

BLUE LAKE SPRINGS MUTUAL WATER COMPANY
Minutes of the Annual Shareholders Meeting
Blue Lake Springs, Arnold, California
Saturday, June 4th, 2016

00:00:09 **FLAG SALUTE:**

00:00:40 **CALL TO ORDER:** Vice President Dave Owen welcomes the shareholders, introduces Directors present: Paul Penney, Dave Owen, and Directors absent: Bob Maginnis, George Paul, Steve Alberts, Tom Schneider and Sharon Tobias. He acknowledges General Manager Dave Hicks, Administrative Operations Manager Lee Schmedes, Accounts Manager Pam Bowman and General Counsel Michael Minkler.

00:02:30 **QUORUM PRESENT:** Paul Penney reports that there is an absence of a quorum and therefore business cannot be conducted.

00:03:39 **VOTING RESULTS:** Paul Penney reports that Lee Bateman and Andy Rich are the two new Directors and that Tom Schneider was re-elected.

00:04:34 **APPROVAL OF MINUTES:** VP Owen states that without a quorum, we are unable to approve the minutes of the June 6th, 2015 Annual Shareholders Meeting. A ballot will be sent out for approval of changes to the Articles of Incorporation for the USDA loan requirement.

00:06:04 **PRESIDENT'S REPORT:** Given by VP Owen.

00:18:57 **GENERAL MANAGER'S REPORT:** Given by GM Hicks with questions from the audience and answers.

00:25:02 **LONG RANGE, STRATEGIC PLANNING COMMITTEE REPORT:** Given by GM Hicks with questions from the audience and answers.

00:46:00 **TREASURER'S REPORT:** Given by GM Hicks with questions from the audience and answers.

01:09:18 **OTHER BUSINESS TO COME BEFORE THE MEETING:** VP Owen reports that due to a lack of quorum no other items may come before the shareholders. GM Minkler asks for any questions that the audience may have regarding the need to correct the number of Directors and confirm previous actions of the Board. This vote is necessary and will require a special mailing to the shareholders.

01:15:02 **ADJOURNMENT:** VP Owen asks for a motion from the floor to adjourn the meeting. He accepts more questions and comments on the age of our well water and the drought. The meeting was adjourned at 10:45am.

Respectfully submitted by Lee Schmedes, Recording Secretary
Reviewed by Dave Hicks, General Manager
Summarized from digital recording of the meeting

APPROVED: