

SHEEP CREEK WATER COMPANY
REGULAR BOARD OF DIRECTORS MEETING
October 22, 2018 ~ 6:30 PM
SNOWLINE SCHOOL DISTRICT - Board Room
4075 Nielson Rd., Phelan, CA 92371

AGENDA

- 1.) **Open Meeting- 6:30 PM**
 - a.) Flag Salute
 - b.) Invocation

- 2.) **Consent Motions**
 - a.) Minutes:
October 4, 2018
 - b.) Bills:
October 4, 2018 through October 22, 2018
 - c.) Managers Report: Included in Board Packet

- 3.) **Open Forum/Public Comment-** Under this item any member of the Board or Public may address the Board on any item relating to the district not listed on this agenda. However, the Board is prohibited under AB 240 from taking any action on an item not appearing on the agenda.

- 4.) **Old Business**
 - a.) System- Update
 - b.) Well #11- Update
 - c.) SWRCB Compliance Order NO. 05-13-18R-002- Update

- 5.) **New Business**
 - a.) Acct 568
 - b.) Staff Christmas Dinner & Gifts

- 6.) **Next Scheduled Meetings**
 - a.) November 1, 2018 Regular Board Meeting
 - b.) November 15, 2018 Regular Board Meeting
 - c.) December 6, 2018 Regular Board Meeting

- 7.) **Closed Session**
 - a.) Employee Evaluation

- 8.) **Adjournment**

SHEEP CREEK WATER COMPANY
Regular Board of Directors Meeting
October 22, 2018
6:30 PM
Snowline Joint Unified School District – Board Room
4075 Nielson Road, Phelan, CA 92371

The Regular Board of Directors Meeting of October 22, 2018 was called to order at 6:31 PM by Board President Andy Zody. Chris Cummings led in the Pledge of Allegiance and David Nilsen led in the Invocation. Mr. Zody thanked everyone present at tonight's meeting with the reminder that the meeting was being recorded for the accuracy of the minutes.

Directors Present: Directors present were President Andy Zody, Secretary/Treasurer Kellie Williams, and Board Directors Luanne Uhl and David Nilsen.

Staff Present: Staff present were General Manager Chris Cummings and Administrative Secretary April Dryden Chaplin.

Guest Present: All guests are welcomed! Thank you for being part of our meeting, *Diane Hayball, Mike & Michelle Lewis, Patricia & Richard Lyons, George Cardenas, Jeanna Mills and Carmen Scherubel.*

Consent Motions: David Nilsen moved to accept the Consent Motions as presented. Luanne Uhl seconded the motion. Motion carried.

Open Forum: Mr. Zody explained that according to AB240, this Agenda Item is for Board members or Guests, to be able to address anything that is not on the current Agenda. He also reminded everyone that the Board cannot approve anything that is presented in Open Forum. There was no comments from the public during open forum.

Old Business:

System Update – Static and pumping water levels continue to slowly decline. The current total production with the sources currently operating as of today, is 410 GPM with the Tunnel flow at 118 GPM. Production is down 558 GPM from one year ago and down 2,237 from 3 years ago.

Wells 5 and 8 continue to run 24 hours a day. Well 3A and 4A are currently off line. The current usage is averaging 500-550,000 gallons per day. During this month there were several service and line leaks that have been repaired.

Well #11 Update – The electrical controls for Well 11 have been completed. A generator has been brought on site to begin testing the well. We will lease a generator for long term until Edison power is connected. We will get an AQMD District permit to allow us to run the generator until Edison is installed. Chris will be looking into the cost to lease and then purchase the generator. If the company purchases a generator, it has to be a tier 4 engine to meet the AQMD permit requirements.

One of the Valle Vista tie-ins has been completed and the second one is scheduled for tomorrow. Center Electric has completed the wiring for the new well. Layne completed startup on the well last week but still needs to install the transducer and airline. The fencing has been installed around the well and the waste pond. The SWRCB will be scheduling an inspection so the permit amendment can be issued.

SWRCB Compliance Order NO. 05-13-18R-002 / Update - Sheep Creek Water Company has contracted with IEC, an engineering firm in Bakersfield, to complete the feasibility study required by the SWRCB Compliance Order. Chris met with the engineers last week for a kick off meeting to discuss options outlined by the board.

Some of the options include: Drill an additional well or wells.

Discuss with the SWRCB to lower the MDD which will lower the required source capacity below the required 1,453 GPM which includes maintaining lower allotments. The engineers will be looking into the possibility of reducing demand by removing high water users from the water system such as the school district. The PPHCSD is discussing the possibility of requesting an out of district agreement with Sheep Creek to service their properties. A formal request has not been received.

Consolidation will also be evaluated as an option, if the other options will not be acceptable by the SWRCB. IEC has sent a request to the SWRCB for an extension until December 17, 2018 for the preparation of the feasibility study.

At this time, Sheep Creek Water is waiting for conformation from the SWRCB to issue new will serve letters to several property owners that received Null and Void letters. These property owners are in the process of receiving their building permits.

New Business:

Account 568 – There was no approval from the Directors and no action was taken.

Staff Christmas Dinner & Gifts – Kellie Williams moved to approve the Staff Christmas Dinner and gifts. Luanne Uhl seconded the motion. Motion carried, with Mr. Zody abstaining from the vote.

Next Scheduled Meetings

November 1, 2018 – Regular Board Meeting

November 15, 2018 – Regular Board Meeting

December 6, 2018 – Regular Board Meeting

Closed Session

Employee Evaluation

Adjournment

David Nilsen moved to adjourn the meeting. Kellie Williams seconded the motion. Motion carried. The Regular Board of Directors Meeting adjourned at 7:30 PM.

Respectfully Submitted,

Kellie Williams

Secretary/Treasurer

Sheep Creek Water Company

KW:agc10/22/18