

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

JULY 18, 2006

President McGehee called the Regular Meeting of the Board of Directors of Crestline Village Water District to order at 3:00 pm, on Tuesday, July 18, 2006, 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, Alan Clanin, Charles Spinks and Kenneth Stone.

Staff members present were Manager/Secretary Norman L. Hunt, Engineer Fred Hanson, and Office Manager Karl Drew. Absent were Attorney Ronald Van Blarcom and Field Supervisor Donald Wagner.

MINUTES OF PREVIOUS MEETINGS: On a motion by Director Spinks and a second by Director Stone, the minutes of the Regular Meeting of June 20, 2006 were approved as corrected.

PUBLIC COMMENTS: None.

EXECUTIVE SESSION, CONFERENCE WITH LABOR NEGOTIATORS: The Board did not enter into closed session.

HEALTH BENEFITS AND RETIREMENT PROGRAMS: Office Manager Drew reported that the District has received the actuarial valuation for the 2.7% @ 55 Full Formula from PERS. The Board Employee Committee of Directors McGehee and Huckell met with staff to discuss the valuation. For comparative purposes, the District is going to ask for an actuarial valuation for the 2.5% @ 55 Full Formula with some of the optional benefits removed. The cost for the new valuation will be \$700.

PINECREST WATER STORAGE EXPANSION PROJECT: The Board viewed pictures of the progress at the Pinecrest Tank site. Work is progressing well and the construction crews have installed three of the four rings on each of the two tanks.

URBAN WATER MANAGEMENT PLAN: Engineer Hanson reported that the engineers were in the process of incorporating the final staff comments into the draft plan. The draft plan will be available for public review in a few days and a public hearing is scheduled for the next Board meeting.

MANAGER'S REPORT: Manager Hunt discussed the various jobs that are currently underway or upcoming. The County's culvert work on Forest Shade and the Lake Gregory Trail job are impacting the District's water facilities and the District has had to do some work in relation to these projects. The County will be billed for the relocation of District facilities. In a few weeks, the District will install some on-site water main and fire hydrants for the Lake Gregory Self Storage job. The District will also be installing the on-site piping at the Pinecrest Tank site and will be doing a mainline job on Lakeview Drive.

There was a brief discussion regarding the monthly Financial, Investment and Water Production reports.

DIRECTORS' REPORT: None.

As there was no further business, the meeting was adjourned at 3:54 pm. The next meeting is scheduled for Tuesday, August 15, 2006 at 3:00 pm.