

**MINUTES OF THE REGULAR MEETING
OF THE BOARD OF DIRECTORS OF THE
KINNELOA IRRIGATION DISTRICT
NOVEMBER 16, , 2004**

MEMBERS PRESENT: Directors Barkhurst, Brain, Pickard, Sorell, and Stock.

STAFF PRESENT: Melvin Matthews, Christopher Burt, and Shirley Burt

CALL TO ORDER: The meeting was called to order at 1940 hours by the Chair, Steven Sorell. He noted that there was a quorum of the Board present. The Agenda was unanimously approved as presented.

PUBLIC COMMENT

Linda Williams expressed her concerns in a letter that she read to the Board regarding Item 5 on the Agenda "Proposed Resolution For Dolores Tunnel Production Plan", a copy of which she gave to the Board.

Doug Snider reviewed his request to explore the possibility of purchasing the Brown Well Site, which is adjacent to his property. He would like to landscape the property which in its present condition is unattractive. It was the consensus of the Board that they could not decide at this time regarding the matter of selling the property but did offer to consider a "Revocable License Agreement" which would allow him to landscape the property. Staff was directed to provide Mr. Snider with a copy of this agreement for his review.

REVIEW OF HOLLY TANKS CHANGE ORDER #5

The General Manager reviewed change order #5 regarding the Holly Tanks project in the amount of \$3,974.40. He reported that the project is essentially completed and that the tank is now in use.

CONSIDER REQUEST TO PURCHASE LAND AT 1979 SIERRA MADRE VILLA

The Board reviewed the material in the Board Packet regarding the current status and size of the property. There was a consensus of opinion that at this time they would wait to hear from Mr. Snider after his review of the "Revocable License Agreement".

REVIEW PROPOSED RESOLUTION FOR DOLORES TUNNEL PRODUCTION PLAN

The General Manager reviewed the proposed resolution for the Board. The Chairman stated that there would be no action on this item at this time as it is a topic that will take a very thorough review from many aspects and require additional supporting information. He thanked the

**MINUTES OF THE REGULAR MEETING
OF THE BOARD OF DIRECTORS OF THE
KINNELOA IRRIGATION DISTRICT
NOVEMBER 16, , 2004**

General Manager for bringing the topic to the Board for their review, noting that it is a matter that needs resolution with all parties involved.

Page 2

SELECTION OF AUDITOR FOR YEAR 2005

The Board unanimously agreed to continue with the firm Egan & Egan as the auditor for the year 2005 noting that this will be Gale Egan's fourth year.

CONSIDER AND APPROVE COMMODITY RATE CHANGE

The Chair reviewed the need for a rate increase which had been discussed in detail at the prior Board Meeting and it was M/S/C (Pickard/Sorell 5/0) - **"That the commodity charge should be increased from \$1.95 per unit to \$2.05 per unit starting the month of January."** Staff was directed to send out a notice to all customers with the next billing.

AUTHORIZATION TO LEASE PUMPING RIGHTS

The General Manager reviewed the status of our pumping rights in the Raymond Basin and requested authorization to lease approximately 150 Acre Feet pumping rights in December or January depending on the need. It was M/S/C -(Sorell/Pickard-5/0)- **"That the General Manager be authorized to lease up to 150 Acre Feet of pumping rights at a cost of \$200. per Acre Foot."**

GENERAL MANAGER'S REPORT

The General Manager's Report was accepted by the Board as presented in the Board Packet. The General Manager noted that since he had written the report there had been a pay off of one delinquent account of approximated \$5,000.

REVIEW OF MINUTES

The minutes of October 19, 2004 were unanimously approved as presented with the correction of one spelling error..

REVIEW OF FINANCIAL REPORT

**MINUTES OF THE REGULAR MEETING
OF THE BOARD OF DIRECTORS OF THE
KINNELOA IRRIGATION DISTRICT
NOVEMBER 16, , 2004**

The financial report for the month of October 31, 2004 was reviewed and unanimously approved for filing.

Page 3

ITEMS FOR NEXT AGENDA

Consideration of Revocable License Agreement for Brown Well Property
Discussion of the Dolores Tunnel Production Plan

ADJOURNMENT

The meeting was adjourned at 2100 hours and the next meeting will be on December 21, 2004.

Respectfully submitted,

Shirley Burt
Secretary To The Board