

**TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT  
REGULAR MEETING OF THE BOARD OF DIRECTORS**

**July 16, 1997  
4:00 P.M.  
22901 Banducci Road**

President Backes called the meeting to order and asked for roll call.

**DIRECTORS  
PRESENT**

Backes, Cowan, Prel, and Vukich  
Director Conner was absent.

**OTHERS  
PRESENT**

Robert Jasper and John Otto

**MINUTES**

Minutes of the Regular Meeting of June 18, 1997 were reviewed and approved as presented with a motion made by Director Cowan, seconded by Director Vukich. (Ayes 4, Noes 0)

**MANAGER'S  
REPORT**

The District is operating the imported water system at the rate of 21 cubic feet per second.

General Manager reported that tests are being conducted to detect the cause of the pressure problems at Plant 1.

The possibility of an inter-tie with Wheeler Ridge Maricopa Water Storage District (WRMWSD) was discussed. General Manager reported that a meeting has been scheduled with staff of both TCCWD and WRMWSD to discuss the matter.

A tentative agreement has been reached between the residents of Keene and Union Pacific. Union Pacific will install a new water line from Tehachapi to Keene and pumping facilities. The details of the proposed plan include formation of a community services district and installing a pipeline through the Loop Ranch to Keene. Plans are still being finalized.

A meeting has been scheduled with the Regional Water Quality Control Board and the Department of Health Services to discuss groundwater recharge and groundwater recharge with treated effluent. TCCWD Staff and City Staff will participate in the meeting.

The deadlines for the tax rate resolution and the County budget were reviewed. The tax rate resolution is due August 15, 1997 and the budget is due to the County by August 29, 1997. General Manager recommended that this meeting be adjourned to August 13, 1997 in order to meet these deadlines.

**RESOLUTION  
NO. 9-97**

**RESOLUTION OF THE BOARD OF DIRECTORS OF THE  
TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT FOR  
TRANSFER OF FUNDS**

Resolution No. 9-97, transferring the sum of \$19,448.70 from Fund 60170 (General) to Fund 60187 (Groundwater Mitigation), was reviewed and unanimously approved with a motion made by Director Vukich, seconded by Director Cowan. Roll call was taken on the vote with the following outcome:

**AYES:** Backes, Cowan, Prel and Vukich  
**NOES:** None  
**ABSENT:** Conner  
**ABSTAIN:** None

**RESOLUTION  
NO. 10-97**

**RESOLUTION OF THE BOARD OF DIRECTORS OF THE  
TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT FOR  
TRANSFER OF FUNDS**

Resolution No. 10-97, transferring the sum of \$103,129.08 from Fund 60170 (General) to Fund 60183 (Emissions Reduction), was reviewed and unanimously approved with a motion made by Director Cowan, seconded by Director Vukich. Roll call was taken on the vote with the following outcome:

**AYES:** Backes, Cowan, Prel and Vukich  
**NOES:** None  
**ABSENT:** Conner  
**ABSTAIN:** None

**TW1-97**

**RESOLUTION OF THE BOARD OF DIRECTORS OF TEHACHAPI-  
CUMMINGS COUNTY WATER DISTRICT ACTING AS WATERMASTER  
PURSUANT TO THE JUDGMENT ENTERED IN TEHACHAPI-CUMMINGS  
COUNTY WATER DISTRICT VS. CITY OF TEHACHAPI, ET AL., KERN  
COUNTY SUPERIOR COURT CASE NO. 97210, AS AMENDED,  
AMENDING RULES AND REGULATIONS FOR WATERMASTER  
OPERATIONS**

This resolution relating to preservation of groundwater quality was reviewed and unanimously approved with a motion made by Director Prel, seconded by Director Vukich. Roll call was taken on the vote with the following outcome:

AYES: Backes, Cowan, Prel and Vukich  
NOES: None  
ABSENT: Conner  
ABSTAIN: None

WATERMASTER  
RULES

The proposed rules and regulations were reviewed by the Board and after discussion was complete, the Board recommended that the revisions be made to the proposed rules and regulations and brought before the Board at a later date.

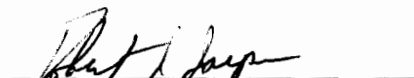
FINANCIAL

Vouchers #4-87 to be paid from Fund 60170 totaling \$92,411.49 and additional Vouchers #88-102 totaling \$168,717.62 to be paid out of 60170; Voucher #1 totaling \$103,129.08 to be paid out of 60183; Vouchers #1-3 totaling \$239.27 to be paid out of Fund 60186 and additional Voucher #4 totaling \$300.00 were reviewed and approved with a motion made by Director Cowan, seconded by Director Vukich. (Ayes 4, Noes 0)

ADJOURNMENT

This meeting was adjourned to July 30 at 1:00 p.m. with a motion made by Director Cowan, seconded by Director Vukich. Motion was unanimously carried.

  
Karl M. Backes, President

  
Robert J. Jasper, Secretary

**TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT  
ADJOURNED MEETING OF THE BOARD OF DIRECTORS**

**July 30, 1997  
1:00 P.M.  
22901 Banducci Road**

**DIRECTORS  
PRESENT**

Backes, Cowan, Prel, and Vukich.  
Director Conner is absent.

**OTHERS  
PRESENT**

Bob Jasper and John Otto

**PUBLIC  
HEARING**

President Backes stated this was adjourned meeting of the Board to hold a hearing to consider assessments for Zone of Benefit #1. He then declared the hearing open.

President Backes asked the General Manager to review the Declaration of Posting Notice, Proof of Publication and Staff Report.

**EXHIBITS**

Bob Jasper reviewed the Declaration of Posting Notice that was signed by John Otto. He said the notice was posted on July 15 in three public places: Kern County Fire Department, Tehachapi Substation; Tehachapi City Hall; and the Tehachapi Unified School District.

President Backes asked that the minutes show that the Declaration of Posting Notice entered as Exhibit A.

Bob Jasper reviewed the Proof of Publication, explaining the Proof of Publication states the public notice for the assessment hearing was run in the July 15 and July 30 issues of the Tehachapi News.

President Backes asked that the minutes show that the Proof of Publication entered as Exhibit B.

Bob Jasper reviewed the written report by the Staff and stated that it is in the same format as in past years. He explained how the report was compiled, and how the figures were calculated. He said the proposed assessment amount for 1997-98 is \$106,000 which is the same amount that was raised for the 1996-97 fiscal year. The assessed value (AV) of land and improvements is \$180,724,062 which was down from last year's AV of \$181,393,671. The AV of the utilities is \$15,713,870. The total AV of the District is \$196,437,932. Staff recommended that 8% of the total be levied against the utilities and 92% be levied against locally assessed real property and improvements. Staff reported no written protests were received and only one telephone inquiry was received on the proposed assessment.

President Backes asked if there were any questions on the assessment report and then asked that the minutes show the Staff Report entered as Exhibit C.

The hearing was closed at 1:10 p.m.

**RESOLUTION  
NO. 11-97**


**RESOLUTION OF THE BOARD OF DIRECTORS OF TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT DETERMINING BENEFIT ASSESSMENT TO FINANCE MAINTENANCE, OPERATION AND INSTALLATION OF THE TEHACHAPI WATERSHED PROJECT IN FISCAL YEAR 1997-98.**

With review and discussion complete, Director Vukich introduced and moved for the adoption of Resolution No. 11-97, seconded by Director Cowan and roll call was taken on the vote with the following outcome:

AYES: Backes, Cowan, Prel and Vukich  
NOES: None  
ABSENT: Conner  
ABSTAIN: None

**ADJOURNMENT**

President Backes entertained a motion that the meeting be adjourned to August 13<sup>th</sup> at 4:00 p.m. Motion was made by Director Vukich, seconded by Director Prel. (Ayes 4, Noes 0)

  
Karl M. Backes, President

  
Robert J. Jasper, Secretary

**TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT  
ADJOURNED MEETING OF THE BOARD OF DIRECTORS**

**August 13, 1997**

**4:00 P.M.**

**22901 Banducci Road**

**DIRECTORS  
PRESENT**

Backes, Cowan, Prel, and Vukich.  
Director Conner is absent.

**OTHERS  
PRESENT**

Bob Jasper and John Otto

**OPENING  
REMARKS**

President Backes stated this was adjourned meeting of the Board, adjourned from the meeting of July 30, 1997.

The Board moved to Item III on the agenda.

**RESOLUTION  
NO. 13-97**

**RESOLUTION OF THE BOARD OF DIRECTORS OF OF TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT ESTABLISHING ITS ANNUAL BUDGET FOR THE FISCAL YEAR 1997-98 FOR THE OPERATION OF THE DISTRICT AS A WHOLE**

Robert Jasper reviewed the changes in the final budget. After discussion was complete, Director Vukich introduced Resolution No. 13-97 and moved for its adoption. Director Cowan seconded the motion and roll call was taken on the vote.

AYES: Backes, Cowan, Prel and Vukich  
NOES: None  
ABSENT: Conner  
ABSTAIN: None

**RESOLUTION  
NO. 14-97**

**RESOLUTION OF THE BOARD OF DIRECTORS OF OF TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT ESTABLISHING ITS ANNUAL BUDGET FOR THE FISCAL YEAR 1997-98 FOR THE OPERATION OF FLOOD CONTROL BENEFIT ASSESSMENT ZONE NO. 1**

Director Prel introduced Resolution No. 14-97 and moved for its adoption. Director Cowan seconded the motion and roll call was taken on the vote.

AYES: Backes, Cowan, Prel and Vukich  
NOES: None  
ABSENT: Conner  
ABSTAIN: None

**RESOLUTIONS  
NO. 15-97 AND 16-97**

**RESOLUTION OF THE BOARD OF DIRECTORS OF OF TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT ESTABLISHING ITS ANNUAL BUDGET FOR THE FISCAL YEAR 1997-98 FOR THE OPERATION OF IMPROVEMENT DISTRICT NO. 2 AND IMPROVEMENT DISTRICT NO. 3**

Director Vukich introduced Resolutions No. 15-97 and 16-97 and moved for its adoption. Director Cowan seconded the motion and roll call was taken on the vote.

AYES: Backes, Cowan, Prel and Vukich  
NOES: None  
ABSENT: Conner  
ABSTAIN: None

**RESOLUTION  
NO. 17-97**

**RESOLUTION OF THE BOARD OF DIRECTORS OF OF TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT ESTABLISHING ITS ANNUAL BUDGET FOR THE FISCAL YEAR 1997-98 FOR THE EMISSIONS REDUCTION PROJECT**

Discussion took place on the work remaining on the project and after discussion was complete, Director Vukich introduced Resolution No. 17-97 and moved for its adoption. Director Cowan seconded the motion and roll call was taken on the vote.

AYES: Backes, Cowan, Prel and Vukich  
NOES: None  
ABSENT: Conner  
ABSTAIN: None

The Board returned to Item II on the agenda.

**RESOLUTION  
NO. 12-97**

**RESOLUTION OF THE BOARD OF DIRECTORS OF OF TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT DETERMINING THE MINIMUM AMOUNTS OF MONEY REQUIRED TO BE RAISED BY TAXES REQUIRED BY THE DISTRICT FOR PAYMENTS WITH RESPECT TO: A) INTEREST AND REDEMPTION CHARGES ON ITS BONDED INDEBTEDNESS APPROVED BY THE VOTERS; (B) INTEREST AND REDEMPTION CHARGES ON INDEBTEDNESS TO UNITED STATES APPROVED BY THE VOTERS; C) CAPITAL PAYMENTS TO THE KERN COUNTY WATER AGENCY UNDER CONTRACTS APPROVED BY THE VOTERS, FOR THE FISCAL YEAR 1997-98 AND FIXING THE RATES OF TAXATION TO BE LEVIED FOR THE DISTRICT PURPOSED FOR THAT FISCAL YEAR.**

The Board reviewed the proposed tax rates for 1997-98. Proposed rates were as follows:

|                     | <u>Amount to<br/>Be Raised</u> | <u>Proposed Rate</u> |
|---------------------|--------------------------------|----------------------|
| Bond Payment        | \$152,000                      | 0.0087949%           |
| U.S. Debt           | \$188,591                      | 0.0478079%           |
| State Water Cntrct. | \$1,114,000                    | 0.0734047%           |

The Total Assessed Value of the District increased by 1.5% for a total of \$1,540,426,225. The Assessed Value of the Land Only was \$462,104,495 which reflected a decrease of 1.2%.


After discussion was complete, Director Cowan introduced Resolution No. 12-97 and moved for its adoption. Director Vukich seconded the motion and roll call was taken on the vote.

AYES: Backes, Cowan, Prel and Vukich  
NOES: None  
ABSENT: Conner  
ABSTAIN: None

ADJOURNMENT

President Backes entertained a motion that the meeting be adjourned. Motion was made by Director Vukich, seconded by Director Cowan.  
(Ayes 4, Noes 0)

  
Karl M. Backes, President

  
Robert J. Jasper, Secretary

**TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT  
REGULAR MEETING OF THE BOARD OF DIRECTORS**

**August 20, 1997  
4:00 P.M.  
22901 Banducci Road**

President Backes called the meeting to order and asked for roll call.

**DIRECTORS** Backes, Cowan, Prel, and Vukich  
**PRESENT** Director Conner was absent.

**OTHERS** Robert Jasper and John Otto

**MINUTES** Minutes of the Regular Meeting of July 16, 1997 were reviewed and approved as presented with a motion made by Director Cowan, seconded by Director Vukich. (Ayes 4, Noes 0)

Minutes of the Adjourned Meeting of July 30, 1997 were reviewed and approved as presented with a motion made by Director Vukich, seconded by Director Cowan. (Ayes 4, Noes 0)

**MINUTE** President Backes entertained a motion that the matter of accepting Director  
**ORDER** Conner's resignation be added to the agenda. Director Prel made a motion to add the item to the agenda seconded by Director Vukich. (Ayes 4, Noes)

**MANAGER'S** The District is operating the imported water system at the rate of 20 cubic  
**REPORT** feet per second, depending on the time of day.

One of the new water tanks is on line at Plant 4 and it has greatly improved the operation of the plant.

District Staff met with Staff of Wheeler Ridge Maricopa Water Storage District (WRMWSD) to discuss a proposed inter-tie. Robert Jasper reported the Board of Directors of WRMWSD instructed their Staff to go ahead with the inter-tie. In return for this benefit to TCCWD, WRMWSD will be connected to the line at Plant 1 so they can have the benefit of surge control from the surge tank at Plant 1. The transient is being prepared, the location of the turnout has been set up on the hydraulic grade line and we will show them what the new conditions will be if we have a permanent inter-tie. Some discussion took place on the change in conditions. President Backes asked if there would be a legal document for the inter-tie. Bob Jasper said there would be, possibly in the form of a joint power agreement.

**STATEMENT OF** The General Manager presented the Quarterly Reports for the Quarters ending  
**INVESTMENT** March 31, 1997 and June 30, 1997 of the Kern County Treasurer con-  
**POLICY** cerning the County's Pooled Money Investment Program and, pursuant to Government Code Section 53646(e), recommended that such report

be filed. Following discussion, on motion of Director Cowan, seconded by Director Prel and unanimously carried, such report was received and ordered filed.

CONTRIBUTION  
REQUEST

A request for contribution received from the Water Education Foundation was reviewed by the Board. After discussion was complete, Director Vukich made a motion the Board contribute \$250.00 to the Water Education Foundation, seconded by Cowan. (Ayes 4, Noes 0)

AYES: Backes, Cowan, Prel and Vukich  
NOES: None  
ABSENT: Conner  
ABSTAIN: None

RESIGNATION

President Backes entertained a motion that the Board accept the resignation of Director Conner. Director Cowan made the motion, seconded by Director Vukich and unanimously carried.

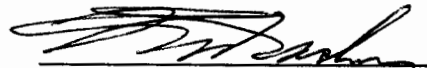
President Backes directed the minutes show that the Board of Directors accepted the resignation of Director Conner with regrets. President Backes also expressed thanks on behalf of the Board of Directors for his good service and wishes for a good future.

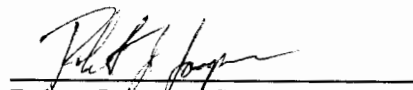
FINANCIAL

Vouchers #103-211 to be paid from Fund 60170 totaling \$187,548.72 and additional Vouchers #212-225 totaling \$194,510.18 to be paid out of 60170; Voucher #1 totaling \$257,000.00 to be paid out of 60179; Vouchers #4-5 totaling \$44,508.33 to be paid out of Fund 60186 were reviewed and approved with a motion made by Director Cowan, seconded by Director Vukich. (Ayes 4, Noes 0)

ADJOURNMENT

President Backes entertained a motion that the meeting be adjourned to September 10 at 4:00 p.m. A motion was made by Director Cowan to adjourn, seconded by Director Vukich and the motion was unanimously carried.

  
Karl M. Backes, President

  
Robert J. Jasper, Secretary

**TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT ✓  
ADJOURNED REGULAR MEETING OF THE BOARD OF DIRECTORS ✓**

**September 10, 1997  
4:00 P.M.  
22901 Banducci Road**

President Backes called the meeting to order and asked for roll call.

**DIRECTORS**                      Backes, Cowan, Prel, and Vukich  
**PRESENT** ,

**OTHERS**                         Robert Jasper and John Otto

**MINUTES**                         Minutes of the Adjourned Meeting of August 13, 1997 were approved as amended with a motion made by Director Cowan, seconded by Director Vukich. (Ayes 4, Noes 0)

Minutes of the Regular Meeting of August 20 were approved as presented with a motion made by Director Vukich, seconded by Director Cowan. (Ayes 4, Noes 0)

**MANAGER'S**                         The irrigation requirements and pumping schedule were discussed briefly, along  
**REPORT**                                 with the engine problems at Plant 4.

Bob Jasper reported on the I.D. No. 3 channel improvements. Assistance will be provided by the Kern County Fire Department in the form of equipment and manpower. Their assistance will be provided at no charge. Discussion ensued on the problems with the culverts on Valley Boulevard and Cherry Lane and the problems that could arise if they are not repaired. It was recommended that none of the channel improvements be done until the culverts are repaired. Bob will stay in contact with the City (Valley Boulevard) and the County (Cherry Lane) to try to get these repairs made.

Bob reported that there is an ACWA-USA Commission meeting scheduled for September 11. He said that formation of the Electricity Services Agreement is moving along very fast.

A meeting is planned with the staff of TCCWD, City and District's Legal Counsel to discuss developments on the Ashtown project. The SEP and how it relates to the financing of the project was also discussed. The City is moving ahead with the annexation and it should be complete before construction of the sewer and water systems is started.

**FINANCIAL**                         Vouchers #226 for \$10,000; Voucher #227-306, totaling \$72,217.28 and Vouchers #307-315 totaling \$7,261.19 to be paid from Fund 60170; Voucher #2 totaling \$107.65 to be paid from Fund 60179; and Vouchers #7 and 8 totaling \$677.16 to be paid from Fund 60186 were reviewed and approved with a motion made by Director Cowan, seconded by Director Prel. (Ayes 4, Noes 0)

MINUTE ORDER

President Backes entertained a motion that the matter of appointing a Director to fill the vacancy in Division 2 be added to the agenda. Director Vukich made the motion, seconded by Director Cowan. (Ayes 4, Noes 0)

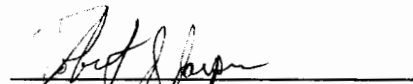
APPOINTMENT

Bob Jasper reported that the District had published a legal notice seeking candidates to fill the position of Director, Division 2. After discussion was complete, Director Vukich moved to appoint Jack Adams to fill the vacancy. The motion was seconded by Director Cowan and unanimously carried.

ADJOURNMENT

President Backes entertained a motion that the meeting be adjourned. Motion was made by Director Vukich, seconded by Director Cowan and unanimously carried.

  
Karl M. Backes, President

  
Robert J. Jasper, Secretary

**TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT  
ADJOURNED REGULAR MEETING OF THE BOARD OF DIRECTORS**

**October 15, 1997  
4:00 P.M.  
22901 Banducci Road**

President Backes called the meeting to order and asked for roll call.

DIRECTORS Adams, Backes, Cowan, Prel, and Vukich  
PRESENT

OTHERS Dr. Mann and John Otto

MINUTES Minutes of the Adjourned Regular Meeting of September 10, 1997 were approved as presented with a motion made by Director Vukich, seconded by Director Cowan. (Ayes 5, Noes 0)

MANAGER'S John Otto welcomed Director Adams to the Board and reviewed the Manager's  
REPORT Report.

The imported water system will be shut down tomorrow. The District has pumped all 6,600 acre feet of entitlement for this year. The lake elevation is almost at maximum winter storage.

District personnel are completing the evaporation pond. This pond will catch the runoff from the shop and parking lot. This will enable District personnel to use the facilities and wash District vehicles.

The flood control facilities have been checked and are in good condition, with the exception being the one channel behind the office. This channel should be cleaned soon.

John Otto reported that the Emissions Reduction Project might be complete in November. Everything has been purchased except the supplemental air storage tanks. Use of the propane tanks for this purpose is only a temporary fix. It is not acceptable by OSHA as a permanent fix.

TEHACHAPI The Tentative Budget for the Tehachapi Basin Watermaster for 1998 was  
BASIN reviewed by the Board. After discussion was complete, Director Cowan  
WATERMASTER made a motion that the tentative budget be approved. Motion was seconded by Director Vukich and unanimously carried.

RESOLUTION  
NO. 18-97

Resolution No. 18-97 for the transfer of funds from 60170 (General) to the the (60183) Emissions Reduction Project in the amount of \$144,250.92 was reviewed. Director Cowan introduced and moved for the adoption of Resolution No. 18-97, seconded by Director Vukich. Roll call was taken on the vote with the following outcome:

AYES: Adams, Backes, Cowan, Prel and Vukich  
NOES: None  
ABSENT: None  
ABSTAIN: None

AGWA/USA

This item was tabled.

GHCSD

This item was tabled.

CONTRIBUTION

The Board reviewed a request for contribution from the California Water Awareness Campaign. After discussion was complete, Director Vukich moved that the District make the requested contribution. Motion was seconded by Director Cowan and unanimously carried.

OPEN BIDS

The bids for two Blazer-type sport utility vehicles were opened and reviewed. Bids were as follows:

|                 | <u>Sport Utility Vehicle</u> | <u>Trade-In</u> |               |
|-----------------|------------------------------|-----------------|---------------|
|                 |                              | <u>S-10</u>     | <u>Blazer</u> |
| Motor City GMC  | \$25,957 Each                | \$ 900          | \$2,300       |
| Three-Way Chev. | \$26,734 Each                | Total - \$3,650 |               |
| Jim Burke Ford  | \$27,508 Each                | \$1,500         | \$2,500       |

Upon comparing the purchase and trade-in prices, it appeared that Motor City GMC had the lowest bid. President Backes entertained a motion that the bid be awarded to Motor City GMC. Director Vukich made the motion, and Director Cowan seconded it. (Ayes 5, Noes 0)

FINANCIAL

Vouchers #421-424 totaling \$9,192.08 and Vouchers #327-420 totaling \$97,843.85 to be paid from Fund 60170; Voucher #9 totaling \$45.00 to be paid from Fund 60186; and Voucher #2 totaling \$144,250.92 to be paid from Fund 60183 were reviewed. The Board requested clarification of Voucher #405 totaling \$3,896.21 for Rickett, Delmarter & Deifel. This voucher will be


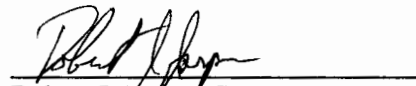
considered again upon receipt of this clarification. With a motion made by Director Cowan, and seconded by Director Prel the remaining vouchers were approved for payment. (Ayes 5, Noes 0)

OTHER

President Backes welcomed Director Adams and said he would be an asset to the Board.

ADJOURNMENT

President Backes entertained a motion that the meeting be adjourned to November 12, 1997 at 4:00 p.m. Motion was made by Director Prel, seconded by Director Cowan and unanimously carried.

  
Karl M. Backes, President  
Robert J. Jasper, Secretary

**TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT  
ADJOURNED REGULAR MEETING OF THE BOARD OF DIRECTORS**

**November 12, 1997  
4:00 P.M.  
22901 Banducci Road**

President Backes called the meeting to order and asked for roll call.

**DIRECTORS**                    Adams, Backes, Cowan, Prel, and Vukich  
**PRESENT**

**OTHERS**                     Bob Jasper, Dr. Mann , Glenn Mueller and John Otto

**MINUTES**                    Minutes of the Regular Meeting of October 15, 1997 were approved as presented with a motion made by Director Cowan, seconded by Director Vukich. (Ayes 5, Noes 0)

**MANAGER'S**                 Bob Jasper reviewed the remainder of his written report. He said the ACWA-  
**REPORT**                     USA Electricity Services Agreement is ready for approval.

A new employee handbook has been developed which includes recent changes in labor laws, substance abuse enforcement, etc. The District's existing policy has been incorporated into one report. A final copy will be available for the December Board meeting.

In regard to the request from Golden Hills CSD for a change in their Term M & I Agreement, Bob Jasper recommended a committee be formed to look into the matter.

Dr. Mann addressed the Board regarding the testing of the Iriart well. He said it was too soon to fully report, but the tests looked good at this time.

**RESOLUTION**                 Resolution No. 19-97 for the transfer of funds from 60182 (KCWA) to the  
**NO. 19-97**                    60170 (General Fund) in the amount of \$56,021.00 was reviewed. Director Prel introduced and moved for the adoption of Resolution No. 19-97, seconded by Director Vukich. Roll call was taken on the vote with the following outcome:

AYES:                    Adams, Backes, Cowan, Prel and Vukich  
NOES:                    None  
ABSENT:                 None

**ACWA/USA**                 The New Energy Buyer's Alliance agreement was reviewed by the Board. After discussion was complete, President Backes entertained a motion that the President be authorized to sign the agreement. Motion was made by Director Cowan, and seconded by Director Adams. (Ayes 5, Noes 0)

**GHCS D**                     President Backes appointed Directors Vukich and Prel to a committee to look into the request from GHCS D for a change in their Term M & I Agreement. Bob

Jasper recommended that the committee address the matters after the first of the year.

REVIEW BIDS

The bids for two Blazer-type sport utility vehicles were reviewed again. Bids were as follows:

|                 | <u>Sport Utility Vehicle</u> | <u>Trade-In</u> |               |
|-----------------|------------------------------|-----------------|---------------|
|                 |                              | <u>S-10</u>     | <u>Blazer</u> |
| Motor City GMC  | \$27,184 Each                | \$ 900          | \$2,300       |
| Three-Way Chev. | \$26,734 Each                | Total - \$3,650 |               |
| Jim Burke Ford  | \$27,508 Each                | \$1,500         | \$2,500       |

President Backes entertained a motion that the Board rescind its decision of October 15 awarding the bid to Motor City and instead the bid is awarded to Three Way Chevrolet. Director Vukich made the motion, and Director Cowan seconded it. (Ayes 5, Noes 0)

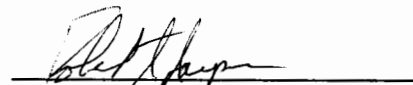
FINANCIAL

Vouchers #514-527 totaling \$49,949.95 and Vouchers #427-513 totaling \$168,037.86 to be paid from Fund 60170; Voucher #10 totaling \$2,344.00 to be paid from Fund 60186; and additional Vouchers #425 and 426 totaling \$1,139.88 to be paid from Fund 60170 were reviewed. With a motion made by Director Cowan, and seconded by Director Vukich the vouchers were approved for payment. (Ayes 5, Noes 0)

ADJOURNMENT

President Backes entertained a motion that the meeting be adjourned. Motion was made by Director Cowan, seconded by Director Vukich and unanimously carried.

  
Karl M. Backes, President

  
Robert J. Jasper, Secretary

**TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT  
REGULAR MEETING OF THE BOARD OF DIRECTORS**

**December 17, 1997  
4:00 P.M.  
22901 Banducci Road**

President Backes called the meeting to order and asked for roll call.

**DIRECTORS** Adams, Backes, Cowan, Prel, and Vukich  
**PRESENT**

**OTHERS** Bob Jasper, Dr. Mann , and John Otto

**MINUTES** Minutes of the adjourned regular meeting of November 12, 1997 were approved as presented with a motion made by Director Cowan, seconded by Director Adams. (Ayes 5, Noes 0)

**MANAGER'S** Bob Jasper reviewed his written report, noting that the 1998 Water Rates  
**REPORT** were on the agenda for consideration at this meeting.

A report was given on the ACWA/USA Commission meeting on November 20. He said they are ready to approve an aggregation program. He explained this program and the benefits it could have to its customers. He also explained that it allows other agencies to join the program without becoming a member of ACWA. After discussion was complete President Backes entertained a motion that staff be instructed to pursue an effort with the City and the other water users to encourage them to get together in the program with ACWA directly or as a customer through TCCWD. Motion was made by Director Vukich, seconded by Director Cowan. (Ayes 5, Noes)

Director Vukich reported on the ad hoc committee meeting held with the Board members and staff of the City of Tehachapi regarding water rights. He said that TCCWD staff along with Director Cowan and himself met with City Councilman, James Franklin and City staff. Director Vukich said he felt the meeting was very constructive.

Dr. Mann addressed the Board and reviewed his written report regarding the 30K1 well tests. Discussion took place on these tests and possible alternatives for GHCSO. When discussion was complete, Dr. Mann suggested that the pump be used intermittently to prevent the interference or the impact being excessive. He said the well could possibly be pumped for one month and shut down for a period of time to allow recovery. He said the well use needs to be cut by more than 50% of the 1997 usage to prevent impact on surrounding wells.

The status of the Stallion Springs recharge project was discussed. Their Term M & I Contract expires December 31, 1998 when it is renewed, they will begin taking recovery water from recharge. The recharge area will be the pond on Cummings Ranch. At this time, Bob Jasper asked to have a Board member appointed to help negotiate with Kim Cummings to acquire an easement for the recharge area. Director Vukich was appointed to help.

Bob Jasper wished the Board a Merry Christmas and a Happy New Year on behalf of himself and the staff and thanked them for their help and guidance.

**RESOLUTION  
NO. 20-97**

**RESOLUTION OF THE BOARD OF DIRECTORS OF TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT SETTING THE WATER RATES FOR 1998.** General Manager recommended a 10% increase in the agricultural rate for 1998. Discussion took place on this matter and when it was complete, Director Cowan introduced and moved for the adoption of Resolution 20-97, seconded by Director Prel. Roll call was taken on the vote with the following outcome:

**AYES:** Adams, Backes, Cowan, Prel and Vukich  
**NOES:** None  
**ABSENT:** None

**RESOLUTION  
NO. 21-97**

**VOLUNTEER PERSONNEL WORKER'S COMPENSATION INSURANCE**  
This resolution was reviewed by the Board. Director Cowan said this was a very good insurance policy to have. President Backes said if the District is covered under Worker's Compensation, it would eliminate possible lawsuits. After discussion was complete, Director Prel introduced and moved for the adoption of Resolution No. 21-97, seconded by Director Vukich. Roll call was taken on the vote with the following outcome:

**AYES:** Adams, Backes, Cowan, Prel and Vukich  
**NOES:** None  
**ABSENT:** None

**PROPOSED  
EMPLOYEE  
HANDBOOK**

The proposed employee handbook was reviewed by the Board. Some discussion took place and some changes were recommended, however, no formal action was taken at this time.

**GHCS D**

After reviewing the written report from Dr. Mann, the Board directed staff to pursue the matter with GHCS D and asked them to bring their pumping in line with the District's expectations for 1998. Director Cowan made the motion, seconded by Director Vukich and unanimously carried.

EMPLOYEE  
RETIREMENT  
PLAN

This item was tabled.

SALE OF  
SURPLUS  
WATER RIGHTS

The Board reviewed the matter of the proposed sale of groundwater rights by a Cantil area landowner to the City of Los Angeles. After discussion was complete, President Backes suggested that the Board not take any action at this time.

SALARY  
COMMITTEE

President Backes appointed Directors Vukich and Adams to the Salary Committee for 1998.

CLOSED  
SESSION

The Board went into closed session in accordance with Government Code Section 54956.9.

Return to Open Session. President Backes directed the minutes show the Board took no action in regard to the discussion held in Closed Session.

FINANCIAL

Vouchers #528-617 totaling \$136,353.38 and Vouchers #618-626 totaling \$29,451.44 and additional Voucher #521 totaling \$508.47 to be paid from Fund 60170; Voucher #1 totaling \$452,953.00 to be paid from Fund 60182; and Voucher #12 totaling \$2,498.50 to be paid from Fund 60186 were reviewed. With a motion made by Director Cowan, and seconded by Director Vukich the vouchers were approved for payment. (Ayes 5, Noes 0)

OTHER

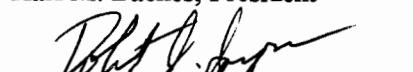
Director Cowan suggested that the employees be given a bonus for the work that has been done on the emissions reduction project. President Backes recommended that staff and the Salary Committee discuss this matter and make a recommendation to the Board.

President Backes entertained a motion that the staff be congratulated on its fine efforts during the past year. Noting the appreciation of the Board for everything they have done not only on the major construction, but also performance of the daily operations of the District with honesty, enthusiasm and excellence. Motion was made by Director Vukich, and seconded by Director Cowan. (Ayes 5, Noes 0)

ADJOURNMENT

President Backes entertained a motion that the meeting be adjourned. Motion was made by Director Cowan, seconded by Director Adams and unanimously carried.

  
Karl M. Backes, President

  
Robert J. Jasper, Secretary

**TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT  
REGULAR MEETING OF THE BOARD OF DIRECTORS**

**January 21, 1998  
4:00 P.M.  
22901 Banducci Road**

President Backes called the meeting to order and asked for roll call.

**DIRECTORS  
PRESENT** Adams, Backes, Cowan, Prel, and Vukich

**OTHERS** Bob Jasper, Dr. Mann , Earl Norcross and John Otto

**MINUTES** Minutes of the regular meeting of December 17, 1997 were approved as presented with a motion made by Director Vukich, seconded by Director Cowan. (Ayes 5, Noes 0)

**MANAGER'S  
REPORT** Bob Jasper reviewed the details of his written report, noting the imported water system is operating at 14 cubic feet per second.

Bob reviewed the Interruptible Water Program and said the State has announced that the interruptible water is available at a discounted rate. This water could be available through April.

The proposed addition to the exhaust emissions regulations was reviewed. Bob said comments are being prepared and are due by February 16.

A report was given on the Cal-Fed Program. Bob Jasper said it is the consensus of the State water contractors that the State Project will never be complete. He said the movement now is in the direction of groundwater banking and recharge for the dry years. He then described the work the District has already done in this regard and he said he would recommend some new wells be included in the next fiscal year budget.

A report was given on the committee meetings that have been held regarding the GHCS D water supply planning and some discussion took place.

**RESOLUTION  
NO. 1-98** RESOLUTION OF THE BOARD OF DIRECTORS OF TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT FOR TRANSFER OF FUNDS from Fund 60170 (General) to 60183 (Emissions Reduction Debt Service) was reviewed. Director Vukich introduced and moved for the adoption of Resolution 1-98, seconded by Director Prel. Roll call was taken on the vote with the following outcome:

**AYES:** Adams, Backes, Cowan, Prel and Vukich  
**NOES:** None  
**ABSENT:** None

**RESOLUTION  
NO. 2-98**

**RESOLUTION OF THE BOARD OF DIRECTORS OF TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT FOR THE ADDITION OF SECTION 457 PLAN FOR VOLUNTARY EMPLOYEE CONTRIBUTIONS TO RETIREMENT PLAN.** Director Prel introduced and moved for the adoption of Resolution No. 2-98 seconded by Director Vukich. Roll call was taken on the vote with the following outcome:

**AYES:** Adams, Backes, Cowan, Prel and Vukich  
**NOES:** None  
**ABSENT:** None

**REQUEST  
FOR  
CONTRIBUTION**

The California Farm Water Coalition requested a contribution. The Board reviewed the request and upon conclusion of the discussion, President Backes recommended that this request be bypassed this year. Motion was made by Director Cowan, seconded by Director Adams. (Ayes 5, Noes 0)

**KUHS,  
PARKER &  
STANTON**

Kuhs, Parker & Stanton requested an increase of \$10 per hour. After some discussion, Director Vukich made a motion that the increase be approved, seconded by Director Cowan. (Ayes 5, Noes 0)

**TEHACHAPI  
BASIN  
WATERMASTER**

A discussion took place on the proposed plan for GHCS D's Water Supply for 1998 and the committee meetings that have taken place.

Director Vukich said the Board of Directors for GHCS D has approved drilling a new well. A site has been chosen and they are currently waiting for plans and specifications.

Bob Jasper reported on the joint committee meetings that have taken place between the City, GHCS D and TCCWD with regard to the inter-tie. He said the conclusion of the meetings was the City would not be able to develop a suitable agreement for this project in time to meet this year's pumping needs in GHCS D.

A discussion took place on the need for a new well in the Tehachapi Basin. Bob Jasper explained the need for a stand by well. Some discussion also took place on the proposed area for the test hole. The recommended site was on District property just north of the Antelope Dam. Director Vukich said he did not agree with this well site.

In regard to the GHCS D 1998 Water Plan, President Backes directed staff to continue to work on the program and move on the basis of the discussion held today.

In regard to the new well in the Tehachapi Basin, President Backes asked staff to get a site chosen and obtain estimates and put the matter on the agenda for the next meeting.

Director Vukich reported that he had spoken with Kim Cummings regarding the use of his pond in Cummings Valley for a recharge site. He said Mr. Cummings was agreeable and said to proceed with the project. Work has begun on the easement description.

**CLOSED  
SESSION**

The Board went into closed session in accordance with Government Code Section 54957.

The Board returned to open session.

**SALARY  
COMMITTEE**

The Salary Committee recommended a cost of living increase of 3% across the Board, effective January 1, 1998. Motion was made by Director Cowan, seconded by Director Adams. (Ayes 5, Noes 0)

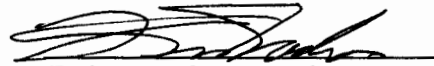
The Salary Committee also recommended a bonus of \$1,000 for all full-time employees. Director Vukich made the motion the bonus be approved, seconded by Director Cowan. (Ayes 5, Noes 0)

**FINANCIAL**

Vouchers #630-721 totaling \$146,966.67 and Vouchers #722-737 totaling \$36,559.15 to be paid from Fund 60170; and Voucher #3 totaling \$110,309.16 to be paid from Fund 60183 were reviewed. With a motion made by Director Vukich, and seconded by Director Cowan the vouchers were approved for payment. (Ayes 5, Noes 0)

**ADJOURNMENT**

President Backes entertained a motion that the meeting be adjourned. Motion was made by Director Vukich, seconded by Director Cowan and unanimously carried.



Karl M. Backes, President



Robert J. Jasper, Secretary

**TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT  
SPECIAL MEETING OF THE BOARD OF DIRECTORS**

**January 28, 1998**

**4:00 P.M.**

**22901 Banducci Road**

President Backes called the meeting to order and asked for roll call.

**DIRECTORS** Adams, Backes, Cowan, Prel, and Vukich

**PRESENT**

**OTHERS** Rick Bingham (GHCSO), Bill Fisher (GHCSO), Bob Jasper, John Johnson, and John Otto

President Backes said this was a Special Meeting of the Board of Directors to consider the GHCSO plan for producing water for this coming year.

**GHCSO** Bob Jasper addressed the Board. He said there have been a few committee meetings and Director Vukich has participated. He said the issue to consider is, how will GHCSO make it through the 1998 pumping season, assuming that the time will not permit a formal agreement with the City before the season begins.

Location of a replacement well in Golden Hills' service area to be completed sometime between April and June. The site for the well has been chosen.

Bob Jasper reported Dr. Mann is looking into ways to increase production with their existing system. Dr. Mann has recommended looking at maximizing their recharge system. Some discussion took place at this time regarding possible problems that could arise from increasing flow into the recharge area.

Bob Jasper explained the problem for GHCSO comes down to cash flow at the time they will be taking the water. He suggested that the savings obtained from purchasing return flow water could be passed on to GHCSO; or delay payment until after the 1<sup>st</sup> of July. Director Vukich added that the committee worked very hard on this and Dr. Mann did agree on the new well site. He also said Dr. Mann feels the new well site will not affect the surrounding wells.

President Backes suggested that the District could not sell the interruptible water at a lower rate because it can't be done without cutting the rates across the board. He said he feels the Board should consider extending payments and the schedule for payments could be figured out later.

A discussion took place on the status of the groundwater levels since GHCSO has been using their recharge project. District has read wells in the area and the groundwater levels have gone down due to the amount of groundwater pumped by GHCSO.

GHCS D has budgeted for 300-acre feet of recharge water and they would like to increase that amount, but they will not have a final figure for the additional amount of recharge water to be purchased until the review of past year's pumping records is complete. President Backes entertained a motion that the Board intends to work with GHCS D with regard to extending payments on imported water should it become necessary for them to order more than the 300-acre feet they are already committed to. Motion was made by Director Cowan, seconded by Director Vukich. (Ayes 5, Noes 0)

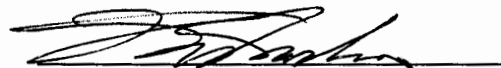
**TEHACHAPI  
BASIN  
WATERMASTER**

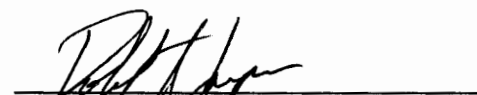
Bob Jasper opened the discussion regarding drilling a test well in the area along the toe of the Antelope Dam, which is on District property. He said he feels it will be a good recovery well. He also said that in the next fiscal year budget, he intends to recommend three new wells, one in each basin (Tehachapi, Brite and Cummings). He said groundwater banking is going to be necessary because the State Water Project will never be complete.

Bob Jasper said the area chosen is in the deepest part of the basin. He explained the research that was done in selecting the site, including research of well logs in the area. An extensive discussion took place, but no action was taken.

**ADJOURNMENT**

The meeting was adjourned with a motion made by Director Cowan, seconded by Director Adams. (Ayes 5, Noes 0)

  
Karl M. Backes, President

  
Robert J. Jasper, Secretary

**TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT  
REGULAR MEETING OF THE BOARD OF DIRECTORS**

**February 18, 1998  
4:00 P.M.  
22901 Banducci Road**

President Backes called the meeting to order and asked for roll call.

**DIRECTORS** Adams, Backes, Cowan, Prel and Vukich  
**PRESENT**

**OTHERS** Bob Jasper, John Johnson and John Otto

**MINUTES** Minutes of the regular meeting of January 21, 1998 were approved as presented with a motion made by Director Cowan, seconded by Director Adams. (Ayes 5, Noes 0)

Minutes of the special meeting of January 28, 1998 were approved as presented. Motion was made by Director Cowan, seconded by Director Vukich. (Ayes 5, Noes 0)

**MANAGER'S** Bob Jasper reported the District is still taking surplus water at the reduced rate. He said the imported water system is operating at seven cubic feet per second due to construction work on the aqueduct. Construction should be complete by March 20 depending on weather.  
**REPORT**

The District's flood control facilities are working satisfactorily. There is some deposition which will have to be cleaned up when the weather breaks. The only damage so far is the road crossing at Tejon Creek.

There was a gain of 143-acre feet in reservoir storage in January.

Director Vukich asked about the channels. Bob Jasper said there weren't any significant damages, but sand is building up.

Bob Jasper reported on some legislation that ACWA is sponsoring regarding proposed limitations on competitive bidding. Legal Counsel has recommended that no action be taken in regard to this matter until the draft legislation is available for review.

A report was given on the various committee meetings that have taken place and a progress report was given on the Keene Water Project. Bob Jasper met with Emilio Huarte, legal counsel for UFW today. He said the project is progressing.

TEHACHAPI BASIN GROUNDWATER MANAGEMENT

A. Tehachapi Basin Watermaster – Exchange Pool and Temporary Assignment of Water Rights - 1998

The Board reviewed the proposed Exchange Pool for 1998.

| <u>Exchangee</u>  | <u>Amount</u> | <u>Exchangor</u> |
|-------------------|---------------|------------------|
| City of Tehachapi | 5.000 AF      | John Nunes       |

Director Cowan made a motion that the Exchange Pool be approved, seconded by Director Vukich. (Ayes 5, Noes 0)

Temporary Assignments of Water Rights

| <u>Assignor</u>           | <u>Amount<br/>Base/Allowed</u> | <u>Assignee</u>           |
|---------------------------|--------------------------------|---------------------------|
| Grant D. Sullivan Trust   | 22.500 / 15.000                | John Pulford              |
| Grant D. Sullivan Trust   | 42.000 / 28.000                | Antelope Valley Water Co. |
| Sun Trails, Inc.          | 305.000/203.333                | Golden Hills CSD          |
| John Nunes, Jr.           | 1,000 / 667.000                | City of Tehachapi         |
| Herbert Volz              | 19.000 / 12.667                | GHCS D                    |
| Marianne H. Kubicek Trust | 305.000 / 203.333              | GHCS D                    |
| Grant Frezieres           | 138.999 / 92.667               | GHCS D                    |
| Diana Elsa Pecora Abel    | 16.569 / 11.046                | GHCS D                    |
| Donald and Betty Burgeis  | 24.000 / 16.000                | GHCS D                    |
| Mid Valley Ventures       | 32.000 / 21.333                | GHCS D                    |
| Schultz Enterprises       | 27.000 / 18.000                | GHCS D                    |

President Backes entertained a motion that the Temporary Assignments of Water Rights be approved as presented on the condition that those water rights leased by GHCS D be pumped in accordance with the GHCS D pumping plan for 1998 as approved by the Board. Motion was made by Director Vukich, seconded by Director Adams and unanimously approved.

B. Committee Reports:

Interruptible Water Supply Rate – President Backes reviewed the discussion that took place at the special meeting on January 28, 1998. After discussion was complete, the item was tabled for further study. President Backes asked Director Vukich if he would participate on a committee to study this matter. Director Vukich agreed.

Test Well and Purchase of New Well – President Backes explained that the Debs/Patterson well was available for sale to the District again at the appraised value. He suggested the District purchase this well rather than drilling a test hole at Antelope Dam. The location of the well was pinpointed for the Board and Bob Jasper explained that the well is already connected to the District's pipeline because the District leased the well in 1992. The past attempt to purchase the well from Sierra National was reviewed for the benefit of the new Board members. After discussion was complete, President Backes directed staff to update the matter of the Debs/Patterson well. Motion was made by Director Adams, seconded by Director Vukich, and unanimously carried.

ASH  
TRACT

The letter agreement between the City of Tehachapi and TCCWD for the Ashtown Project was reviewed. After discussion was complete, President Backes entertained a motion that the General Manager be authorized to sign the letter agreement as presented. Motion was made by Director Cowan, seconded by Director Adams, and unanimously carried.

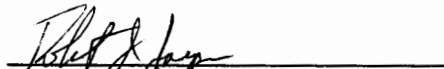
FINANCIAL

Vouchers #738-809 totaling \$113,935.36 and Vouchers #810-823 totaling \$16,978.37 to be paid from Fund 60170; and Voucher #12-15 totaling \$1,188.80 to be paid from Fund 60186 were reviewed. With a motion made by Director Cowan, and seconded by Director Prel the vouchers were approved for payment. (Ayes 5, Noes 0)

ADJOURNMENT

President Backes entertained a motion that the meeting be adjourned. Motion was made by Director Vukich, seconded by Director Adams and unanimously carried.

  
Karl M. Backes, President

  
Robert S. Jasper, Secretary

**TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT  
SPECIAL MEETING OF THE BOARD OF DIRECTORS**

**March 4, 1998**

**4:00 P.M.**

**22901 Banducci Road**

**DIRECTORS  
PRESENT**

Adams, Backes, Cowan, and Vukich.  
Director Prel was absent at roll call.

**OTHERS  
PRESENT**

Bob Jasper, John Johnson and John Otto

**OPENING  
REMARKS**

President Backes stated this was a special meeting of the Board of Directors for the purpose of going through the items on the agenda.

**RATE FOR  
INTERRUPTIBLE  
SUPPLY WATER**

Bob Jasper reviewed the memo that was addressed to the Board. The memo summarized the committee meetings that have taken place in regard to this matter. Also included in the memo was the committee's proposed policy for the interruptible supply water for consideration by the Board today.

After discussion was complete, President Backes entertained a motion that the Board adopt the Interruptible Water Supply Policy as expressed in the presentation by Bob Jasper, effective immediately. Director Cowan made the motion to adopt the policy, seconded by Director Adams, and it was unanimously carried.

**REQUEST FOR  
CONTRACT  
CHANGE**

President Backes opened the discussion on the matter of a requested contract change for Golden Hills CSD. He said the Board had discussed this matter at a previous meeting and it was the Board's conclusion at that time that the Board was not interested in changing the M & I Agreement with GHCSO. The committee also discussed the matter and they concurred that the agreement does not need to be changed at this time.

Director Prel arrived at 4:15 p.m.

**SIERRA NATIONAL  
BANK WELL**

Bob Jasper reported that the property is still in escrow. He said the District has received an updated appraisal from Karpe-Fisher on the well. Bob Jasper reviewed the updated appraisal with the Board and discussion took place on the work required and costs involved with bringing the well up to standards.

Special Meeting  
March 4, 1998  
Page 2


**ASHTOWN  
SEWER AND  
WATER PROJECT**


President Backes reviewed this matter with the Board. Bob Jasper added that the City wants TCCWD to exercise its option to buy the Ashtown wells. He said District staff was ready to do that, but there was some concern about the approval of the annexation. The City agreed to send a letter to the property owners asking them to approve the sale. The result was 81.5% approval. With the annexation progressing, District staff recommended that the Board exercise its option, with the condition that the proceeds of the sale go into the sewer and water project.

President Backes entertained a motion that the Board exercise its option to purchase the Ashtown wells and site on the condition that the money go to the project and not to Ashtown as per the agreement. Director Vukich made the motion and it was seconded by Director Adams. (Ayes 5, Noes 0)

**ADJOURNMENT**

The special meeting was adjourned with a motion made by Director Vukich, seconded by Director Cowan. (Ayes 5, Noes 0)

  
Karl M. Backes, President

  
Robert J. Jasper, Secretary

**TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT  
REGULAR MEETING OF THE BOARD OF DIRECTORS**

**March 18, 1998  
4:00 P.M.  
22901 Banducci Road**

President Backes called the meeting to order and asked for roll call.

**DIRECTORS  
PRESENT** Adams, Backes, Cowan, Prel and Vukich

**OTHERS** Bob Jasper and John Otto

**MINUTES** Minutes of the regular meeting of February 18, 1998 were approved as presented with a motion made by Director Cowan, seconded by Director Vukich. (Ayes 5, Noes 0)

**MANAGER'S  
REPORT** Bob Jasper reviewed the details of his written report. He said the imported water system is still operating at seven cubic feet per second.

In regards to exercising the District's option to purchase the Ashtown wells, Legal Counsel and staff have recommended that we wait until annexation is complete. Bob also reviewed the timeline for the projects with the Board.

District personnel are in the process of maintaining flood control facilities. A report was given on the erosion damage above Highway 202 in the I.D. #3 channel. John Otto is working with the National Resources Conservation Service to get partial reimbursement for the expenses incurred in repairing the flood damage.

A report was given on the status of the CCI sewer and water project and also the Cummings Basin Recharge Project to be located on the Cummings property.

**SIERRA  
NATIONAL  
BANK WELL** Bob Jasper updated the Board on the status of this project, but no formal action was taken.

**EMPLOYEE  
HANDBOOK** The revised Employee Handbook was reviewed by the Board. After discussion was complete, President Backes entertained a motion that the Board accept the Employee Handbook as presented as the Board's expression of management and employment in the work place. Director Cowan made the motion to accept the handbook, seconded by Director Prel and the motion was unanimously carried.

RESOLUTION  
NO. 3-98

RESOLUTION OF THE BOARD OF DIRECTORS OF TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT FOR TRANSFER OF FUNDS. This resolution for a transfer of funds from KCWA (Fund 60182) to the General Fund (60170) in the amount of \$350,000.00 was reviewed by the Board. After discussion was complete, Director Cowan introduced Resolution No. 3-98 and moved for its adoption. Director Vukich seconded the motion and roll call was taken on the vote with the following outcome:

AYES: Adams, Backes, Cowan, Prel and Vukich  
NOES: None  
ABSENT: None

ASH  
TRACT

Tabled.

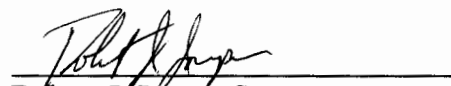
FINANCIAL

Vouchers #824-908 totaling \$112,204.71 and Vouchers #909-925 totaling \$35,938.98 to be paid from Fund 60170 were reviewed. With a motion made by Director Vukich, and seconded by Director Cowan the vouchers were approved for payment. (Ayes 5, Noes 0)

ADJOURNMENT

President Backes entertained a motion that the meeting be adjourned. Motion was made by Director Prel, seconded by Director Adams and unanimously carried.

  
Karl M. Backes, President

  
Robert J. Jasper, Secretary

**TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT  
REGULAR MEETING OF THE BOARD OF DIRECTORS**

**April 15, 1998  
4:00 P.M.  
22901 Banducci Road**

President Backes called the meeting to order and asked for roll call.

**DIRECTORS** Adams, Backes, Cowan, Prel and Vukich  
**PRESENT**

**OTHERS** Bob Jasper and John Otto

**MINUTES** Minutes of the Special Meeting of March 4, 1998 were approved as presented with a motion made by Director Cowan, seconded by Director Vukich. (Ayes 5, Noes 0).

Minutes of the Regular Meeting of March 18, 1998 were approved as presented with a motion made by Director Prel, seconded by Director Cowan. (Ayes 5, Noes 0)

**MANAGER'S** Bob Jasper reviewed the details of his written report. The imported water  
**REPORT** system has not been started yet because the reservoir is at maximum winter storage. He said the start-up is anticipated in mid to late May. The Tehachapi Basin Recharge project is in operation in the Antelope Dam at the rate of approximately 10-acre feet per day. The Cummings Basin and GHCS D project are not in operation at this time due to runoff.

In regard to the erosion damage on the ID #3 Channel, District staff has applied to the Natural Resource Conservation Service for reimbursement of up to 75% of the total cost of repair. The City of Tehachapi has also applied for FEMA funds to make the repairs as landowner.

General Manager reported on the Natural GAS PSA meeting he attended in Sacramento. He said a new energy provider was selected, Mock Energy Services. Bob also reported that Mock Energy Services was purchased by Coral Energy which is owned by Shell Oil Company. The rate for Mock Energy will be index plus \$.003. The current price is index plus \$.02. Discussion continued on the new contract.

Some discussion took place on the possibility of recovering water from Brite Basin. Bob said Dr. Mann has completed most of the work the District needed him to do, but he still needed to review the figures on the losses in the meadows area. It is planned to include an item in the next budget to request funds to drill a new well in the Brite Valley area so this water can be pumped from the ground and put back in the mainline.

A report was made on a meeting attended regarding the Cal-Fed process for the Delta solutions. He said a report was given on the status and the three alternative Delta facility projects. Bob said he feels the solution will be a long time coming and when it is finally concluded it will not completely solve the problem because the District will never be able to have its full entitlement. At this meeting, a report was made by the KCWA on the State's revision of the criteria for wet, dry and normal years which reiterated the need to make an aggressive effort on the groundwater banking program.

MINUTE ORDER

President Backes entertained a motion that the matter of surplus equipment be added to the agenda. Director Vukich made the motion, seconded by Director Prel. (Ayes 5, Noes 0)

SURPLUS  
EQUIPMENT

President Backes entertained a motion that the Board declare the building and equipment surplus to the District's needs, to include the tower (to be left in place as is), license and radios. Motion was made by Director Vukich, seconded by Director Adams. (Ayes 5, Noes 0)

RESOLUTION  
NO. 4-98

RESOLUTION OF THE BOARD OF DIRECTORS OF TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT FOR TRANSFER OF FUNDS. The Board reviewed this resolution for a transfer of funds from the General Fund (60170) to the Emissions Reduction Project Fund (60183) in the amount of \$134,500.00 for debt service. After discussion was complete, Director Cowan introduced Resolution No. 4-98 and moved for its adoption. Director Vukich seconded the motion and roll call was taken on the vote with the following outcome:

AYES: Adams, Backes, Cowan, Prel and Vukich  
NOES: None  
ABSENT: None

TEHACHAPI  
BASIN  
WATERMASTER

The following permanent transfers of water rights were reviewed by the Board:

| <u>From</u>         | <u>To</u>        | <u>Base Amount</u> |
|---------------------|------------------|--------------------|
| R. Paul Robb        | Golden Hills CSD | 115.000            |
| Mettler & Armstrong | Golden Hills CSD | 57.000             |

|               |                  |        |
|---------------|------------------|--------|
| Don Carroll   | Gary Bozenich    | 55.000 |
| Gary Bozenich | Golden Hills CSD | 23.000 |
| Don Carroll   | Golden Hills CSD | 55.000 |

After reviewing these transfers, Director Cowan made a motion to approve the permanent transfers as requested, seconded by Director Vukich.  
(Ayes 5, Noes 0)

STORM WATER  
RECOVERY

Discussion took place on the Stormwater Recovery Project proposed by the City of Tehachapi. President Backes said he had already appointed Directors Cowan and Vukich to a committee for this project. He also stated that no meetings should be attended unless directed by staff.


FINANCIAL

Vouchers #926-1016, totaling \$117,001.88 and additional vouchers #1017-1026, totaling \$25,312.95 to be paid from Fund 60170; Voucher #4, totaling \$134,500 to be paid from Fund 60183; and Vouchers #16-17, totaling \$5,586.53 to be paid from Fund 60186 were reviewed and approved with a motion made by Director Vukich, seconded by Director Adams. (Ayes, Noes 0)

ADJOURNMENT

President Backes entertained a motion that the meeting be adjourned. Motion was made by Director Cowan, seconded by Director Prel and unanimously carried.

  
Karl M. Backes, President

  
Robert J. Jasper, Secretary

**TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT  
REGULAR MEETING OF THE BOARD OF DIRECTORS**

**May 20, 1998  
4:00 P.M.  
22901 Banducci Road**

President Backes called the meeting to order and asked for roll call.

**DIRECTORS** Adams, Backes, Cowan, Prel and Vukich  
**PRESENT**

**OTHERS** Bob Jasper and John Otto

**MINUTES** Minutes of the Regular Meeting of April 15, 1998 were approved as presented with a motion made by Director Vukich, seconded by Director Cowan. (Ayes 5, Noes 0)

**MANAGER'S** Pumping operations began May 18<sup>th</sup>. The system is operating at 13 ½ to 14  
**REPORT** cubic feet per second.

The Natural Gas PSA Service Agreement was approved by the Executive Committee of ACWA-USA at the ACWA conference in Monterey. Contract negotiations are progressing with New Energy Ventures.

In regard to the repairs for the I.D. #3 flood control channel, a contract with the National Resource Conservation Service is on the agenda today for consideration by the Board. Bob Jasper explained that the original cost estimate of \$30,000 prepared by Joe Rickett was increased to \$70,000 due to the use of rock grouted riprap and compaction as opposed to the use of straw, and seeding for erosion control. The use of rock riprap was a requirement by the NRCS as well as putting the contract up for bid as opposed to using District personnel. This agreement will cover 75% of the total cost of the repairs.

A report was given on some additional regulations being considered by the South Coast Air Resources Management Board, which would require ammonia injection into catalytic converters on lean burn, gas-fired, engines over 2,000 horsepower. Written comments were sent to the SCARMB, but the regulation was adopted despite any objections. Bob Jasper said he feels this could be dangerous and could cause more hazard to the environment. He also said he feels that CARB and the other air pollution control districts are trying to force the use of electrical engines by outlawing IC engines.

**RESOLUTION** RESOLUTION OF THE BOARD OF DIRECTORS OF THE TEHACHAPI-  
**NO. 5-98** CUMMINGS COUNTY WATER DISTRICT RELATING TO THE  
APPROPRIATION OF VARIOUS FUNDS OF THE DISTRICT AND IN  
ACCORDANCE WITH CERTAIN PROCEDURES AND RULES RELATIVE  
THERETO AS DEFINED IN RESOLUTION NO. 3-80 OF THIS BOARD OF  
DIRECTORS.

The Board reviewed this resolution and after discussion was complete, Director Vukich introduced and moved for the adoption of Resolution 5-98. Director Prel seconded the motion and roll call was taken on the vote with the following outcome:

AYES: Adams, Backes, Cowan, Prel and Vukich  
NOES: None  
ABSENT: None

RESOLUTION  
NO. 6-98

**RESOLUTION OF THE BOARD OF DIRECTORS OF THE TEHACHAPI-  
CUMMINGS COUNTY WATER DISTRICT FOR TRANSFER OF FUNDS**

The Board reviewed this resolution for the transfer of funds from KCWA (60182) to General (60170) in the amount of \$359,789.00 for the payment of District obligations and after discussion was complete, Director Cowan introduced and moved for the adoption of Resolution 6-98. Director Adams seconded the motion and roll call was taken on the vote with the following outcome:

AYES: Adams, Backes, Cowan, Prel and Vukich  
NOES: None  
ABSENT: None

AMENDMENT  
TO TERM M&I  
AGREEMENT  
FOR BVCS

Tabled.

TEHACHAPI  
BASIN  
WATERMASTER

This item was tabled, pending receipt of a Permanent Transfer of Water Rights form from John Nunes to the City of Tehachapi, and signed by the Bankruptcy Court.

I.D. #3 CHANNEL  
REPAIR  
AGREEMENT

The agreement with the National Resources Conservation Service for the repair of the I.D. #3 Flood Control Channel was reviewed by the Board. After discussion was complete, President Backes asked if there were any questions. No questions were asked and Director Cowan made a motion that the agreement be approved. Director Vukich seconded the motion and it was unanimously carried.

SET DATE  
FOR BENEFIT  
ASSESSMENT  
HEARING

The 1998-99 Benefit Assessment Hearing was scheduled for July 29<sup>th</sup> at 1:00 p.m. in the District Office.

**BUDGET  
COMMITTEE**

Directors Cowan and Adams were appointed to the 1998-99 Budget Committee.

**REQUESTS  
FOR  
CONTRIBUTIONS**

The following contribution requests were reviewed by the Board:


1. Mobile Irrigation Lab's request for \$1,000.00. This request was reviewed by the Board and after discussion was complete, Director Cowan made a motion that the request be approved and Director Adams seconded the motion. (Ayes 4, Noes 0, Abstain 1)
2. Water Association of Kern county for \$750.00. This request was reviewed by the Board and after discussion was complete, Director Cowan made a motion that the request be approved. Director Vukich made the second and the vote was unanimous.

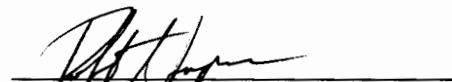
**FINANCIAL**

Vouchers #1,027-1,114 totaling \$99,930.30, and additional vouchers #1,115-1,126 totaling \$12,535.24 to be paid from Fund 60170 were approved with a motion made by Director Cowan, seconded by Director Vukich. (Ayes 5, Noes 0)

**ADJOURNMENT**

President Backes entertained a motion that the meeting be adjourned. Motion was made by Director Prel, seconded by Director Adams and unanimously carried.

  
Karl M. Backes, President

  
Robert J. Jasper, Secretary

**TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT  
REGULAR MEETING OF THE BOARD OF DIRECTORS**

**June 17, 1998  
4:00 P.M.  
22901 Banducci Road**

President Backes called the meeting to order and asked for roll call.

**DIRECTORS** Adams, Backes, Cowan, Prel and Vukich  
**PRESENT**

**OTHERS** Bob Jasper, John Otto and Jack Pettijohn

**MINUTES** Minutes of the Regular Meeting of May 20, 1998 were approved as presented with a motion made by Director Cowan, seconded by Director Vukich. (Ayes 5, Noes 0)

The Board moved to Agenda Item X to accommodate the schedule of Mr. Pettijohn.

**MOUNTAIN MEADOWS CSD** Bob Jasper reviewed the letter received from Mountain Meadows with the Board and discussion took place on the proposed easement and fence project and the need for additional easements in the area. Upon conclusion of the discussion, President Backes appointed Directors Vukich and Prel to look into the matter and bring it back to the Board.

**MANAGER'S REPORT** General Manager reported that the imported water system is operating at 20 CFS.

The Budget Committee met yesterday and the Preliminary Budget is available for review here today.

A report was given on the public meeting that was held on June 11 for Ash Tract and also the Preconstruction meeting that was held on June 16. Bob said that both meetings went very well and there was no opposition to the project. He also said that all the conditions have been met and recommended that the District move ahead and take care of the MOU by advancing the remaining funds for construction to the City and also move ahead with purchasing the wells from Ashtown Mutual Water Company.

A discussion took place on the Benz property with regard to easements needed and fencing the District's property. Bob reported that the escrow will close soon and Paul Benz is concerned about the District having the easements it needs. Mr. Benz has proposed the easement on the deed in our easement agreement be continued to 30' west to the edge of his property. Joe Broadbent will be installing the fence for the Benz property and Bob suggested the District have a fence installed by him around the District property at the same time.

Some discussion took place on the water plan for Golden Hills CSD for 1998.

**RESOLUTION  
NO. 7-98**

**RESOLUTION OF THE BOARD OF DIRECTORS OF THE TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT AUTHORIZING APPLICATION TO THE DIRECTOR OF INDUSTRIAL RELATIONS, STATE OF CALIFORNIA, FOR A CERTIFICATE OF CONSENT TO SELF INSURE WORKER'S COMPENSATION LIABLITIES.** The Board reviewed this resolution and some discussion took place. After discussion was complete, Director Cowan introduced Resolution No. 7-98 and moved for its adoption. The motion was seconded by Director Prel and roll call was taken on the vote.

**AYES:** Adams, Backes, Cowan, Prel and Vukich  
**NOES:** None  
**ABSENT:** None

**RESOLUTION  
NO. 8-98**

**RESOLUTION OF THE BOARD OF DIRECTORS OF THE TEHACHAPI-CUMMINGS COUNTY WATER DISTRICT FOR TRANSFER OF FUNDS** The Board reviewed this resolution for the transfer of funds from Debt Service Reserve (60184) to U.S. Debt Service (60180) in the amount of \$40,199.45 for the payment of District obligations and after discussion was complete, Director Vukich introduced and moved for the adoption of Resolution 8-98. Director Adams seconded the motion and roll call was taken on the vote with the following outcome:

**AYES:** Adams, Backes, Cowan, Prel and Vukich  
**NOES:** None  
**ABSENT:** None

**ASHTOWN  
PROJECT**

Bob Jasper reviewed the escrow instructions and grant deed for the purchase of wells from Ashtown Mutual Water Company. Upon completion of the discussion, President Backes entertained a motion that the President and Secretary be authorized to sign the escrow instructions and proceed with the purchase of the wells. Director Vukich made the motion, seconded by Director Cowan. (Ayes 5, Noes 0)

In regard to advancing the funds for construction of the project, President Backes entertained a motion that the Board authorize payment of the final amounts due subject to getting an agreement from the EPA that we will caught up with our responsibility with the final payment and subject to the satisfaction of Legal Counsel. Motion was made by Director Vukich, seconded by Director Cowan. (Ayes 5, Noes 0)

**TEHACHAPI  
BASIN  
WATERMASTER**

Tabled.

**PRELIMINARY  
BUDGET**

Bob Jasper reviewed the Preliminary Budget with the Board and some necessary changes were noted. After discussion was complete, President Backes entertained a motion that the Board accept the Preliminary Budget as amended. Motion was made by Director Vukich, seconded by Director Adams. (Ayes 5, Noes 0)

**REQUEST FOR  
CONTRIBUTION**

President Backes suggested that a contribution of \$285.00 be made to the California Farm Water Coalition. Motion was made by Director Vukich, seconded by Director Adams. (Ayes 5, Noes 0)

**AMENDMENT  
TO TERM M&I  
AGREEMENT  
FOR BVCS D**

The Amendment to the Term M & I Agreement for Bear Valley CSD was reviewed. This amendment was necessary for the sale of recharge water. President Backes entertained a motion that the Amendment to the Term M & I Agreement be approved. Motion was made by Director Cowan, seconded by Director Prel. (Ayes 5, Noes 0)

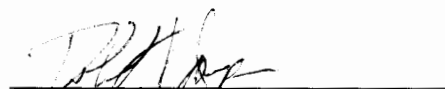
**FINANCIAL**

Vouchers #1128 - 1204 totaling \$92,883.20 and additional vouchers #1205 - 1218 totaling \$53,631.40 to be paid from Fund 60170; Voucher #1 totaling \$229,532.16 to be paid from Fund 60180; Voucher #2 totaling \$222,216.00 to be paid from Fund 60182 and Voucher #18 totaling \$408.00 to be paid from Fund 60186 were approved with a motion made by Director Cowan, seconded by Director Prel. (Ayes 5, Noes 0)

**ADJOURNMENT**

President Backes entertained a motion that the meeting be adjourned. Motion was made by Director Cowan, seconded by Director Vukich and unanimously carried.

  
Karl M. Backes, President

  
Robert J. Jasper, Secretary