



**RECORD OF THE MINUTES OF THE
REGULAR MEETING OF THE BOARD OF DIRECTORS
560 Magnolia Avenue, Beaumont, CA 92223
Wednesday, March 14, 2012**

Call to Order, President Ball

President Ball called the meeting to order at 7:01 p.m.

Pledge of Allegiance, President Ball

President Ball led the pledge.

Invocation, Director Woll

Director Woll led the invocation.

Roll Call

Present at this meeting were President Ball, Directors Guldseth, Halliwill, Woll 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: Gladie Bender, Minnie Birchard, M. Birchard and Fran Flanders.

Public Input

No public input was received.

ACTION ITEMS

1. Adoption of the Agenda

General Manager Eric Fraser stated there were no changes to the agenda. Motion by Director Woll to adopt the agenda, second by Vice President Halliwill, approved 5-0.

2. Continuation of Reorganization of the Board of Directors

- Appointment of the Audit & Finance Committee

President Ball appointed Directors Ross and Guldseth to the Audit & Finance Committee, both accepted the appointment.

<p>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.</p>
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- a. January 2012 Budget Variance Report Review.**
- b. January 31st, 2012 Cash/Investment Balance Report.**
- c. February 2012 Cheque Register Review.**
- d. February 2012 Invoices Pending Approval.**
- e. Minutes of the Regular Meeting of January 11th, 2012.**
- f. Minutes of the Regular Meeting of February 8th, 2012.**
- g. Approval of Will Serve for Proposed Family Dollar Store.**

Director Ross stated he had a change to item 3e on page 26 noting that he led the invocation. Director Woll requested item 3f be pulled for discussion. Noting the change to be made for the invocation on 3e, motion was made by Vice President Halliwill to approve the consent calendar with the exception of item 3f that was pulled for discussion; the motion was seconded by Director Guldseth. The motion passed 5-0. After Director Woll requested page 35 be corrected to reflect he nominated Dr. Ball for Board President, he made a motion to approve the minutes, Director Ross seconded and the motion passed 5-0.

4. Reports For Discussion

a. Ad Hoc Committees

No reports were presented by the Committees.

b. General Manager

General Manager Eric Fraser stated the District is currently working on the audit. Secondly, he discussed the PAP (Preauthorized Payment) form that was mailed with last week's bills. General Manager Eric Fraser stated PAP benefits the consumers and the District because it takes the hassle out of payments for the consumers and helps to prevent late fees. He also discussed the progress of the Edgar Canyon Expansion Basin and phase II recharge projects. BCVWD is currently taking deliveries of state project water and has received 736 acre feet to date.

c. Directors Reports

- Director Ross stated he attended the UCR report presentation meeting on February 27th, 2012; he was disappointed in the report and felt it should be more comprehensive.
- Director Guldseth had nothing to report.
- Vice President Halliwill stated he attended the City of Beaumont council meeting on February 21st, 2012. He also attended the Pass agency meetings on February 21st, 2012 and March 12th, 2012 and has nothing to report. Furthermore, he also attended the UCR report presentation meeting on February 27th, 2012 and was disappointed like Director Ross. He hopes they will reassess the report and do more based on scientific evidence.
- Director Woll also attended the UCR report presentation meeting on February 27th, 2012 and thought the report was flawed and that the BCVWD Board was asked to gather concerns to be submitted. After discussion noting the report is already final, General Manager Eric Fraser stated he would gather the Board's input and forward as necessary.

- President Ball also attended the UCR report presentation meeting on February 27th, 2012 and was concerned with the presentation as well as the lack of focus on the impact of zone 2. President Ball recognized councilmember Castaldo and congratulated him for his recent appointment as the City of Beaumont's mayor pro tem.

d. Legal Counsel Report

No reports were presented by Legal Counsel.

5. Announcements

- Finance & Audit Committee meeting, April 5th, 2012 at 3:00 p.m.
- Regular Board meeting, April 11th, 2012 at 7:00 p.m.

6. Action List for Future Meetings

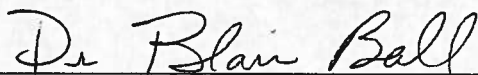
1. Beaumont/Brookside ownership: General Manager Eric Fraser stated he did review recordation documents which show the District is the legal owner of the property.

7. Closed Session

The Board adjourned to closed session at 7:26 p.m. President Ball reconvened the meeting at 9:18 p.m. District Legal Counsel Markman advised that there was no reportable action on either closed session item.

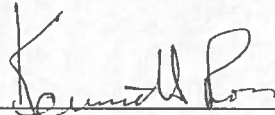
8. Adjournment

President Ball adjourned the meeting at 9:20 p.m.



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