

BLUE LAKE SPRINGS MUTUAL WATER COMPANY

Minutes of the 2nd Interim Meeting Blue Lake Springs, Arnold, California Saturday, July 9, 2016 9:00am

00:01:54

CALL TO ORDER:

At 9:07am the meeting was called to order. Directors present were Lee Bateman, Bob Maginnis (via conference phone), Andy Rich (via conference phone), Tom Schneider and Sharon Tobias. Absent were Directors Dave Owen and Paul Penney. Also in attendance were: General Manager Dave Hicks, General Counsel Michael Minkler, Watermaster Bill Heinle, Assistant Project Manager Kris Morris and Administrative Operations Manager Lee Schmedes.

Also present were Mark Carey, John Pedri, and Richard Relyea from MC Engineering to give a presentation of the PER/USDA loan. One additional guest was present at the meeting.

00:02:27

APPROVAL OF MINUTES:

1st Interim Meeting of June 11, 2016:

With no changes, the Minutes of the June 11, 2016 stand as printed.

00:02:50

DISCUSSION OF MATTERS NOT ON AGENDA:

No additional matters were brought before the Board.

Due to time constraints, the following Agenda item has been moved up to this spot:

00:04:16

COMMITTEES:

Grants / Loans:

Mark Carey, John Pedri and Richard Relyea from MC Engineering gave a power point presentation with 2 technical engineering reports on the Preliminary Engineers Report for infrastructure improvements through a USDA loan.

02:00:23

FINANCIAL REPORT:

June Financials:

Treasurer Schneider reports on the June Financials.

02:11:31

MANAGER'S REPORTS:

Water Production / Consumption:

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

02:13:22

Drought:

GM Hicks reports we are still staying in Stage 2.

02:13:55

Toilet Rebate Extension:

MOTION

A MOTION was made by Director Rich; seconded by Director Bateman to approve the toilet rebate program extension to the end of 2016, unless monies run out before that time. Approved by all present.

02:15:50

Luhdorff & Scalmanini:

GM Hicks reports on progress of the Pressure Zone Study.

02:16:39

Meter Installation Project:

GM Hicks reports installation of 279 (upgraded from 250) radio-read meters (Phase 1) in progress.

02:18:29

PROJECT MANAGER'S REPORT:

Treatment Plant Restroom:

GM Hicks reports on adding the restroom at the Treatment Plant.

02:18:59

Well #4:

GM Hicks reports that Well #4 is online.

COMMITTEES:

Long Range Strategic Planning Committee:

02:20:00

Meter Study:

Director Tobias reports on the meter study progress and impediments.

02:21:58

Director Schneider gives answers to meter questions Director Bateman brought up after last month's meeting and reports on his AWWA summary of rate structure.

Grants / Loans:

Presentation recorded earlier (see: 00:04:16).

PUBLIC RELATIONS:

02:27:58

Website:

AOM Schmedes reports on the current website activity.

UNFINISHED BUSINESS:

02:28:29

Office Purchase:

Director Schneider reports that Wells Fargo Bank has approved our \$160,000 loan to purchase the current office building site.

01:59:11

Approval of Voting Letter:

GM Hicks informs the Board of the voting results on the change of number of Directors from 3 to 7. The vote was 1,256 yes and 39 no.

MOTION

A MOTION was made by Director Bateman to accept the results of the recent ballot; seconded by Director Tobias. Approved by all present.

NEW BUSINESS:

Board Meeting Schedule:

02:33:45

Director Bateman withdraws his motion of eliminating some monthly meetings. This will be revisited again in April 2017.

02:42:46

ACTION ITEMS REPORT:

New action items noted.

02:43:54

MOTION

ADJOURNMENT TO EXECUTIVE SESSION:

The MOTION to adjourn to Executive Session was made by President Maginnis; seconded by Director Rich.

RECONVENE TO OPEN SESSION:

02:44:13

Report from Executive Session:

A new counter offer was reached by the Board.

ADJOURNMENT:

With no other items to come before the Board, the meeting was adjourned at 12:27pm.

Respectfully Submitted by AOM Lee Schmedes

In conjunction with the digital recording of the meeting

APPROVED: