

SHEEP CREEK WATER COMPANY
REGULAR BOARD OF DIRECTORS MEETING
JULY 20, 2017
6:00 PM
Sheep Creek Water Company- Board Room
4200 Sunnyslope Road, Phelan, CA 92371

AGENDA

- 1.) **Open Meeting- 6:00 PM**
 - a.) Flag Salute
 - b.) Invocation

- 2.) **Consent Motions**
 - a.) Minutes:
Regular Board of Directors Meeting of *May 18, 2017*
 - b.) Bills:
June 22, 2017 through July 20, 2017
 - 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.) PPHCSD- Potential Emergency Exchange Agreement- Update

- 5.) **New Business**
 - a.) Well #11 Phase #1- Assessment
 - b.) New Truck- Truck 315 Replacement

- 6.) **Next Scheduled Meetings**

August 3, 2017- Workshop
August 17, 2017- Regular Meeting
September 7, 2017- Workshop
September 21, 2017- Regular Meeting

- 7.) **Adjournment**

***SHEEP CREEK WATER COMPANY
REGULAR BOARD OF DIRECTORS MEETING
MINUTES OF
JULY 20, 2017***

The Sheep Creek Water Company Regular Board of Directors meeting of July 20, 2017 was called to order at 6:04 PM by President Andy Zody. Kellie Williams led those present in the Pledge of Allegiance which was followed by David Nilsen giving the Invocation. Andy Zody reminded those present that the meeting was being recorded to help in preparation of the minutes.

Directors present: President Andy Zody, Vice President Bob Howard, Sec/Treas. Kellie Williams and Directors David Nilsen and Luanne Uhl.

Staff present: General Manager Chris Cummings and Administrative Secretary Sandi Moseley

Guests: No guest were present at tonight's meeting.

Consent Motion: Minutes of May 18, 2017
Minutes of June 22, 2017
Bills from June 22, 2017 through July 20, 2017
Managers' Report

David Nilsen moved to approved all items in the consent motion packet as presented. Luanne Uhl seconded the motion. The motion carried.

Open Forum:

Luanne Uhl mentioned the fireworks show at Serrano High School. She felt it went very well except for the wind. Kellie Williams added that the estimated crowd was over 3,000 attendees. The banner could not be put up due to the wind. Luanne commented on how well organized the giveaway bags were. There were many good comments from the community to Directors.

Bob Howard stated that Magnation had been ahold of him to get their unit returned. Bob was holding on to it because part of the arrangement was for Magnation to pay for one of the tests. Bob commented that there was not much change at all when their unit was installed and used for testing. Bob said they had sent him a powder to use that was supposed to remove Chromium 6 and Arsenic and a few other contaminants.

Old Business

a.) System Update – Manager Chris Cummings stated that all of the static well levels are beginning to drop. They are dropping between 8 and 10 feet. Those levels are 10 to 15 feet higher than last year. The production is down about 37% from last June. Production for the month is as follows: Well 3A is down 87 GPM, Well 5 is down 73 GPM and Well 8 is down 23 GPM. Wells 2 and 4 have not been running so levels were taken. Wells 3A, 5 and 8 are currently being utilized for 12 to 13 hours per night which is just slightly more than last year at this time. The tunnel is dropping again and is currently between 140 to 143 GPM. The current pumping capacity is at 1185 GPM. Usage is down 23% from this period last year. Chris reported that the chemical tests had been received back on the Magnation testing and there was no change in the Chromium 6 results. The CEQA study is currently in the comment phase until July 31st. Daniel Bender has offered to loan money to the company if it is needed. Chris said it

may be necessary to get the project started. The State Water Resource Control Board is asking for regular updates on the water situation and on our conservation efforts.

b.) PPHCSD – Potential Emergency Exchange Agreement Update – Chris stated that he and Bob Howard had attended a special engineering committee meeting. Chris felt it went well and they have a better understanding of what the agreement was intended to be. Water banking was mentioned and they will have to take it to their legal team to see if that would be allowed. There was discussion regarding water banking.

New Business

a.) Well #11 – Assessment – Chris presented the letter to be mailed to the Shareholders letting them know all of the information on the upcoming Assessment. The letter will include the intended dates and phases. Chris notified the Board that the first assessment will be mailed on August 14th with a due date the end of August and the Stock Sale on October 14th. The second Assessment will begin in January. There were a few changes suggested to the wording. Luanne Uhl moved to approve the shareholder letter with the dates and information regarding the Assessment with the wording changes that were discussed. Kellie Williams seconded the motion. The motion carried.

b.) New Truck – Truck 315 Replacement – Chris brought up that truck 315 is in desperate need of being replaced. It has several major issues that need to be taken care of immediately including tires. Chris explained that he has been looking at ½ ton V6 trucks. David Nilsen moved to approve Chris Cummings to choose a truck for purchase. Luanne Uhl seconded the motion. The motion carried.

Scheduled Meetings

August 3, 2017 – Workshop

August 17, 2017 – Regular Board of Directors Meeting (Public)

September 7, 2017 – Workshop

Adjournment

Andy Zody moved to adjourn the meeting. Luanne Uhl seconded the motion. The motion carried. The meeting was adjourned at 7:08 PM

Respectfully Submitted,

Kellie Williams
Board Secretary/Treasurer