS AND RETIREMENT PROGRAMS,
CONFERENCE WITH LABOR NEGOTIATORS: The Board did not enter into closed session.

PINECREST WATER STORAGE EXPANSION PROJECT, PHASE I & II, PROGRESS
REPORT: Manager Hunt reported that work at the site had been completed for the winter. The contractor, Superior Tank, has covered the tank pads with plastic to keep moisture out of the area inside the ring walls. The rest of the project will be completed in the spring and summer of 2006.

The District has received a partial payment request from the contractor for over \$500,000. The request is being reviewed by the District and the engineers.

CHILLON TANK SITE SLOPE REPAIR: Manager Hunt reported that the drainage piping has been installed and the project is complete except for fencing.

HEALTH BENEFITS AND RETIREMENT PROGRAMS: The Board was given a memo regarding progress on this matter.

URBAN WATER MANAGEMENT PLAN: Manager Hunt reported that the UWMP information has been sent to the engineers for their review and preparation of a draft plan.

SERVICE CONNECTION CHARGES: Manager Hunt reported that Attorney Van Blarcom was preparing a draft resolution that will be presented to the Board for consideration at the next meeting. After discussion, it was decided that the resolution would not include any "automatic increase" provisions.

RESOLUTION NO. 348, AMENDING MANDATORY DISTRIBUTION PROVISION OF THE MONEY PURCHASE PENSION PLAN: Office Manager Drew discussed the proposed resolution with the Board. The District needs to make a change to the Money Purchase Pension Plan's provision for mandatory distributions to insure compliance with federal law. Staff recommended that the mandatory distribution amount be reduced to \$1,000.

After discussion, on a motion by Director Stone and a second by Director Clanin, the Board adopted Resolution No. 348, amending the Money Purchase Pension Plan by reducing the threshold for a Mandatory Distribution from \$5,000 to \$1,000 on the following roll call vote:

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

NOES: None

ABSENT: None

ABSTAINED: None

ACWA/JPIA AND ACWA CONFERENCES REPORTS: Directors Huckell and McGehee reviewed with the Board the written reports they had prepared about the meetings they attended at the conferences in San Diego. Director Huckell attended the ACWA Conference which was from November 30, 2005 through December 2, 2005. President McGehee attended the ACWA/JPIA Conference on November 28 and 29, 2005. Their reports were very informative.

After the conference reports, there was a discussion about the supervisor and human resources certification programs that are offered by ACWA. The District has three employees that are currently enrolled in the certification programs. They are Field Supervisor Wagner, Field Foreman Chris Heryford and Office Manager Drew. The Board would like to know when these employees complete the certification requirements for these programs.

MANAGER'S REPORT: Manager Hunt reported that the Board reorganization would be included on the agenda for the next Board meeting.

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 4:04 pm. The next Regular Meeting is scheduled for Tuesday, January 17, 2006 at 3:00 pm.