CALL TO ORDER:
At 9:00am the meeting was called to order. Directors present were Lee Bateman, Bob Maginnis, Dave Owen, Paul Penney (arrived at 10:15am), Andy Rich and Tom Schneider; absent was Sharon Tobias. Also in attendance were: General Manager Dave Hicks, General Counsel Michael Minkler, Watermaster Bill Heinle, and Administrative Operations Manager Lee Schmedes.

One guest was present at the meeting.

CONFIRMATION OF ELECTION OF OFFICERS: 2016-2017
MOTION
A MOTION was made by Director Owen, seconded by Director Schneider to accept the results of the ballot election for Directors. Approved by all present.

ELECTION OF OFFICERS: 2016-2017
MOTION
A MOTION was made by Director Bateman to re-appoint the officers from the prior year; seconded by Andy Rich. Approved by all present.

APPROVAL OF MINUTES:
12th Interim Meeting of May 14, 2016:
With no corrections the Minutes stand as printed.

DISCUSSION OF MATTERS NOT ON AGENDA:
A “congratulations” was made by Joe Morgan to the Board on their good job which he mentioned was echoed by the shareholders in attendance at the Annual Meeting.

FINANCIAL REPORTS:
May Financials:
Treasurer Schneider reports on the May Financials.

MANAGER’S REPORT:
Water Production / Consumption:
GM Hicks reports on water production, usage, conservation and water purchased from CCWD.
A Conservation goal, to be set, revealing both 2013 and 2015 numbers for comparison with 2016 numbers was discussed. Rates, penalties and actions were discussed.
Drought:
GM Hicks reports we are still staying in Stage 2.

Due to time constraints for a couple of Directors, the OFFICE LOCATION (under UNFINISHED BUSINESS) was discussed next. (see: 1:06:15 on timeline)

Luhdorff & Scalfmanini:
GM Hicks reports on progress of the Pressure Zone Study.

Meter Installation Project:
GM Hicks reports installation of 250 radio-read meters (Phase 1) has begun.

PROJECT MANAGER’S REPORT:
Treatment Plant Restroom:
GM Hicks reports on adding the restroom at the Treatment Plant.

Well #4:
GM Hicks reports on the progress of Well #4.

COMMITTEES:
Long Range Strategic Planning Committee:
Director Schneider reports on the current projects including his summary of the American Water Works Association (AWWA) rate study book.
01:38:28  Meter Study:
Director Schneider reports on the meter study progress and impediments.

02:11:15  Grants / Loans:
GM Hicks reports on the USDA loan process PER report.

PUBLIC RELATIONS:
01:55:16  Website:
AOM Schmedes reports on the current website activity and the need to update Board Members.

UNFINISHED BUSINESS:
01:06:15  Office Location:
President Maginnis/GC Minkler reports on purchase of current BLSMWC office location building.
Due to contract negotiations – the Board adjourned to executive session.

REPORTING FROM EXECUTIVE SESSION:
01:18:18  Board discussed various remedies to move forward with the purchase.
MOTION
A MOTION was made by Director Rich, seconded by Director Owen to submit a counter offer with 2
different price thresholds.

BACK TO OPEN SESSION:
01:18:53  Director Schneider returns to finish information about loan on balance of purchase price. President
Maginnis asks about secondary financing.
01:23:00  Resolution for Signing Authority:
MOTION
A MOTION to accept the Signing Resolution was made by Director Bateman; seconded by Director
Owen. Approved, with changes, by all present.

NEW BUSINESS:
01:54:04  Correspondence:
No correspondence to report.
01:56:04  Code of Ethics:
MOTION
A MOTION was made by Director Rich; seconded by Director Owen to adopt the Code of Ethics.
Approved by all present.
01:57:36  AB54 Webinar Training:
This is online training for new water board members.
01:59:11  Approval of Voting Letter:
President Maginnis informs the Board of the voting letter that needs to go out to the shareholders to verify
the 1960’s change of number of Directors from 3 to 7.
MOTION
A MOTION was made by Director Penney; seconded by Director Rich to accept, with changes, the voting
letter. Approved by all present

02:06:51  ACTION ITEMS REPORT:
New action items noted.

02:09:59  ADJOURNMENT:
MOTION
The motion to adjourn was made by Director Rich; seconded by Director Penney. The meeting was
adjourned at 11:10am.

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

APPROVED: