

BLUE LAKE SPRINGS MUTUAL WATER COMPANY

Minutes of the 11th Interim Meeting Blue Lake Springs, Arnold, California Saturday, April 9, 2016 9:00am

00:00:00

CALL TO ORDER:

At 9:00am the meeting was called to order. Directors present were Bob Maginnis, Dave Owen, George Paul, Paul Penney, Tom Schneider and Sharon Tobias. Absent was Director Steve Alberts. Also in attendance were: General Manager Dave Hicks, General Counsel Michael Minkler, Administrative Operations Manager Lee Schmedes and Assistant Project Manager Kris Morris.

Several guests were present at the meeting.

00:01:07

APPROVAL OF MINUTES:

10th Interim Meeting of March 12, 2016:

With no corrections the Minutes stand as printed.

00:01:18

DISCUSSION OF MATTERS NOT ON AGENDA:

None.

00:01:30

President Maginnis noted an agenda change due to guest speakers in attendance. The California Association of Mutual Water Companies (CalMutuals) presentation (under New Business) was moved to the beginning of the meeting.

President of CalMutuals, Lisa Yamashita-Lopez, spoke to the Board about BLSMWC joining CalMutuals (an association created to pursue issues of common interest among mutual water companies throughout California). The President of CalMutuals JPRIMA, Jim Byerrum, then addressed the Board. He spoke about the emergence of a joint powers authority (JPRIMA) created to allow mutual water companies to "band together" to receive lower insurance premiums. Lastly, Paul Fuller, President of Alteris Insurance spoke regarding the benefits of the joint power authority.

00:49:34

President Maginnis again noted an agenda change due to a shareholder in attendance who wished to address the Board.

Shareholder Tim Garretson (111-12 & 112-12) requested a share reduction as his property on Baywood View was a combined property when he purchased it in 2004.

FINANCIAL REPORTS:

01:16:36

March Financials:

Treasurer Schneider reported on the March Financials.

MANAGER'S REPORT:

01:30:26

Water Production / Consumption:

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

Drought:

Currently staying in Stage 2.

01:35:21

Security Cameras:

GM Hicks reports Fox Security to set cameras by third week of April.

01:37:08

Pressure Zone Study:

GM Hicks reports on the ongoing study.

PROJECT MANAGER'S REPORT:

01:40:55

Treatment Plant Restroom:

Assistant Project Manager Morris reports on adding the restroom at the Treatment Plant. Cost to be determined after county approves plans.

01:41:47

Well #4:

Assistant Project Manager Morris reports on the progress of Well #4 that we are finishing the fencing around the 2 buildings. GM Hicks reported on the state visit to approve the well site and the permit will be expedited. Once we have that, the well will go online by the end of April.

COMMITTEES:

01:48:48

Long Range Strategic Planning Committee:

Director Schneider reports on the current projects.

01:52:25

Grants / Loans:

Director Schneider reports on the USDA loan process.

02:22:51

Meter Study:

Director Schneider and Tobias report on the meter study and progress.

02:28:54

Hwy 4 Committee Report:

GC Minkler reports on what was discussed.

PUBLIC RELATIONS:

02:27:59

Website:

AOM Schmedes reports on the current website activity and also informed the Board that Accounts Manager Pam Bowman has passed the Notary Public exam.

UNFINISHED BUSINESS:

02:30:32

Office Location:

President Maginnis reports on getting CC&Rs and the need to meet with the Architectural Committee for pre-approval for the modular office building at 491 Blue Lake Springs Drive. GM Hicks mentioned purchasing the Rabobank building the BLSMWC office is currently in. **A MOTION** was made by Director Paul to make a purchase offer to Rabobank, seconded by Director Owen and approved by all Directors present.

MOTION

NEW BUSINESS:

Correspondence:

No correspondence to report.

ACTION ITEMS REPORT:

No Action Items reported.

03:08:44

ADJOURNMENT:

The meeting was adjourned to Executive Session at 12:10pm.

03:43:10

OPEN SESSION:

Items to report:

MOTION

A MOTION was made by Director Schneider to join CalMutuals, seconded by Director Penney and approved by all Directors present.

MOTION

A MOTION was made by Director Penney to join CalMutual JPRIMA and purchase causality and property liability insurance, seconded by Director Schneider and approved by all Directors present.

04:35:14

ADJOURNMENT:

The open meeting was adjourned at 1:36pm.

Respectfully Submitted by AOM Lee Schmedes

In conjunction with the digital recording of the meeting

APPROVED: