

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

**JUNE 16, 2015**

CALL TO ORDER AND FLAG SALUTE: President Davis called the Regular Meeting of the Board of Directors of Crestline Village Water District to order at 3:00 pm, on Tuesday, June 16, 2015, at the regular meeting place of said Board at its office in Crestline, California.

ROLL CALL: Present were President Darel Davis, Directors Alan Clanin, Steven Farrell, Kenneth Stone and Connie Bracher.

Staff members present were General Manager Karl B. Drew, Engineer Wally Franz, Attorney Ronald Van Blarcom, Field Supervisor Chris Heryford and Office Manager Larrie Davis.

MINUTES OF PREVIOUS MEETING: On a motion by Director Farrell and a second by Director Clanin, the Board unanimously approved the minutes of the Regular Meeting of June 16, 2015 as written.

CASH DISBURSEMENTS: The Board reviewed the cash disbursements for the months of April and May 2015. On a motion by Director Stone and a second by Director Clanin, the Board unanimously approved the cash disbursements for the month of April 2015.

On a motion by Director Stone and a second by Director Farrell, the Board unanimously approved the cash disbursements for the month of May 2015.

PUBLIC COMMENTS: None.

REPORT ON ZURICH III TANK PROJECT: Manager Drew reported to the Board that the new tank is progressing quickly. Supervisor Heryford noticed some corrosion and pitting in one of the steel rings and will be working with the contractor and engineers to ensure the integrity of the ring has not been compromised. The structure should be complete in approximately two weeks and then tank coating can begin.

REPORT ON LAKEVIEW MAIN RELOCATION: Manager Drew reported to the Board that the alignment of the relocation has been worked out and he is still working with property owners to obtain the necessary easements.

ADOPT RESOLUTION NO. 422, DETERMINING APPROPRIATION LIMITATION FOR FISCAL YEAR 2015/16: 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 in population" factor. The proposed Appropriation Limitation for fiscal year 2015-16 is \$1,294,923.

On a motion by Director Clanin and a second by Director Bracher, the Board adopted Resolution No. 422, determining the Appropriation Limitation for fiscal year 2015-16 to be \$1,294,923 on the following roll call vote:

AYES: Directors Davis, Clanin, Stone, Farrell, and Bracher.  
NOES: None  
ABSENT: None  
ABSTAINED: None

REVIEW BUDGET AND FINANCIAL POLICIES: Manager Drew reviewed with the Board a memo outlining the District's Budget and Financial Policies. Information from the District's Administrative Code, Board Minutes and State Water Code regarding areas of responsibility, spending limits, and other financial responsibilities. Attorney Van Blarcom gave a brief synopsis of County Water District governance and led a general discussion regarding the memo prepared by Manager Drew.

Further discussion on this topic will continue in coming months.

REPORT ON WATER CONSERVATION AND STATE EMERGENCY REGULATIONS: Manager Drew reported that the State Water Resource Control Board approved the reclassification of the District based on full time customers and their water use. This decision places the District in an 8% reduction category which the District is already achieving. At his point, Manager Drew does not recommend changing the current Water Conservation Ordinance tier.

CONSIDER SUPERVISOR RUTHERFORD'S RIM OF THE WORLD COUNCIL OF GOVERNMENTS: Manager Drew shared with the Board a letter received by himself and Director Davis inviting the District to appoint a representative to the Rim of the World Council of Governments. The first meeting is scheduled for July 9, 2015. There was general discussion regarding the necessity of attending versus the possible benefits to the District. On a motion by Director Farrell and a second by Director Bracher, the Board approved attendance to the Rim of the World Council of Governments by Directors Davis and Farrell on the following vote:

AYES: Directors Davis, Clanin, Farrell and Bracher.  
NOES: Director Stone.  
ABSENT: None  
ABSTAINED: None

DISCUSS ASSOCIATION OF CALIFORNIA WATER ASSOCIATIONS (ACWA) REGION ELECTION CALL FOR CANDIDATES FOR 2016-2017: Director Farrell expressed an interest in a nomination from the Board as a Region 9 Director. Director Farrell attends all ACWA Conferences and is the District's voting representative for Joint Powers Insurance Association. On a motion by Director Clanin and a second by Director Bracher, the Board adopted Resolution No. 423, placing in nomination Director Steven Farrell as a Region 9 Board Member, on the following roll call vote:

AYES: Directors Davis, Clanin, Farrell, and Bracher.

NOES: Director Stone  
ABSENT: None  
ABSTAINED: None

CONSIDER CALIFORNIA SPECIAL DISTRICTS ASSOCIATION 2015 BOARD OF DIRECTORS ELECTION, SOUTHERN NETWORK, SEAT A: On a motion by Director Farrell and a second by Director Bracher, the Board unanimously approved casting their vote for Jo MacKenzie for the California Special Districts Association 2015 Board of Directors, Southern Network, Seat A.

CONSIDER ATTENDANCE OF SAN BERNARDINO COUNTY WATER CONFERENCE, AUGUST 21, 2015, CAL STATE SAN BERNARDINO: Manager Drew provided an overview of the San Bernardino County Water Conference being held on August 21, 2015. Manager Drew and Director Stone attended last year's conference and found it to be beneficial. On a motion by Director Bracher and a second by Director Farrell the Board approved attendance by any Director wishing to attend the conference on the following vote:

AYES: Directors Davis, Clanin, Farrell and Bracher.  
NOES: Director Stone.  
ABSENT: None  
ABSTAINED: None

REPORT ON ATTENDANCE OF ACWA/JPIA SPRING CONFERENCES, WEEK OF MAY 4-8, 2015; SACRAMENTO, CA: Director Farrell provided an oral report of the meetings he attended at the ACWA/JPIA conference during the week of May 4, 2015 in Sacramento, CA.

EXECUTIVE SESSION: The Board entered into executive session at 4:35 p.m. to discuss the following:

1. CONFERENCE WITH LABOR NEGOTIATORS  
Agency designated representatives: Karl B. Drew  
Unrepresented Employees: All Employees  
Pursuant to Section 54957.6.
2. Public Employee Performance Evaluation: Title: General Manager, Pursuant to Government Section 54957(B).

The Board returned to regular session at 6:10 p.m. Attorney Van Blarcom reported that no reportable action was taken during closed session.

CONSIDER SALARY AND BENEFIT SURVEY: No action taken.

CONSIDER PERFORMANCE EVALUATION AND SALARY INCREASE FOR GENERAL MANAGER: No action taken.

CONSIDER COST OF LIVING ADJUSTMENT FOR DISTRICT EMPLOYEES: The Board reviewed the change in Consumer Price Index (CPI) for the past year ending April 2015. The average change in the two CPI Indexes for the U.S. City average was

0.50% and the average change for the Los Angeles-Riverside-Orange County area was 0.25%. Staff recommended a 0.25% Cost of Living Adjustment (COLA) for all current employees, effective May 29, 2015. This would increase annual wages by approximately \$2,059.20 per year.

On a motion by Director Clanin and a second by Director Farrell the Board unanimously approved a 0.25% Cost of Living Adjustment for all current employees, including the General Manager effective May 29, 2015.

As there was no further business to discuss, the meeting was adjourned at 6:25 pm.

The next meeting is scheduled for Tuesday, June 21, 2015 at 3:00.