

The meeting was called to order at 7:30 p.m. by Chairman Don Vaughan. Board members present were Bill Finney, Edith Mastne, and Pete Place. Also present were Ass't Supt. Randy Stark, and District Clerk Carol Quinn.

The minutes of the last meeting were read and approved as printed.

A letter from Robert Morgan was read to the Board requesting a leak adjustment. Mr. Morgan had 195,000 gallons of water go through last month when a pipe broke in his barn. As soon as he discovered it, he fixed it. Mr. Place moved and Mrs. Mastne seconded that the bill be adjusted to average. Passed. Mr. Signey Wines also had a leak that as soon as he located it was fixed. He had had 83,000 go through. Mr. Place moved and Mr. Finney seconded that Mr. Wines' bill be adjusted to average also. Passed.

Next month will be the first meeting of the budget committee for preparation of the 1989-1990 budget. Mr. Finney moved that Supt. Vance Hubbard be appointed budget officer for the year. Mr. Place seconded. Passed.

Mr. Vaughan will be moving out of the District at the end of February. There was some discussion concerning who should be appointed to fill his remaining term which expires June 30, 1989. The filing deadline for the position to be on the ballot is February 16. It would be good if whoever was appointed would be sufficiently interested to run for election for the upcoming 4-year term. It was decided that the board members would contact some individuals regarding their willingness to serve and a member will be appointed next meeting. Mr. Vaughan will submit his official resignation at that meeting also.

There was some discussion concerning a leak that Big Bear's Market may have. He has water in his building and parking lot, but it is unknown whether the leak is his or ours. The meter is on the opposite side of the highway and normally in such cases our liability extends under the road to the property line. The district will have to dig up area in the parking lot, cap it and see if the meter is still moving. The Board requested that it get taken care of as soon as possible.

There was some discussion of where to put \$100,000 CD, whether in a bank or a savings and loan in view of the current news concerning poor shape of many S & Ls. However, an article in Sunday's paper reported that the S & L's in Oregon are in no financial difficulty. In view of this, it was decided to put the CD in Benjamin Franking.

The tanks have been purchased for the pilot plant. There is some difficulty concerning a means to grade the sand. In order to comply with our time projection, the Board wants the plant operational in the next 30 days.

Mr. Place moved to transfer \$10,000.00 from Operating Contingency to Capital Outlay in the Water Treatment Fund to cover expenses involved in implementing the pilot plant.

There was discussion of the Backflow Prevention Plan. The Board agreed that it would be implemented as soon as possible but in a cooperative for good public relations, notifying first of need so budgets can be prepared. etc. Pete will notify the schools. Meeting adjourned at 8:30 p.m.