

BLUE LAKE SPRINGS MUTUAL WATER COMPANY
Minutes of the 9th Interim Meeting
Arnold, California
Saturday, February 11, 2017 9:00am

00:00:00

CALL TO ORDER:

At 9:00am the meeting was called to order. Directors present were Lee Bateman, Bob Maginnis, Dave Owen, Paul Penney, Tom Schneider (via phone) and Sharon Tobias (via phone). Absent was Director Andy Rich. Also in attendance were General Manager Dave Hicks, General Counsel Michael Minkler, Watermaster Bill Heinle, new Assistant Watermaster Ethan Rector, Administrative Operations Manager Lee Schmedes and Accounts Manager Pam Bowman.

00:00:28

APPROVAL OF MINUTES:

7th Interim Meeting of December 17, 2016, 2016:

With no changes, the Minutes of December 17, 2016 stand as printed.

00:00:42

President Maginnis, with the indulgence of the Board, has moved: UNFINISHED BUSINESS: OFFICE to this spot. A report from Tim Muetterties was presented to the board regarding rental of bank side of building.

00:09:34

DISCUSSION OF MATTERS NOT ON AGENDA:

No items were brought before the Board.

00:09:47

FINANCIAL REPORT:

December Financials:

Due to the cancellation of the January meeting, Treasurer Schneider reports on the December Financials.

00:37:45

January Financials:

Treasurer Schneider reports on the January Financials.

00:47:43

President Maginnis requested a motion to accept the 2016 Financial Review. The motion was rescinded and the 2016 Financial Review will be put on the March Agenda.

00:49:14

MANAGER'S REPORTS:

Water Production / Consumption:

GM Hicks reports on water production, usage, conservation and water purchased from CCWD.

01:21:26

Drought:

GM Hicks reports we are staying in Stage 2 for health and safety use.

01:24:45

Car Wash:

GM Hicks reports on possibly selling car wash tokens, at a reduced rate, for BLSMWC shareholders.

01:26:36

CCWD Agreement:

MOTION

A **MOTION** was made by Director Bateman, seconded by Director Owen and approved by all present to accept the resolution between Calaveras County Water District (CCWD) and BLSMWC to reduce the minimum wholesale water purchase quantity to 40,000 gallons per day when either agency is imposing drought restrictions.

01:27:33

COMMITTEES:

Long Range Strategic Planning Committee:

Director Schneider's report on infrastructure improvements has been moved to Executive Session.

01:29:44

USDA Loan:

John Pedri from MC Engineering spoke on the Letter of Conditions and forms for the USDA loan. GC Minkler explains interim financing.

01:49:32

Engineering Contract:

GC Minkler reports he is comfortable with the contract however, he feels he is not qualified to make a recommendation on the scope of the contract and the engineering services. Recommends taking more time to seek outside assistance for an engineering review of the contract or get a second proposal.

02:28:45

PUBLIC RELATIONS:

Website:

AM Bowman reports on the current website activity and Facebook.

00:00:42 **UNFINISHED BUSINESS:**

Office Lessee:
(See above note)

02:32:42 **NEW BUSINESS:**

Correspondence:
No correspondence was noted.

AOM Schmedes reports to the Board that the first mailing for the 2017 Shareholder's Meeting is set for March 22, 2017. The Board needs to appoint a Nomination Chairperson to handle the Call for Candidates. Director Rich was unanimously appointed.

AOM Schmedes also informs the Board about an addition to the metered water invoices.

02:42:12 Special Shareholder's Meeting Date:

A special shareholder meeting is tentatively planned for April 8, 2017 to inform the shareholders of the USDA loan and their allocated costs.

02:47:36 **ACTION ITEMS REPORT:**

New action items noted.

03:05:21 **ADJOURNMENT TO EXECUTIVE SESSION:**

President Maginnis adjourns to Executive Session.

RECONVENE TO OPEN SESSION:

03:58:08 Report from Executive Session:
Contractual items were discussed.

03:58:59 **ADJOURNMENT:**

With no other items to come before the Board, the meeting was adjourned at 12:58pm.

Respectfully submitted by AOM Lee Schmedes
In conjunction with the digital recording of the meeting

APPROVED: