

**RECORD OF THE MINUTES OF THE
SPECIAL MEETING OF THE
BOARD OF DIRECTORS OF THE
BEAUMONT CHERRY VALLEY WATER DISTRICT
December 18, 2010**

CALL TO ORDER, PRESIDENT BALL

President Ball called the meeting to order at 9:05 a.m., 560 Magnolia Avenue, Beaumont, California.

PLEDGE OF ALLEGIANCE, SECRETARY ROSS

Secretary Ross led the pledge

INVOCATION, DIRECTOR EARHART

Director Earhart recited an invocation.

ROLL CALL, BLANCA MARIN

Those responding to roll call were President Ball, Vice President Woll and Directors Guldseth, Earhart and Ross. Also present at this meeting were Interim General Manager Anthony Lara, Superintendent Knute Dahlstrom, District Engineer Joseph Reichenberger and Executive Assistant Blanca Marin.

Public Present:

| | |
|---------------|-------|
| Patsy Reeley | Self |
| Mr. Flanders | Self |
| Mrs. Flanders | Self |
| Niki Magee | Self |
| Stella Parks | Self |
| Mrs. Guldseth | Self |
| Luwana Ryan | Self |
| Julie Salinas | BCVWD |
| David Dysart | SGPWA |

PUBLIC INPUT

There was no public comment.

ACTION ITEMS

1. ADOPTION OF THE AGENDA

Vice President Woll moved to adopt the agenda as presented. Director Earhart seconded. The motion passed unanimously.

2. PRESENTATION OF THE 2011 BEAUMONT CHERRY VALLEY WATER DISTRICT BUDGET**

Interim General Manager Anthony Lara provided a report at length on this item requesting to disregard the recommendation made on page 9 of the agenda related to the Finance Department. Several corrections were recommended by the Board.

- A. Staff was directed to review the Furlough Program and to determine if this program should continue for the entire 2011 calendar year.
- B. Staff to research for cost of health insurance comparing CalPers vs ACWA costs.

- C. Staff to create a Reserves line item on the Budget.
- D. Staff needs to amend the Organization Chart to include actual employee titles and also show that Legal Counsel reports to the Board in the chain of command
- E. Staff will segregate Legal Counsel's expenses from General Manager Office's expenses
- F. Staff will separate the Consumption from the Water Sales line
- G. Staff will add an Actual Fund Balance line to the Budget
- H. Staff will add a line for State Project Water numbers
- I. Staff will review and recalculate the Labor and Benefits line items
- J. Staff will modify the GIS RFP requiring all work to be completed for all sections of the District rather than only one section per RFP

President Ball adjourned the meeting to a 15 minute break at 10:35am
President Ball reconvened the meeting at 10:50am

President Ball called Niki Magee to address the Board on this item. Ms. Magee requested that the Board review Item 7 of the Budget as it relates to the Agreement between SGPWA and BCVWD to recharge water in BCVWD's Recharge Facility.

3. APPROVAL OF THE 2011 BUDGET

Vice President Woll moved to approve the 2011 Budget as amended. Director Guldseth seconded. The motion passed unanimously.

4. APPROVAL AND AWARD OF THE LANDSCAPE MAINTENANCE SERVICES AGREEMENT TO MIDORI GARDENS LANDSCAPE**

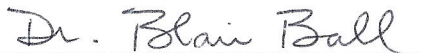
After discussion, Director Earhart moved to table this item until the January Board Meeting. Director Ross seconded. The motion passed unanimously.

President Ball appointed Directors Ross and Earhart to the Finance and Audit Committee.

5. ADJOURNMENT

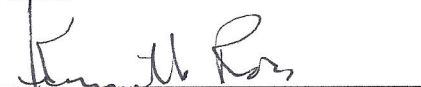
Director Earhart moved to adjourn the Special Meeting. Vice President Woll seconded. The motion passed unanimously.

President Ball adjourned the Special Board Meeting at 11:58 am.



Dr. Blair Ball, President of the
Board of Directors of the
Beaumont Cherry Valley Water District

Attest:



Kenneth Ross, Secretary to the
Board of Directors of the
Beaumont Cherry Valley Water District