

SPECIAL MEETING NOTICE
OPEN SESSION

BLUE LAKE SPRINGS MUTUAL WATER COMPANY

Wednesday, June 27, 2018 1:00pm

Via: Teleconference

For shareholders wishing to attend the Board teleconference, the meeting will be held at the BLSMWC office at 1011 Blagen Road, Arnold
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SPECIAL OPEN SESSION AGENDA

CALL TO ORDER:

USDA INFRASTRUCTURE IMPROVEMENT / METER INSTALLATION PROJECT:

1. NOTICE TO AWARD

Resolution Approving the Notice to Award to Mazingo Construction Inc. for the Water Distribution System Improvement Project and Authorizing the General Manager to Sign on Its Behalf.

2. CONSTRUCTION AGREEMENT

Resolution Approving the Construction Agreement between Blue Lake Springs Mutual Water Company and Mazingo Construction Inc. and Authorizing the General Manager to Sign on Its Behalf

3. NOTICE TO PROCEED

Authorize General Manager to Sign the Notice to Proceed

ADJOURNMENT:

**RESOLUTION OF THE BOARD OF DIRECTORS OF THE
BLUE LAKE SPRINGS MUTUAL WATER COMPANY,
A CALIFORNIA CORPORATION**

**RESOLUTION TO ACCEPT MOZINGO CONSTRUCTION'S BID OF \$7,977,855 FOR CONSTRUCTION
SERVICES FOR THE WATER DISTRIBUTION SYSTEM IMPROVEMENT PROJECT AND TO
AUTHORIZE THE GENERAL MANAGER TO SIGN THE NOTICE OF AWARD**

WHEREAS, on May 30, 2018, two (2) responsive bids were received by Blue Lake Springs Mutual Water Company (BLSMWC) for construction of the Water Distribution System Improvement Project. Mozingo Construction, Inc., submitted a bid of \$7,977,855 and Sierra Mountain Construction submitted a bid of \$10,725,412; and,

WHEREAS, MC Engineering and BLSMWC's staff reviewed Mozingo Construction, Inc.'s bid documents, including bid bond, subcontractor list, and all bid forms and found no irregularities. MC Engineering also contacted three other entities that have hired Mozingo Construction, Inc. for water infrastructure projects and received positive feedback on their past performance; and,

WHEREAS, on June 14, 2018, after performing the above-referenced due diligence, MC Engineering sent a letter to USDA Rural Development recommending acceptance of the bid from Mozingo Construction, Inc.; and,

WHEREAS, on June 20, 2018, after reviewing the bid documents, USDA Rural Development sent a letter to MC Engineering concurring with the recommendation to award the Construction Contract to Mozingo Construction, Inc.; and,

WHEREAS, before the Construction Contract can be finalized, a bid must be accepted and a Notice of Award issued to the selected contractor.

NOW, THEREFORE, BE IT RESOLVED, that the Board of Directors of the Blue Lake Springs Mutual Water Company hereby:

- 1) accepts the bid from Mozingo Construction, Inc. in the amount of \$7,977,855 for construction of the Water Distribution System Improvement Project; and
- 2) authorizes the General Manager, Dave Hicks, to sign the Notice of Award and take all necessary action to finalize the Construction Contract and proceed with the project.

PASSED AND ADOPTED, this 28th day of June 2018, by the following vote:

AYES: 5

ABSENT: 2

NOES: none

ABSTAIN: none



Robert Maginnis, President
Board of Directors
Blue Lake Springs Mutual Water Company

**RESOLUTION OF THE BOARD OF DIRECTORS OF THE
BLUE LAKE SPRINGS MUTUAL WATER COMPANY,
A CALIFORNIA CORPORATION**

**RESOLUTION TO CONDITIONALLY APPROVE A CONSTRUCTION CONTRACT AND NOTICE TO
PROCEED TO MOZINGO CONSTRUCTION, INC., FOR CONSTRUCTION SERVICES FOR THE WATER
DISTRIBUTION SYSTEM IMPROVEMENT PROJECT AND TO AUTHORIZE THE GENERAL MANAGER
TO SIGN THE CONSTRUCTION CONTRACT AND NOTICE TO PROCEED**

WHEREAS, on June 28th, 2018, prior to the approval of this Resolution, the Blue Lake Springs Mutual Water Company ("BLSMWC") Board of Directors accepted Mozingo Construction, Inc.'s bid for construction services for the Water Distribution System Improvement Project in the amount of \$7,977,855; and,

WHEREAS, after delivery of the Notice of Award to Mozingo Construction, Inc., MC Engineering, BLSMWC staff, and BLSMWC legal counsel will work with Mozingo Construction, Inc. to finalize a Construction Contract for the above-referenced project; and,

WHEREAS, the completed Construction Contract must include all performance and payment bonds and all mandatory insurance as specified in the Construction Contract; and,

WHEREAS, to expedite the start of construction, staff recommends Board approval of the Construction Contract and Notice to Proceed subject to final approval by MC Engineering, BLSMWC staff, BLSMWC legal counsel and USDA Rural Development.

NOW, THEREFORE, BE IT RESOLVED, that the Board of Directors of the Blue Lake Springs Mutual Water Company hereby:

- 1) approves the Construction Contract and Notice to Proceed subject to final approval by MC Engineering, BLSMWC staff, BLSMWC legal counsel and USDA Rural Development; and
- 2) authorizes the General Manager, Dave Hicks, to sign the Construction Contract and Notice to Proceed.

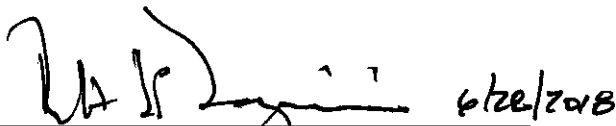
PASSED AND ADOPTED, this 28th day of June 2018, by the following vote:

AYES: 5

ABSENT: 2

NOES: none

ABSTAIN: none



Robert Maginnis, President
Board of Directors
Blue Lake Springs Mutual Water Company