

**SHEEP CREEK WATER COMPANY**  
**Regular Board of Directors Meeting**  
**October 15, 2020 ~ 6:30pm**  
**Sheep Creek Water Company ~ Board Room via Zoom**  
**4200 Sunnyslope Road, Phelan, CA 92371**

The Regular Board of Directors Meeting of October 15, 2020, was called to order by Andy Zody at 6:30 pm. Chris Cummings led in the Pledge of Allegiance and David Nilsen led in the Invocation. Mr. Zody reminded everyone present and via Zoom that the meeting was being recorded for accurate meeting minutes.

**Directors Present:** President, Andy Zody and Directors, Luanne Uhl and David Nilsen.

**Staff Present:** General Manager Chris Cummings

**Guests Present:** PPHCSD Board Members Charlie Johnson and Michael Palecki, with the Mountaineer Progress

**Consent Motions**

**Minutes:** Regular Board of Directors Meeting – September 17, 2020

**Bills:** September 17, 2020 through October 15, 2020

**Managers' Report** – October 15, 2020

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

**Open Forum:** *Under this item any member of the Board of Public may address the Board on any item relating to the company that is not listed on this agenda. However, the Board is prohibited under AV240 from taking any action on an item not appearing on the agenda. The Board President will call on each participant and at that time they will have three (3) minutes to speak.*

**Old Business**

**a.) System Update:** Static water levels have had an average decrease of 2 – 5 feet. Wells 3A and Well 5 are running daily, averaging 8 to 10 hours a day. Water usage is averaging 700,000 thousand gallons per day. The Tunnel is averaging 133 gallons per minute. Total pumping capacity is 1,995 gallons per minute.

**b.) Source Capacity Project:** The environmental is complete for Well 12 and Well 13, along with a potential well on the Sunnyslope Property. At this time, the wells are on a temporary hold due to possible consolidation with the PPHCSD. For Sheep Creek Water Company to remain in compliance, Well 12 will need to be drilled and online by June 2022 and Well 13, by November 2022. At this time, the Compliance order will not change until Sheep Creek is further along with the consolidation and there is some conformation that the consolidation will move forward.

**c.) State Water Resource Control Board:** The State Water Board has granted Sheep Creek an extension for the Asset Management Plan until November 30, 2020. As that time approaches an additional request will be submitted along with the progress of the plan. IEC is moving forward with the Asset Management Plan. Staff has been updating all new and replacement line locations and location of gate valves, check valves, and fire hydrants for the model to be updated.

**d.) PPHCSD Consolidation Update:** Both PPHCSD and Sheep Creek Water Company passed resolutions to explore and possibly move forward with consolidation of the two water district before Sheep Creek begins drilling wells for compliance. We have had conference calls with the SWRCB, DDW and DFA. DFA has assigned a Technical Assistance Provider for the project. The technical assistance will be the same process when Sheep Creek worked with CRWA to complete the engineering report of the system. Our TA provider will be Sacramento State. We have also requested to our TA provider to utilize IEC as the project engineer due to IEC doing work for both districts and having the knowledge of the two districts. At this time we do not know what the funding is going to be until further along in the consolidation process. A high level needs list and scope of work has been provided by both districts. The necessity to purchase the water rights will be included into the cost estimate for construction, which is eligible to be paid for by the State for consolidation.

**New Business:**

**a.) Bob Howard Resignation:** David Nilsen moved to accept Mr. Howard's resignation from the board. Luanne Uhl seconded the motion. Motion carried. Mr. Howard was on the Board for 16 years. He is loved and will be greatly missed by the Staff and Directors. Chris Cummings asked the Board if they wanted to vote in any new member for the Board. Mr. Nilsen suggested that any nomination for a Board member should be held at the Annual Meeting. No additional motion was needed at this time.

**Scheduled Meeting:** The next Regular Board of Directors Meeting will be held on November 19, 2020, via Zoom.

**Closed Session – Employee Evaluation**

**Adjournment:** David Nilsen moved to adjournment the meeting. Luanne Uhl seconded the motion. Motion carried. The Regular Board of Directors Meeting of October 15, 2020, was adjourned at 7:30 pm.

Respectfully Submitted,

**David Nilsen**  
**Board Director**  
**Sheep Creek Water Company**