

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

**MAY 20, 2008**

President McGehee called the Regular Meeting of the Board of Directors of Crestline Village Water District to order at 3:00 pm, on Tuesday, May 20, 2008, 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, and Kenneth Stone.

Staff members present were General Manager Karl Drew, Attorney Ronald Van Blarcom, Engineer Fred Hanson, Field Supervisor Donald Wagner, and Office Manager Joyce Barkley.

Also present were Steven Farrell, Virgil Stowe, and Norman Hunt.

MINUTES OF PREVIOUS MEETINGS: On a motion by Director Stone and a second by Director Clanin the minutes of the Regular Meeting of April 15, 2008 were unanimously approved.

APPROVAL OF CASH DISBURSEMENTS: The Board reviewed the Cash Disbursements for the month of April 2008. On a motion by Director Clanin and a second by Director Huckell the cash disbursements for April 2008 were unanimously approved.

PUBLIC COMMENTS: None

APPOINT NEW CRESTLINE VILLAGE WATER DISTRICT DIRECTOR: After general discussion the Board agreed to hold a Special Meeting of the Board of Directors on Wednesday, May 28, 2008 at 3:00 p.m. to interview the three interested candidates, and to appoint the new Board Member at that time.

ADOPT RESOLUTION NO. 369, DETERMINING APPROPRIATION LIMITATION FOR FISCAL YEAR 2008-2009: General Manager Drew discussed the proposed resolution with the Board. The proposed resolution uses “the percentage change 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 of population” factor. The proposed Appropriation Limitation for fiscal year 2008-09 is \$ 1,071,322.

On a motion by Director Stone and a second by Director Clanin, the Board adopted Resolution No. 369, determining the Appropriation Limitation for fiscal year 2008-09 to be \$1,071,322 on the following roll call vote:

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

ADOPT RESOLUTION NO. 370 RECOGNIZING SERVICES OF CHARLES SPINKS:

The Board reviewed a resolution that recognizes the services of Charles Spinks to the District while he served as a Board member from September 17, 2002 to April 7, 2008. On a motion by Director Stone and a second by Director Huckell, the Board adopted Resolution No. 370 on the following roll call vote:

AYES: Directors McGehee, Huckell, Clanin and Stone

NOES: None

ABSENT: None

ABSTAINED: None

COST OF LIVING INCREASE FOR EMPLOYEES: The Board reviewed the change in the Consumer Price Index (CPI) for the past year ending in April 2008. The average change in the two CPI indexes for the U.S. City Average is 4.05 and the average change for the Los-Angeles-Riverside-Orange County area is 3.4%. Staff is recommending a 3.7% Cost of Living Adjustment (COLA) for all current employees, effective June 14, 2008. This would increase annual wages by approximately \$28,800.

After discussion, on a motion by Director Huckell and a second by Director Clanin, the Board unanimously approved a 3.7% Cost of Living Adjustment for all current employees, effective June 14, 2008.

RATIFY AMENDMENT TO ACWA HEALTH BENEFITS AUTHORITY JOINT POWERS AGREEMENT: General Manager Drew discussed the changes made to the ACWA Health Benefits Authority Joint Powers Agreement. The two primary changes are 1) only public agencies are now able to participate in the plan, and 2) the HBA will now govern all plans offered for coverage in health benefits. The amendment has no effect on the District's participation or management of its current health benefit plans.

On a motion by Director Stone and a second by Director Huckell, the Board unanimously approved ratification of the Amendment to ACWA Health Benefits Authority Joint Powers Agreement.

CALIFORNIA SPECIAL DISTRICTS ASSOCIATION BOARD OF DIRECTORS – CALL FOR NOMINATIONS: No action was taken on this item.

REQUEST TO CO-HOST SAN BERNARDINO COUNTY WATER CONFERENCE AUGUST 14, 2008: The Board reviewed a letter from Senator Bob Dutton inviting the District to be a co-host at the San Bernardino County Water Conference which will be held at the Ontario Convention Center on August 14, 2008. The District was a co-host for the event last year.

A few of the Board members expressed a desire to attend the conference. An agenda item approving attendance of the conference will be on a future agenda.

On a motion by Director Huckell and a second by Director Clanin, it was unanimously approved that the District act as a co-host at the San Bernardino County Water Conference providing there is no cost to the District.

REPORT ON ACWA AND ACWA/JPIA SPRING CONFERENCE: General Manager Drew reviewed with the Board his written report about the meetings he attended at the ACWA/JPIA conference during the week of May 5, 2008 in Monterey. No Director's attended the conference this year. There was general discussion about the report.

MANAGERS REPORT: General Manager Drew reported that the hybrid vehicle has been received by the District and is currently averaging approximately 25 mpg on the mountain. He also discussed the results of the LAFCO election which was voted on by the Board at the April, 2008 meeting. Kimberly Cox won the seat, and the vote was unanimous that all future elections be held via U.S. mail. The new State budget does not propose any shifting of property tax revenue from special districts to the parole system, as was anticipated earlier. Manager Drew has been informed that CLAWA will receive approximately 35% of its requested water allocation this year. CLAWA has assured General Manager Drew that the District will receive their full allotment despite this reduction.

DIRECTORS' REPORTS: There were no Director's reports. Director Huckell requested that the District investigate how it will recover from a catastrophic failure of the water system. General Manager Drew and Attorney Van Blarcom stated that an emergency response has been addressed in the Urban Water Management Plan, as well as the vulnerability study. They will review existing reports and determine if further planning may be needed to address a complete system failure.

As there was no further business, the meeting was adjourned at 3:53 p.m. A special meeting has been scheduled for Wednesday, May 28, 2008 at 3:00 pm. The next regular meeting is scheduled for Tuesday, June 17, 2008 at 3:00 pm.