

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

SEPTEMBER 19, 2017

CALL TO ORDER AND FLAG SALUTE: President Bracher called the Special Meeting of the Board of Directors of Crestline Village Water District to order at 3:02 PM, on Tuesday, September 19, 2017, at the regular meeting place of said Board at its office in Crestline, California.

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

Staff members present were General Manager Karl B. Drew, Assistant General Manager Alan E. Clanin, Attorney Ronald Van Blarcom, Field Supervisor Steve Wood and Office Manager Larrie Davis.

Also present were Jason Weber, Tanya Weber, Michael Sherman, Betty Sherman, Brenda Meyer, Nancy Eimers, Bill Mellinger, Gregg Rice, Bill Boone, Diane Boone, Wayne Steck, Gaston Maya, Kevin Haggard, Grant Prochut, Lisa Prochut, Gregg Grant, Dan Kinslow, Derek Leistra, Ron Veale, William Berry, Dianne Berry, Gail Russell and Dan Stipp.

PUBLIC COMMENTS: None.

CONSIDER CONCERNS OF DISTRICT WATER CUSTOMERS, REGARDING CLOSED SESSION AGENDA ITEMS FOR REAL PROPERTY NEGOTIATIONS FOR LAKE GREGORY REGIONAL PARK PROPERTIES: At the Board's regular meeting on September 12, 2017, a number of the District's water customers and residents of surrounding communities, expressed concerns regarding the closed session items on the County of San Bernardino Board of Supervisors and Rim of the World Recreation and Park District Board of Directors meeting agendas. The closed session items were in regards to real property negotiations that involve street addresses related to Lake Gregory Regional Park. After hearing the comments, the Board of Directors scheduled a Special Meeting to be held today to consider these concerns.

Director Kinzel recused himself and left the room due to his employment with Rim of the World Recreation and Park District (ROWRPD).

The Board reviewed a memo prepared by General Manager Drew explaining the history and background of Lake Gregory Regional Park, the current situation of the lake, possible discussion points and some options for the District's course of action, if any.

The public and Board held a discussion of community concerns with the sale of the real property to ROWRPD, fiscal responsibility, lack of government transparency, control by a broader entity than the Crestline area and the potential for a supplemental water supply.

On a motion by Director Davis and a second by Director Farrell, the Board instructed staff to send a letter, signed by President Bracher, to each of the entities involved in the possible transfer of title of Lake Gregory Regional Park, notifying them that the District has been approached by a number of concerned customers and that as a water district, with latent recreation powers and with Lake Gregory being located in the middle of our service area, we have an interest in ongoing negotiations regarding the change of management and the possible transfer of Lake Gregory Regional Park to Rim of the World Recreation and Park District. The motion passed on the following vote:

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

CONSIDER HEALTH BENEFIT PREMIUMS AND ADJUSTMENT TO MAXIMUM MONTHLY HEALTH BENEFIT: Director Davis recused himself and left the room due to a personal interest in the outcome.

As directed by the Board, staff investigated the possibility of making changes to the 2018 District health plan offerings. JPIA requires approximately six month advance notice to implement changes to plan offerings. Office Manager Davis recommended a thorough analysis of available health benefit options in March of 2018, in preparation of the 2019 open enrollment period.

Manager Drew reviewed with the Board the ACWA Health Benefit premiums going into effect January 1, 2018. The average health premium will increase an average of 7.98%. On a motion by Director Stone and a second by Director Farrell, a 3.99% increase in the maximum monthly health benefits paid by the District, effective January 1, 2018, was approved on the following vote:

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

The maximum monthly health benefit will increase from \$1,476 per month per employee to \$1,535 at a total annual cost to the District of approximately \$4,524.

As there was no further business to discuss, the meeting was adjourned at 4:00 pm.

The next meeting is scheduled for Tuesday, October 17, 2017 at 3:00 pm.