



**RECORD OF THE MINUTES OF THE
REGULAR MEETING OF THE BOARD OF DIRECTORS
560 Magnolia Avenue, Beaumont, CA 92223
Wednesday, February 8, 2012**

Call to Order, President Ball

President Ball called the meeting to order at 7:02 p.m., 560 Magnolia Avenue.

Pledge of Allegiance, Vice President Woll

Vice President Woll led the pledge.

Invocation, Director Halliwill

Director Halliwill led the invocation.

Roll Call

Present at this meeting were President Ball, Directors Woll, Guldseth, Halliwill and Ross, Legal Counsel James Markman, General Manager Eric Fraser, and Assistant General Manager Tony Lara. Additional District staff present at the meeting: Melissa Bender and Dawn Jorge.

Public that registered their attendance were: Andrew Woll, Patsy Reeley, Minnie Birchard, Barbara Brown, Betty Beckman, Erik Floren, Hal Flanders, Fran Flanders, Jarrett Leeper, Jake Doty, and Kristian Roman.

President Ball welcomed the Boy Scouts to the meeting.

Public Input

Public input was received from Patsy Reeley regarding a copy of the December 2011 letter sent by the Board to the City of Beaumont. A copy of the letter was distributed after the meeting.

Public comment was made by Barbara Voight regarding the Brown Act and acknowledged by legal counsel.

ACTION ITEMS

1. Adoption of the Agenda

Director Guldseth moved to approve the agenda as presented. The motion was seconded by Director Halliwill and passed 5-0.

2. Continuation of Reorganization of the Board of Directors

- Nomination and Election of the President
- Nomination and Election of the Vice President
- Appointment of the Audit & Finance Committee
- Appointment of District Treasurer
- Appointment of District Secretary

The appointment of District Treasurer and Secretary should be by nomination instead of appointment. Nomination and seconds will be accepted for each position, the results of which are noted below. The Audit & Finance Committee will remain the same for the March 1st meeting.

- President: Dr. Ball (Nominated by Director Woll, seconded by Director Guldseth, approved 3-2. Ayes: Guldseth, Woll and Ball. Nays: Ross and Halliwill)
- Vice President: Director Halliwill (Nominated by Director Ross, seconded by President Ball, approved 5-0).
- Treasurer: Director Guldseth (Nominated by President Ball, seconded by Director Ross, approved 5-0).
- Secretary: Director Ross (Nominated by Director Halliwill, seconded by President Ball, approved 5-0).

3. Consent Calendar: All matters listed under the Consent Calendar are considered by the Board of Directors to be routine and will be enacted in one motion. There will be no discussion of these items prior to the time the Board considers the motion unless members of the Board, the administrative staff, or the public request specific items to be discussed and/or removed from the Consent Calendar.

- a. December 2011 Budget Variance Report Review.**
- b. December 30th, 2011 Cash/Investment Balance Report.**
- c. January 2012 Cheque Register Review.**
- d. January 2012 Invoices Pending Approval.**
- e. Minutes of the Special Meeting of December 22nd, 2011.**
- f. Minutes of the Regular Meeting of January 11th, 2012.**
- g. Adoption of Resolution 2012-04 Establishing Authorized Signers of District Accounts.**
- h. Approval of a Request for Water Service at 38745 Cherry Valley Blvd. **

Director Ross requested that item "f" be pulled for discussion and Director Halliwill requested that item "e" be pulled for discussion. Director Halliwill moved to approve the remaining consent calendar, Director Guldseth seconded, and the motion passed 5-0. Several Directors provided comments and revisions to items "e" & "f". After discussion, legal counsel suggested item "f" be brought back to the next meeting. President Ball moved to table item "f", Director Ross seconded and the motion passed 5-0. Motion was made by Vice President Woll to accept 3e with changes discussed, Director Guldseth seconded and the motion passed 5-0.

4. Adoption of Resolution 2012-03 Amending Sections 4 & 6 of the District's Regulations Governing Water Service **

General Manager Eric Fraser discussed the changes to the regulations noting the biggest change was the creation of a lien process. The lien process will help old and new homeowners. Accounts will be liened once the account balance is 60 days past due and will be assessed a \$100 lien processing fee to offset the District's administrative costs. A credit card processing fee is being proposed to help the district recover some of its bank fees. Of the approximately \$30,000 in bank fees paid annually, \$25,000 was paid in credit card processing fees. Lastly, a consolidated schedule of fees is being proposed as an attachment so that the District can refer to and update one single document. President Ball thanked General Manager Eric Fraser. Director Guldseth moved to approve the resolution, Vice President Woll seconded and the motion passed 5-0. President Ball requested the District's website be updated to reflect the credit card processing fees as well as all available payment options.

5. Reports For Discussion

a. Ad Hoc Committees

No reports were presented by the Committees.

b. General Manager

General Manager Eric Fraser stated he met with the City of Beaumont regarding the 15 acres designated for recharge facilities and plans to continue the discussions. Noble Creek Vistas came to the office today regarding potential development. General Manager Eric Fraser also discussed the District's water storage noting a balance of 31,962 acre feet as of January 31st, 2012.

c. Directors Reports

Director Ross stated he attended the CSDA training on January 12th, 2012 and it was very useful. Director Guldseth also attended the training and agreed it was useful. Vice President Woll reported he was glad to be back after missing the last few meetings due to illness and a mandatory work conference. Director Halliwill also attended the CSDA training and brought a copy of the training material for General Manager Eric Fraser. Director Halliwill attended the Pass Agency meeting on January 17th, the Beaumont City Council meeting on January 17th and the Beaumont Cares meeting.

d. Legal Counsel Report

No report was presented by Legal Counsel.

6. Announcements

- District will be closed on February 20th, 2012 in observance of President's Day
- Finance & Audit Committee Meeting, March 1st, 2012 at 2:30 p.m.
- Regular Board Meeting, March 14th, 2012 at 7:00 p.m.

7. Action List for Future Meetings

1. Revisions to items 3e and 3f above.
2. Beaumont/Brookside ownership (legal description maybe incorrect).

8. Closed Session

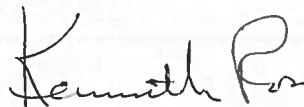
ADJOURNMENT

President Ball adjourned the meeting at 9:03 p.m.

Attest:



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



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