

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

FEBRUARY 18, 2014

CALL TO ORDER AND FLAG SALUTE: Vice President Clanin called the Regular Meeting of the Board of Directors of Crestline Village Water District to order at 3:02 pm, on Tuesday, February 18, 2014, at the regular meeting place of said Board at its office in Crestline, California.

ROLL CALL: Present were Vice President Alan Clanin, Directors William Huckell, Kenneth Stone, and Steven Farrell.

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.

Absent was President Darel Davis.

MINUTES OF PREVIOUS MEETING: On a motion by Director Farrell and a second by Director Stone, the minutes of the Regular Meeting of January 21, 2014 were unanimously approved by the members of the Board of Directors that were present.

CASH DISBURSEMENTS: The Board reviewed the cash disbursements for the month of January 2014. On a motion by Director Stone and a second by Director Farrell the cash disbursements for January 2014 were unanimously approved by the members of the Board of Directors that were present.

PUBLIC COMMENTS: None.

AGENDA CHANGE: Manager Drew made the Board aware of an item which had just come to his attention that requires action prior to the March 18, 2014 Board Meeting. Attorney Van Blarcom explained when an item can be added to an agenda and under what circumstances. On a motion by Director Farrell and a second by Director Huckell, the addition to the February 18, 2014 agenda of Item 10, "Consider Nominations for ACWA Region 9 Board Member and Resolution No. 410 in Support" was unanimously approved by the members of the Board of Directors that were present.

ZURICH TANK PROJECT: Attorney Van Blarcom reviewed with the Board the Order of Procedure for the Public Hearing and the Adoption of the proposed Mitigated Negative Declaration for the Zurich Tank Project.

Vice President Clanin opened the public hearing at 3:18 pm. Secretary Drew reported that notice of the public hearing had been given in the form and manner required by law. Before accepting any comments from the public, Vice President Clanin asked the staff to review and summarize the documents that have been made available to the Board in connection with this hearing. Secretary Drew gave a general presentation of the documents constituting the record of proceedings upon which the Boards' decision

will be based. All of the documents that comprise the record of proceedings shall be kept in the custody of the Secretary of the Board:

- Notice of Proposed Negative Declaration
- Proof of Publication in the Mountain News and Alpenhorn News, weekly newspapers printed and published in the County of San Bernardino
- Final Initial Study / Mitigated Negative Declaration
- Comment Letters:
 - American Indian Heritage Commission
 - California Department of Transportation
- Responses to Comments
- Mitigation Monitoring Program
- Notice of Determination (to be filed by Webb)

Secretary Drew also reviewed the Board Findings that are required prior to approval of the project. The findings cover the following items:

- Considered Initial Study and Mitigated Negative Declaration
- Considered comments and all other record documents
- Mitigated Negative Declaration reflects the independent judgment of the District
- On the basis of the whole record, there is no substantial evidence that the project will have a significant impact on the environment
- Adopted the Mitigation Monitoring Program

Vice President Clanin then opened the meeting for any comments from the public. There were no members of the public present and no comments were received. Vice President Clanin declared the Public Hearing closed at 3:21 pm.

Director Farrell made the following three (3) part motion:

1. "I move that this Board has considered the Initial Study and Mitigated Negative Declaration for the Zurich Tank Site Project and that those documents reflect the independent judgment and analysis of the District. This Board has also reviewed all of the other documents in the record of proceedings. On the basis of the record before this Board, I find that there is no substantial evidence that the Zurich Tank Site Project will have a significant impact on the environment."
2. "I move that the District adopt the Mitigation Monitoring Program for the Zurich Tank Site Project."
3. "I move that this Board approve the Zurich Tank Site Project and direct staff to proceed with the development of the site for the benefit of the District and its customers."

The motions were seconded by Director Stone and unanimously approved by the members of the Board of Directors that were present.

Manager Drew reported that the site tour and pre-bid meeting was held on February 11, 2014 and bid opening is scheduled for February 27, 2014 at 2:00 pm at the District office. The Board's subsequent award will be scheduled for the March 18, 2014 Board meeting.

UPDATE ON VALLE WELL SITE: Manager Drew stated that the biologists report had been received. Engineer Franz reported that there is the potential of plants and endangered species at the site. One potential plant does not bloom until July of each year.

The Board directed Webb and Associates to proceed by reaching out to the Army Corp of Engineers, Regional Fish and Stream, and the Regional Water Board going along the path of exemption. The Board would like to review a plan of action at the March 2014 board meeting.

UPDATE ON CALIFORNIA'S DROUGHT STATE OF EMERGENCY: Manager Drew shared with the Board his attendance at Crestline-Lake Arrowhead Water Agency (CLAWA) February Board Meeting. Director Farrell also attended this meeting. Currently CLAWA is reporting adequate reserves to handle this year's water needs.

Manager Drew reviewed Ordinance 30 of the Administrative Code with the Board dealing with water conservation. Currently the District is requesting voluntary reductions in water use, but is ready to implement further water restrictions if necessary.

CONSIDER ATTENDANCE OF SDRMA'S GOVERNANCE TRAINING, MARCH 25, 2014, APPLE VALLEY: The training agenda was reviewed by the Board. Manager Drew felt the training would mostly benefit District Staff. No action was taken.

CONSIDER ATTENDANCE AT ACWA/JPIA SPRING CONFERENCE, WEEK OF MAY 5, 2014, MONTEREY, CA: The ACWA and ACWA/JPIA Spring Conferences are scheduled to be held during the week of May 5, 2014 in Monterey, California. On a motion by Director Farrell and a second by Director Stone, the Board that was present unanimously approved the attendance of these conferences for any directors desiring to attend. Director Farrell will be attending the conferences.

REPORTS ON THE MOJAVE INTEGRATED REGIONAL WATER MANAGEMENT PLAN MEETING, FEBRUARY 6, 2014, APPLE VALLEY: Manager Drew and Director Farrell provided verbal reports of their attendance at the Mojave Integrated Regional Water Management Plan Meeting held on February 6, 2014 in Apple Valley, California. Running Springs Water District now has a project included in the Integrated Regional Plan. The website www.mywaterplan.com is very informative. The meeting was very positive and the intention is to meet quarterly. The next meeting is scheduled for May 19, 2014.

CONSIDER NOMINATIONS FOR REGULAR AND ALTERNATE SPECIAL DISTRICT MEMBER OF THE LOCAL AGENCY FORMATION COMMISSION: Director Farrell expressed an interest in the Alternate Special District Member position. The District would not incur any costs associated with this position if Director Farrell were to win the position. Meetings are held 5 or 6 times per year. On a motion by Director Huckell and a second by Director Stone, the Board that was present, unanimously approved the nomination of Director Farrell for the position of Alternate Special District Member of the Local Agency Formation Commission. Director Farrell will provide a resume in letter format to be included with the nomination.

UPDATE ON SALE OF SURPLUS EQUIPMENT: Manager Drew provided an update on the sale of surplus equipment. Bids were received on five of the eight surplus vehicles. The bids on the 2003 Explorer were subsequently withdrawn. Four vehicles were sold through the bid process and two other vehicles were sold after negotiating an agreeable price. The six vehicles sold totaled \$19,901. The 2008 Ford Escape Hybrid AWD and the 1995 Ford F250 Utility Bed 4x4 are still for sale.

DISCUSS FORM 700 FOR DIRECTORS: Manager Drew reviewed with the Directors Form 700. All completed forms need to be returned to the District no later than April 1, 2014.

CONSIDER NOMINATIONS FOR ACWA REGION 9 BOARD MEMBER AND RESOLUTION NO. 410 IN SUPPORT: The Association of California Water Agencies (ACWA) announced an open position for Region 9 Board Member. Nominations need to be submitted by March 14, 2014. Director Farrell expressed an interest in this nomination. On a motion by Director Stone and a second by Director Huckell the Board approved Resolution No. 410 supporting the nomination of Steven Farrell as a member of the Association of California Water Agencies Region 9 Board, on the following roll call vote:

AYES: Directors Huckell, Farrell, Stone and Clanin.
NOES: None
ABSENT: Director Davis
ABSTAINS: None

MANAGER'S REPORT: Manager Drew informed the Board he has received a couple of telephone inquiries on two parcels that were declared surplus in 2007. The parcels are located on Toll House Path and Rangers Road.

DIRECTORS' REPORT: Director Farrell informed the Board of a California Water Policy Conference "Tangled Up in Blue". The Conference is being held April 3 and 4, 2014 at the Claremont Colleges.

Director Stone reported that he had attended Crestline Sanitation's last Board Meeting.

REQUEST FOR FUTURE AGENDA ITEMS: Director Clanin mentioned a possible conflict for him with the May 19, 2014 meeting. A possible date change will be placed on the April 2014 agenda.

As there was no further business to discuss, the meeting was adjourned at 4:40 pm.
The next meeting is scheduled for Tuesday, March 18, 2014 at 3:00 pm.