

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

AUGUST 19, 2003

President McGehee called the Regular Meeting of the Board of Directors of Crestline Village Water District to order at 3:00 PM, on Tuesday, August 19, 2003, 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, William Valko, Alan Clanin and Charles Spinks. Staff members present were Manager/Secretary Norman L. Hunt, Attorney Ronald Van Blarcom and Field Supervisor Don Wagner. Absent were Office Manager Karl Drew and Engineer Fred Hanson.

MINUTES OF PREVIOUS MEETING: The minutes of the Regular Meeting of July 15, 2003 were not presented for review and approval.

PUBLIC COMMENTS: None

PROGRESS REPORT ON CHAMOIS, PINECREST AND FELSEN VERTICAL WELLS: Don Wagner, Field Supervisor, reported to the Board on the status of the Chamois, Pinecrest and Felsen vertical wells. Don Wagner met with Yen Tran, Sanitary Engineer with the San Bernardino office of DHS regarding the high radioactivity levels of the Chamois well. There are presently two alternatives being considered to obtain approval. First, is Ion exchange treatment that removes the radioactivity from the water. This alternative is expensive and there is a question regarding disposal of radioactive by-products. The second alternative is "blending" the water containing high radioactivity directly into the New Chamois Tank with enough other sources that do not have radioactivity so that all of the finished water will meet the minimum MCL. The New Chamois Tank is presently fitted with the new style of "high inlet" that makes the blending alternative workable. Don needs to evaluate the two alternatives in more detail to complete the required Source Assessment Report.

It was further reported that the Felsen Vertical Well Site has been completed with the exception of Edison installing the main power lines. Their contracts have been signed and deposits are made. We are just waiting for them to schedule the work. The Source Assessment Report is almost ready for submittal.

At the present time we are preparing to install the underground conduit, pull boxes and transformer pad at the Pinecrest Vertical Well Site. The Edison Contracts have been signed and deposits are made. The Source Assessment Report is almost ready for submittal to DHS for final approval.

Don Wagner stated that all of the new vertical wells should be "on-line" within two months barring any problems with the Source Assessment Report submittals.

PROGRESS REPORT ON CHILLON AND SAXON STORAGE TANKS:

Manager Hunt reported that the painting contractor is almost finished with the exterior painting of the Saxon Tank with the exception of interior wash down, disinfection and filling. Final approval to put the Saxon Tank “on-line” has to come from DHS in response to our final report. The painting contractor will be moving to the Chillon Tank about the first or second week of September. The work will consist of taking the tank “off-line”, draining, sandblasting and painting the exterior. Chillon Tank should be back in service in approximately three to four weeks.

HIGHWAY 138 – CRESTLINE MOUNTAIN PARK MAINLINE EXTENSION

PROJECT: Manager Hunt reported that the Easement Agreements have been signed and the Easement Documents have been signed and recorded for Mick Hill and Gregory and Lynda De Repentigny. We are waiting for the easement documents to be signed from the mobile home park. The application to Fish and Game for a “Streambed Alteration Plan” to cross Seeley Creek has been completed and sent in. Preliminary work can begin very soon such as photographing the easement areas to document existing conditions. We can also start cleaning the easement areas to prepare for excavation work. Installing the new main will begin after receiving the streambed crossing permit from the Department of Fish and Game.

It was reported that as a condition of the easement agreement with De Repentigny the district would be required to relocate a portion of the existing property line fence out of the easement area to the property line. We will also be required to grade a dirt road, 8 feet wide, along the property line and over the new water line.

Manager Hunt expects that the new water line will be installed and “on-line” including the abandonment of the old Stewart Ranch Storage Tank by the end of 2003 construction season.

REMOVAL OF DEAD AND/OR INFESTED TREES: Manager Hunt reviewed the memo given to the Board regarding the current status of the tree problem. It was reported that as of August 15, 2003 we have cut down 187 trees using 610 District man-hours with assistance from Pilot Rock crews. The cost per tree as of August 15th is \$70.68 with a minor amount of cleanup remaining. Manager Hunt indicated that there are approximately 100 logs stockpiled in our lower storage yard and we are pursuing various plans for disposal. The proposals have ranged from a contractor paying the District up to \$650 per load to a proposal asking the District to pay \$250 per load for removal. One load is approximately 6000 board-feet. There are an estimated 25 to 30 trees remaining at this time to be cut down and removed.

A Certified Arborist was hired to inspect the remaining trees at the office site. His recommendations consisted of spraying healthy trees to prevent infestation, spraying trees that were recently cut down and suggestions for final cleanup.

MANAGER’S REPORT: Manager Hunt updated the Board regarding Karl Drew’s medical condition and what has been going on during his absence. Manager Hunt further

indicated that Marilyn Clark, Larrie Davis and Don Wagner have been doing an outstanding job of completing many of Karl's duties. It is not certain when Karl will be able to return to work. If he is required to be off for an extended period it may be necessary to ask our auditor, Jay Zercher, for assistance with some specific items.

Manager Hunt reported that Field Supervisor Don Wagner attended an American Water Works Association (AWWA) seminar on the new Vulnerability Assessment Study that has to be completed by June 2004. The VA will be completed with the assistance of Webb Associates. There was discussion on how the various VA documents will be labeled and how the information will be distributed to directors. There was a brief discussion regarding the policy for "Master Keys" to district facilities.

Manager Hunt indicated that he received a call from Chief Bagnell regarding a potential problem of private property owners purchasing fire hose, adapters and spanner wrenches with the possible intention of connecting to a district fire hydrant. This was reported to the Crest Forest Fire Protection District by one of their suppliers. There is a concern that this type of connection could be very dangerous and could damage the fire hydrant. Chief Bagnell requested our cooperation in sending out a message to our customers warning of the dangers of trying to connect to a fire hydrant and advising them of things that can be done to assist in the fire prevention.

DIRECTORS REPORTS:

Director Clanin requested that the regular meeting of the Board of Directors scheduled for October be moved from the 21st to the 14th. This will be discussed at the next regular meeting on September 16.

Attorney Van Blarcom reported that the Mary Gable V. Crestline Village Water District, ET. AL. has been settled according to Robert J. GoKoo. Further details of the settlement amount and conditions will be reported at a later date.

As there was no further business, the meeting was adjourned at 4:15 PM. The next regular meeting is scheduled for Tuesday, September 16, 2003 at 3:00 PM.