

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

JULY 16, 2002

Vice President McGehee called the Regular Meeting of the Board of Directors of Crestline Village Water District to order at 3:00 PM, on Tuesday, July 16, 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 and Alan Clanin. 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 property owner David Blaser.

MINUTES OF PREVIOUS MEETING: On a motion by Director Valko and a second by Director Huckell, the Board approved the minutes of the Regular Meeting of June 18, 2002 as corrected.

PUBLIC COMMENTS: None.

REQUEST FOR ADJUSTMENT, DAVID BLASER, ACCOUNT NO. 34-0974-00, 23819 SPRINGWATER ROAD: Office Manager Drew reviewed with the Board the correspondence between Mr. Blaser and the District. Mr. Blaser had a leak at 23819 Springwater Road that was discovered on June 5, 2002. The water bill for the month when the leak occurred was \$313.48. He requested an adjustment and received one in the amount of \$31.35. Mr. Blaser believes that all the water consumption for the leak should be billed at the lowest rate since the leak was “unintentional” and he did not know the leak was going to occur. If all the water was charged at the lowest rate, there would be an additional adjustment of \$10.63.

Mr. Blaser addressed the Board. He stated that he was unhappy with the District’s attitude toward the public. He had been advised that he may be charged for the replacement of the District’s valve, since he had tried to operate it and it did not function properly. It was later determined that Mr. Blaser was not responsible for the malfunction of the valve and he was not charged for its replacement. After considerable discussion, Mr. Blaser stated that he was asking that the District automatically make adjustments to water bills when the District was aware of a leak and its circumstances.

On a motion by Director Huckell and a second by Director Clanin, the Board unanimously decided to take no further action on this matter.

LOCAL AGENCY FORMATION COMMISSION, ALTERNATIVE FUNDING METHODS: Manager Hunt reported that Alternative “B” had received a majority of votes on the last ballot. Alternative “B” is the formula developed by the District and the District’s portion of the Special District’s share of the Local Agency Formation Commission’s funding for this year will be \$2,548.

MAIN LINE REPLACEMENT JOBS: Manager Hunt reported that the job to install a water line on an easement between Valley Road and Cypress Drive was nearing completion. The mainline work is being delayed since the District's crew is spending more time than usual doing property cleanup. The District has used Pilot Rock crews to do the cleanup in past years, and while the District is utilizing them this year, they have been frequently called to respond to fires.

The Highway 138 to Crestline Mountain Park mainline project is pending for this year. Manager Hunt is negotiating easements with the owners of two properties that the mainline will cross. The property owners want a road creek crossing in exchange for the easements. Manager Hunt has a plan for the creek crossing that he believes will work for the District, the property owners and the County of San Bernardino.

PROGRESS REPORT ON FUTURE WELL SITES: Manager Hunt reported that a pump test had been performed on the Pinecrest test well. The results indicate a flow of 50 to 51 gallons per minute. The pump test for the Chamois test well is scheduled for this next weekend. Harich Construction has been delayed by some of their other drilling jobs, but they should be on site to drill the Lake Gregory Drive test well in about two weeks. The environmental documents for the test wells are being prepared.

CHILLON STORAGE TANK: Manager Hunt reported that the proposed improvements for the Chillon and Saxon Storage Tanks are being reviewed by the engineers.

VACANCY ON THE BOARD OF DIRECTORS: Manager Hunt reported that notices regarding the Vacancy on the Board of Directors had been properly posted. The vacancy began on June 17, 2002 and the Board has 60 days to appoint someone to fill the vacancy. If the Board does not fill the vacancy by August 16, 2002, then it is the responsibility of the County Board of Supervisors to fill the vacancy.

The District has received applications from three individuals expressing interest in serving as a Board Member. Another individual has expressed interest but did not submit an application. The three applications received were from Charles C. Spinks, J. T. McDonald and James E. Gonzales. There was general discussion regarding the applicants.

After considerable discussion, on a motion by Director Clanin and a second by Director Huckell, the Board unanimously decided to reschedule the regularly scheduled August 20, 2002 Board meeting to August 13, 2002 and to extend the period to accept applications from individuals interested in filling the vacancy to August 9, 2002. The Board would also like to interview the applicants at the next meeting.

CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION; PURSUANT TO SUBDIVISION (a) OF SECTION 54956.9; GABLE vs. COUNTY OF SAN BERNARDINO (San Bernardino Superior Court Case No. SCV 39629): The Board did not enter into closed session to discuss this matter. Attorney Van Blarcom reported that ACWA-JPIA, who is representing the District, has appealed the case to the California Supreme Court.

MANAGER'S REPORT: Manager Hunt reported that the Department of Health Services (DHS) had called about the Arrowhead Manor Water Company. The water company is going into receivership and DHS is looking for a local water agency to operate the Arrowhead Manor Water Company while it is in receivership. If DHS is unable to find a volunteer to act as receiver, a list of local agencies will be submitted to the court and the court will appoint a receiver. The Board does not feel that the District is the appropriate agency to act as receiver due to the location of the water company. The water company is located in Cedar Glen which is on the far side of Lake Arrowhead.

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

DIRECTORS' REPORT: None.

As there was no further business, at 4:55 PM the meeting was adjourned to August 13, 2002. The meeting will reconvene on Tuesday, August 13, 2002 at 3:00 PM.