

***LAKE ARROWHEAD COMMUNITY SERVICES DISTRICT***

***MINUTES OF A REGULAR MEETING  
OF THE BOARD OF DIRECTORS***

DATE: January 8, 2008  
TIME: 6:15 p.m. Closed Session  
7:00 p.m. Open Session

PLACE: Willow Creek Board Room  
840 Willow Creek Road  
Lake Arrowhead, CA 92352

ATTENDANCE: Board Members Present:

David Ben-Hur  
Geoff Goss  
Stan Sievers  
Ralph Wagner

Board Members Absent:

Roy Carver

Others Present:

Ken Nelsen, Interim General Manager  
Kathleen Fankhauser, Administrative Secretary  
Bob Ardis, Maintenance Manager  
Debbie Aubin, Interim Finance Manager  
Ryan Gross, District Engineer  
Scott Campbell, Best Best & Krieger  
Brad Neufeld, Best Best & Krieger  
Georg Krammer, Koff & Associates Inc.  
Jeremy Hannah, Koff & Associates Inc.  
Mountain News

The Meeting was called to Order at 6:17 p.m. by Geoffrey Goss, the President, who led those present in the Pledge of Allegiance to the Flag of the United States of America. Kathleen Fankhauser, Administrative Secretary, certified the proper posting of the Agenda and called roll.

### **CLOSED SESSION**

The Board (Mr. Sievers arrived at 6:25 p.m.), Mr. Campbell, Legal Counsel, Mr. Nelsen, Interim General Manager, went into Closed Session at 7:18 p.m. to consider the following items:

**1. Conference with Labor Negotiators.**

*Pursuant to Government Code Section 54957.6.*

Agency Designated Representatives: Scott Campbell, Brad Neufeld, Ken Nelsen, (Limited)

Employee Organizations: Utility Workers Union of America, Local 557

Unrepresented Employees: General Manager, Executive Assistant, Public Information Officer, Administrative Secretaries, Finance Manager, Engineering Manager, Maintenance Manager, Operations Manager, Risk Management Analyst, Customer Service Supervisor, Finance Supervisor, Engineering/Planning Project Manager, Collections Supervisor, Construction Supervisor, Water Operations Supervisor, Wastewater Operations Supervisor, Mechanical.

Mr. Krammer and Mr. Hannah arrived at approximately 7:00 p.m.

**2. Public Employee Appointment.**

Title: General Manager

**3. Conference with Labor Negotiators.**

*Pursuant to Government Code Section 54957.6*

Unrepresented Employee: General Manager

(Agency Designated Representative: Scott Campbell, Legal Counsel)

Closed Session adjourned at 7:25 p.m.

### **OPEN SESSION**

The Board began the Open Session at 7:28 p.m. and Mr. Campbell, Legal Counsel reported that there were no reportable actions taken on items 1 and 3 in closed session. Mr. Campbell announced that the Board unanimously voted to appoint Mr. John Hoagland to the position of General Manager.

## **ACTION CALENDAR**

### **1. Approval of Contract with General Manager (if appointed).**

Mr. Goss introduced and welcomed Mr. Hoagland. Mr. Hoagland's employment will commence on January 24, 2008.

Following Board consideration, Mr. Wagner **MOVED** and Mr. Sievers **SECONDED** to approve the General Manager's contract.

**CARRIED:**   **AYES:**       **Ben-Hur, Goss, Sievers, and Wagner**  
                  **NOES:**         **None**  
                  **ABSENT:**      **Carver**  
                  **ABSTAIN:**    **None**

### **2. Defeasance of 1993 Bonds.**

Mr. Campbell requested that the Board authorize District staff to provide the District's fiscal agent with irrevocable instructions to owners of the 1993 Bonds that the Bonds are deemed to have been paid and the date upon which owners of the Bonds can receive payment. Mr. Campbell further reported that sending such instructions will allow the District's Bond counsel to issue the required opinion letter that will allow the District to enter into the State Revolving Fund (SRF) loan for the requested water treatment facility, assuming all other loan prerequisites are satisfied.

Following Board consideration, Mr. Sievers **MOVED** and Mr. Wagner **SECONDED** to Authorize District staff to provide the District's fiscal agent with irrevocable instructions to owners of the District's 1993 Bonds and that the Bonds are deemed to have been paid and notify Bond owners of the date upon which owners of the Bonds can receive payment.

**CARRIED:**   **AYES:**       **Ben-Hur, Goss, Sievers, and Wagner**  
                  **NOES:**         **None**  
                  **ABSENT:**      **Carver**  
                  **ABSTAIN:**    **None**

## **I. INFORMATION ITEMS**

### **1. Executive Committee Report.**

Mr. Goss reported that the Executive Committee reviewed and discussed the Board agendas for January 8, 2008, January 22, 2008, and the January 26, 2008 Tentative Bi Annual AB 1234 and IWRP Implementation Board Workshop agenda.

### **2. Yearly Review of Ordinance No. 65, Water Connection Policy of the Lake Arrowhead Community Services District.**

Mr. Gross reported that the yearly review of Ordinance 65 was for the purpose of analyzing the effectiveness of this statute and the management of the District's water resources. Mr. Gross noted a correction to the water connection permits for January 2007 issued should be reduced from 6 to 5 changing the total for the year to 42. District staff felt the ordinance was working well and did not recommend any changes at this time. Mr. Gross opened for questions. A brief discussion on Lake Arrowhead Community Services District Rules and Regulations regarding fire rebuilds. Mr. Campbell commented that applicability of such Rules and Regulations for Water and Wastewater, with respect to the fire areas are currently under review.

### **3. General Counsel Report.**

Mr. Campbell gave an overview of Lake Arrowhead Community Services District's current notification practices of proposed increases to existing fee or charges and the new legislation which allows public agencies to provide notice of proposed increases on the regular billing statement. Mr. Campbell added that Lake Arrowhead Community Services District will continue the current procedure of mailing the notification to the property owner and billing address.

## **MEETINGS TO BE ATTENDED BY BOARD MEMBERS**

Mr. Wagner requested to attend the California Department of Public Health meeting being in held Sacramento on January 24, 2008. The Board members did not oppose the request.

Mr. ~~Gross~~ Goss requested to attend the monthly Association of San Bernardino County Special Districts meetings. The Board members did not oppose the request.

## **PUBLIC COMMENT**

The following individuals spoke on various topics:

(David) Hossein Salehi  
Sue Walker

### **BOARD MEMBER COMMENTS**

Mr. Wagner reported that the January 3, 2008 Crestline Lake Arrowhead Water Agency meeting was canceled and gave an update on the lake level.

Mr. Goss welcomed Mr. Hoagland.

### **ADJOURNMENT**

Mr. Sievers **MOVED** and Mr. Wagner **SECONDED** to Adjourn the meeting. The meeting was Adjourned at 7:58 p.m.

Kathleen Fankhauser  
Administrative Secretary