

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

JULY 17, 2001

President Olson called the Regular Meeting of the Board of Directors of Crestline Village Water District to order at 3:05 PM, on Tuesday, July 17, 2001, at the regular meeting place of said Board at its office in Crestline, California.

ROLL CALL: Present were President David Olson, Directors C. N. McGehee, William Huckell, William Valko and Alan Clanin. Staff members present were Manager/Secretary Norman L. Hunt, Attorney Ronald Van Blarcom and Office Manager Karl Drew. Absent were Engineer Fred Hanson and Field Supervisor Robert Jobe.

MINUTES OF PREVIOUS MEETING: On a motion by Director McGehee and a second by Director Clanin, the Board unanimously approved the minutes of the Regular Meeting of June 19, 2001 as submitted.

PUBLIC COMMENTS: None.

PROGRESS REPORT ON FUTURE WELL SITES: Manager Hunt reported on the status of locating a suitable well site. The McMahons have not responded to further inquiries about their property. Manager Hunt will follow up with a letter to them. The consultants, Mark Bulot and Mike Bracher have not completed their report on other possible sites. It should be completed in time for the next Board meeting. There was general discussion about other hydrogeologists that may be available to do work for the District.

REPORT ON NEW 1 MG CHAMOIS STORAGE FACILITY: Manager Hunt reported that the final exterior painting of the tank is completed. The subcontractor sandblasted the exterior and repainted it a third time before a satisfactory job was obtained. There is some miscellaneous work that needs to be completed at the site. The tank was online for the 4th of July.

2001 MAIN REPLACEMENT JOBS – MATTERHORN COURT, BALSAM/ SYCAMORE DRIVES AND WALD COURT: Manager Hunt reported that Matterhorn Court is complete except for final paving. The County will participate in the final paving and will pay half of the cost for full width paving. Balsam/Sycamore Drives is complete except for final water testing and final paving. The County will also participate in joint paving on this job. Work on Wald Court has just started and the crew hit a gas main on the first day of working on this job.

LAKEVIEW TANK SITE, CUT SLOPE REPAIR AND SITE REHABILITATION: Manager Hunt reported that the engineers are still reviewing the options to repair the slope. Additional information should be available at the next meeting.

LAKE GREGORY WATER COMPANY PURCHASE NOTE: Office Manager Drew discussed paying off the Lake Gregory Water Company Purchase Note. The principal balance of this note is \$60,000 with an interest rate of 7% per annum. The District is currently earning 5.3% interest

on its investments. After some discussion, the Board asked that this matter be reviewed at the December meeting, prior to the next scheduled payment date of January 1, 2002.

MANAGER'S REPORT: Manager Hunt discussed with the Board the possibility of rescheduling the August Board meeting from August 21 to August 14, 2001. Attorney Van Blarcom has a scheduling conflict and will not be able to attend the August 21 meeting. After some discussion, the Board did not reschedule the meeting as some Directors already had scheduled activities during August.

Manager Hunt reported that Shonna Davis, a District employee, would be retiring from the District on August 10, 2001. She will have been with the District for almost 22 years. The District is planning a retirement luncheon for her on August 3, 2001. On a motion by Director Huckell and a second by Director Clanin, the Board unanimously authorized a net cash bonus of \$500 to be paid to Ms. Davis.

There was a brief discussion regarding the monthly financial and water production reports.

Manager Hunt reported that the terms of Directors Olson, McGehee and Clanin were ending and there will be an election this November. If the directors were interested in rerunning for the positions, they have until August 10 to file the appropriate papers.

DIRECTORS' REPORT: None

As there was no further business, the meeting was adjourned at 4:45 PM. The next Regular Meeting is scheduled for Tuesday, August 21, 2001 at 3:00 PM.