

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

**OCTOBER 10, 2006**

President McGehee called the Special Meeting of the Board of Directors of Crestline Village Water District to order at 3:00 pm, on Tuesday, October 10, 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, Field Supervisor Donald Wagner and Office Manager Karl Drew. Absent was Attorney Ronald Van Blarcom.

MINUTES OF PREVIOUS MEETINGS: On a motion by Director Spinks and a second by Director Clanin, the minutes of the Regular Meeting of September 19, 2006 were approved as submitted.

PUBLIC COMMENTS: None.

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

HEALTH BENEFITS AND RETIREMENT PROGRAMS: The District is expecting to receive a response from CalPERS on or after November 1, 2006. A committee meeting will be held to review the information after the information is received. Manager Hunt suggested that Attorney Brad Neufeld and Auditor Jay Zercher be asked to participate as a part of the committee. The Board agreed with this suggestion.

RESOLUTION NO. 354, UPDATING THE DISTRICT'S PERSONNEL MANUAL: The Board reviewed the final draft of the proposed revisions to the Personnel Manual. President McGehee suggested a few additional typographical corrections. After discussion, on a motion by Director Stone and a second by Director Huckell, the Board adopted Resolution No. 354, updating the District's Personnel Manual and repealing all prior versions, on the following roll call vote:

AYES: Directors McGehee, Huckell, Clanin, Spinks and Stone

NOES: None

ABSENT: None

ABSTAINED: None

RESOLUTION NO. 355, ADOPTING THE URBAN WATER MANAGEMENT PLAN: The Board reviewed the updated draft of the Urban Water Management Plan. The Board discussed the draft plan. While all directors agreed that they were satisfied with the content of the proposed plan, some were concerned that Steven Farrell has not had an opportunity to review the updated plan. After discussion, on a motion by Director Stone and a second by Director Spinks, the

Board adopted Resolution No. 355, adopting an Urban Water Management Plan on the following roll call vote:

AYES: Directors McGehee, Spinks and Stone  
NOES: Directors Huckell, Clanin,  
ABSENT: None  
ABSTAINED: None

PINECREST WATER STORAGE EXPANSION PROJECT: Manager Hunt reported on the progress that has been made by the painting and coating sub-contractor. On the first tank, the interior has been completed, two base coats have been applied to the exterior and the final exterior coat needs to be applied. On the second tank, the interior is approximately 50% complete.

REQUEST FOR ADJUSTMENT, JAMES KILTY, 456 VALLEY COURT, ACCOUNT NO. 10-5548-00: The Board reviewed a letter from Mr. Kilty requesting an adjustment to the water charges that have accrued on the water account for 456 Valley Court. Mr. Kilty is requesting that the Monthly Charges from April 2005 to present be eliminated or reduced.

Mr. Kilty purchased this property in September 1996. In April 2005, the water account was locked off for non-payment and in November 2005, the water bills mailed to the address on record were returned to the District. A lien was recorded against his property in 2005. Pursuant to District Rules and Regulations, the Monthly Charge has continued to be charged on the account and the total amount due is \$412.93. The District has been unable to communicate with Mr. Kilty during the past year, until he contacted us in September, 2006.

After discussion, on a motion by Director Stone and a second by Director Clanin, the Board unanimously denied Mr. Kilty's request for an adjustment.

MANAGER'S REPORT: Manager Hunt had no other items to discuss.

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

DIRECTORS' REPORT: None.

As there was no further business, the meeting was adjourned at 3:57 pm. The next meeting is scheduled for Tuesday, November 21, 2006 at 3:00 pm.