

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

AUGUST 13, 2002

Vice President McGehee called the Adjourned Regular Meeting of the Board of Directors of Crestline Village Water District to order at 3:00 PM, on Tuesday, August 13, 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, Field Supervisor Don Wagner and Office Manager Karl Drew. Absent were Attorney Ronald Van Blarcom and Engineer Fred Hanson. Also present were the following applicants to fill the vacancy on the board of directors: Jerry Henderson, J. T. McDonald, Richard Piper and Charles Spinks.

MINUTES OF PREVIOUS MEETING: On a motion by Director Clanin and a second by Director Huckell, the Board approved the minutes of the Regular Meeting of July 16, 2002 as corrected.

PUBLIC COMMENTS: None.

INTERVIEW APPLICANTS TO FILL VACANCY ON BOARD OF DIRECTORS: The Board received applications from five individuals who expressed an interest in serving as a board member. The applicants were Jerry Henderson, J. T. McDonald, James Gonzales, Richard Piper and Charles Spinks. Manager Hunt reported that he had verified with the Registrar of Voters that all of the applicants were qualified to serve as a board member. The Board interviewed Jerry Henderson, J. T. McDonald, Richard Piper and Charles Spinks. James Gonzales was not present at the meeting. After the interviews were completed, all of the applicants except Mr. Spinks left.

MAIN LINE REPLACEMENT JOBS: Manager Hunt reported that the job to install a water main on an easement between Valley Road and Cypress Drive was completed, except for final paving, and the new main is in service. Final paving is scheduled for Thursday, August 15, 2002. The easement line between Valle Drive and Basel Drive is also completed. This main is expected to be put into service tomorrow if the water sample testing results are good.

The Highway 138 to Crestline Mountain Park mainline project is being held up by the creek crossing. The modified "Arizona Crossing" appears to be acceptable to the property owners involved and the County of San Bernardino. A meeting is being scheduled with the Department of Fish and Game.

PROGRESS REPORT ON FUTURE WELL SITES: Manager Hunt is expecting the engineers to deliver the draft environmental documents for the Pinecrest and Chamois test wells at any time. He also reported that a pump test performed on the Chamois test well indicates it should have a flow of about 28 gallons per minute. Harich Construction has been delayed from beginning work on the Lake Gregory test well by some of their other drilling jobs and the construction of their "Baker" tank.

CHILLON AND SAXON STORAGE TANKS: Manager Hunt reported that Superior Tank has been invited to bid on the modifications for the Chillon and Saxon Storage Tanks.

PURCHASE OF FCS LEAK DETECTION EQUIPMENT: Manager Hunt discussed the purchase of the new digital AccuCorr 3000 leak correlator, S-30 leak sensor and 30 Permalog leak noise loggers. The total price for the equipment and four days of training is \$50,000 plus tax. The new equipment detects leaks in plastic and AC pipe much better than the District's older equipment. Field Supervisor Wagner showed the equipment to the Board. On a motion by Director Clanin and a second by Director Huckell, the Board unanimously approved the purchase of the leak detection equipment for \$50,000 plus tax.

CLAIM FOR DAMAGES, LARRY HEIMGARTNER, ACCOUNT NO. 24-4528-00, 1086 BIG TREE LANE: The Board reviewed a claim for \$50,239.22 presented by the Law Offices of Gary J. Siener on behalf of the homeowner Larry Heimgartner and the insurer Fire Insurance Exchange (Farmers). The property suffered water damages on February 7, 2002 when two valves were blown off plumbing fixtures. The claim alleges that the damage was caused because there was "a fire being fought in the neighborhood" and that "adjustments were made to water pressure." On a motion by Director Huckell and a second by Director Clanin, the Board unanimously denied the claim due to insufficient information.

APPOINT BOARD MEMBER TO FILL VACANCY ON THE BOARD OF DIRECTORS: The Board discussed the applicants that were interviewed. Mr. Spinks left before the Board began its discussion of this matter. The Board was pleased with the individuals that had applied to fill the vacancy. After considerable discussion, on a motion by Director Huckell and a second by Director Clanin, the Board unanimously appointed Charles C. Spinks to fill the vacancy on the Board of Directors created by the resignation of David R. Olson on June 17, 2002.

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.

MANAGER'S REPORT: There was a brief discussion regarding the monthly financial and water production reports.

DIRECTORS' REPORT: None.

As there was no further business, the meeting was adjourned at 4:50 PM. The next Regular Meeting is scheduled for Tuesday, September 17, 2002 at 3:00 PM.