

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

**FEBRUARY 17, 2004**

President McGehee called the Regular Meeting of the Board of Directors of Crestline Village Water District to order at 3:00 PM, on Tuesday, February 17, 2004, 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 Engineer Fred Hanson and Office Manager Karl Drew.

MINUTES OF PREVIOUS MEETING: On a motion by Director Spinks and a second by Director Valko, the minutes for the Regular Meeting of January 20, 2004 were unanimously approved as corrected.

PUBLIC COMMENTS: None.

PROGRESS REPORT ON PINECREST WELL: Manager Hunt reported that the Pinecrest Vertical Well has been sampled, approved and put into service. Field supervisor Wagner reported that the well was put online on February 10, 2004 and initially was producing 55 gpm. It currently is producing an average of 48 gpm. Chamois Vertical Well is currently producing 20 gpm and Felsen Vertical Well is producing 30 gpm.

PROPOSED PINECREST II WATER STORAGE TANK: Manager Hunt reported that the County has sent a notice regarding a hearing on the draft environmental impact report for the proposed Royal Rangers project. There has been a lot of community opposition to this project.

Manager Hunt also reported that the District would not be doing any further work on this project until a deposit is received for legal, engineering and administrative costs related to the Royal Rangers project. The District will send a bill to them for work already completed.

There was general discussion about the water storage requirements at the Pinecrest site.

CUSTOMER REQUEST FOR WATER BILL ADJUSTMENT, LINDA CAYTON, ACCOUNT NO. 75-9165-00, 24544 GENEVA DRIVE: Field Supervisor Wagner reported on the situation regarding the water loss at this property. A hose clamp on the customer's service line just past the meter had rusted and broke, causing the service line to separate. If Ms. Cayton had been home during the time of the leak, she would have noticed the leak. Based on the evidence, the end of the service line near the house probably has similar clamps which will likely fail soon.

After further discussion, on a motion by Director Huckell and a second by Director Valko, the Board unanimously approved an additional 10% adjustment upon completion of proper repairs of the other end of the customer's service line.

2004 RATE AND FEES STUDY: The committee of Director McGehee, Director Huckell, Manager Hunt and Office Manager Drew met and discussed the various issues involved in considering the water rates. One of the main issues is the equalization of the rates between the Crestline and Lake Gregory billing areas. A study is being conducted to determine when the rates should be equalized. Manager Hunt discussed with the Board the various options that were discussed by the committee. There was general discussion regarding water rates.

APPLICATION FOR PUBLIC ASSISTANCE TO FEMA: Manager Hunt reported that the application is being processed and has not been rejected.

APPLICATION FOR EMERGENCY WASTE WOOD GRANT: Manager Hunt reported that the application for \$24,700 has been approved and the District is waiting for payment.

WATER SYSTEM VULNERABILITY ASSESSMENT: Manager Hunt discussed with the Board the procedure that needs to be followed in discussing the District's Water System Vulnerability Assessment with the Board in closed session. The government code contains a list of officials, and specifies that at least one of the listed officials must be present during the closed session. Two of the officials listed are the District's Legal Counsel and the Security Operations Manager. It was recommended that Manager Hunt be appointed as Security Operations Manager, so that if Attorney Van Blarcom is not at a Board meeting, the Board could still have a closed session if necessary.

On a motion by Director Huckell and a second by Director Spinks, the Board unanimously appointed Norman L Hunt as Security Operations Manager and Donald Wagner as the Alternate Security Operations Manager.

MANAGER'S REPORT: Manager Hunt reported that he had attended the Mountain Mutual Aid meeting about the Emergency Service Pass. A special committee was formed to discuss this matter and Manager Hunt volunteered to be part of the committee. Manager Hunt discussed with the Board the issues that were discussed at the first committee meeting. The fire department is concerned about the number of people who would be on the mountain during an emergency situation such as the Old Fire.

Manager Hunt reported that the District had received a Certificate of Recognition of the District's 50<sup>th</sup> anniversary from Assemblyman Dennis Mountjoy.

Manager Hunt discussed with the Board the problem of disposing of the waste wood logs. The wood has very little value and is becoming more expensive to dispose of. The District is considering several possibilities for disposing of the waste wood, one of which is to receive federal grant money to have the waste wood hauled to a cogeneration plant in Meca, California.

There was a brief discussion regarding the monthly Financial, Investment and Water Production reports. There was a discussion regarding the well production and the cost effectiveness of producing water from the wells. There are certain fixed costs that could be avoided if a well is shut down and deactivated. The saving would be offset by the cost of reactivating the well, if the well were to be used at a later date.

DIRECTORS' REPORT: None.

As there was no further business, the meeting was adjourned at 4:23 PM. The next Regular Meeting is scheduled for Tuesday, March 16, 2004 at 3:00 PM.