

BLUE LAKE SPRINGS MUTUAL WATER COMPANY

Minutes of the 2nd Interim Meeting Blue Lake Springs, Arnold, California Saturday, July 11th, 2015 9:00am

CALL TO ORDER:

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

Several guests were present at the meeting.

APPROVAL OF MINUTES:

1st Interim Meeting of June 13, 2015

The Minutes of the June 13, 2015 meeting will stand as printed.

00:00:41

DISCUSSION OF MATTERS NOT ON AGENDA:

None.

00:00:57

FINANCIAL REPORTS:

June 2015 Balance Sheet & Income/Expense Statements:

Treasurer Schneider reported June 2015 Balance Sheet and Income/Expense Statements.

00:09:49

MANAGER'S REPORT:

Water Production/Consumption:

GM Hicks reported June water production and consumption. Data from the master meter was pulled and June 2015 compared to June 2014, there was a 36% reduction in water usage. GM Hicks noted the rate of recovery for Well #3 has slowed and we need to take extra precaution especially as we move towards the hot summer months.

A sample of 50 homeowners (25 full time and 25 part time) had their meters read. Full time homeowner usage for June was 48 gallons/day and part time homeowner usage for June was 36 gallons/day. GM Hicks reported on the bi-monthly water allotment of 700 cubic feet. A total of 5 full time residents used under 700 cubic feet and 59 full time residents used over 700 cubic feet. A total of 111 part time residents used under 700 cubic feet, 82 part time residents used over 700 cubic feet, and 13 part time residents used nothing. The Board and Staff discussed adding meters to get a better understanding where water use is coming from.

00:47:00

Drought – Report on Pressure Washing Permits and Toilet Rebate Program:

GM Hicks reported the office received 21 pressure washing permits (7 houses and 14 deck work). A total of seven toilet rebate applications for 14 toilets (limit two per household) were processed. We will continue to stay in Stage 3 of the Drought Action Plan.

Water Agreement with CCWD:

The matter was discussed in Executive Session.

00:48:58

PROJECT MANAGER'S REPORT:

Well #4:

GM Hicks reported we are still reviewing the bid from HOWK. The company would like to review the contract and cost estimates and will give us a response. We are still planning to start construction in September.

00:52:36

COMMITTEES:

Long Range / Strategic Planning Committee:

Treasurer Schneider reported the July 2015 LRSP Committee Notes. The LRSP notes is available on the website for review.

01:06:12 **PUBLIC RELATIONS:**
Website:
AOM Schmedes reported on July website statistics.

01:06:56 **HWY 4 COORDINATING COMMITTEE:**
GM Hicks reported on the last Highway 4 Coordination Committee meeting.

01:07:03 **CALAVERAS CONSERVES:**
GM Hicks reported on the last Calaveras Conserves meeting.

01:13:11 **UNFINISHED BUSINESS:**
Grants/Loans:
Matters regarding grants/loan were discussed in the LRSP report for July.

01:13:24 **NEW BUSINESS:**
Correspondence:
None.

01:13:26 Addition to Drought Action Plan – Stage 4:
The Board discussed the possibility of Stage 4 restrictions.

01:17:51 Changes to Rules & Regulations:
AOM Schmedes reported on a discrepancy in the Rules & Regulations. Item 6 Delinquency, lists a specific date of July 15th when liens would be filed. Staff is recommending we change the July 15th date to '30 days after written notice is given'. Item 5 Additional Watering, recommendation to remove 'the additional watering rate will be charged for use of a sprinkler system, drip system, hard piped hot tub or spa, hoses that are laid down, spikes, etc. and any type of watering other than a handheld hose.' To add after [the size and meter capacity will not exceed ¾ inch] 'unless updating for fire suppression, then a 1 inch meter is required'. Item 7 Penalties for Water Loss, recommendation to change 'stopped quickly' to 'mitigated'.

MOTION Motion was made by Vice President Owen to accept the recommended changes to the Rules & Regulations. Seconded by Director Penney. 5-0 Motion passes.

01:21:00 Code of Ethics:
The Board would like to revisit the BLSMWC Code of Ethics at the August regular board meeting.

ACTION ITEMS REPORT:
AOM Schmedes reported the current Action Items.

ADJOURNMENT TO EXECUTIVE SESSION:
A motion to adjourn to Executive Session was made at 10:31am.

REPORT FROM EXECUTIVE SESSION:
No report.

ADJOURNMENT:
The meeting was adjourned at 11:40am.

Respectfully Submitted by Accounts Manager Nhu Bergstrom
Reviewed by Administrative Operations Manager Lee Schmedes
Summarized from digital recording of the meeting

APPROVED: