

SHEEP CREEK WATER COMPANY
Regular Board of Directors Meeting Minutes
November 15, 2022 ~ 6:00 PM
4200 Sunnyslope Rd., Phelan, CA 92371 ~ Board Room

The Regular Board of Directors Meeting of November 15, 2022, was called to order at 6:05 PM by President Andy Zody. Reverend Eric York led in the Pledge of Allegiance and David Nilsen led in Prayer. Mr. Zody reminded everyone that tonight's meeting was being recorded for the accuracy of the minutes.

Directors Present: President Andy Zody, Secretary/Treasurer Kellie Williams, Directors David Nilsen and Eric York were present.

Guests Present: Shareholder Peter Barnes was present at tonight's meeting.

Staff Present: General Manager Joseph Tapia and Assistant Therese Rodriguez were present.

Consent Motions:

Minutes: Regular Board of Directors Meeting Minutes of October 18, 2022

Bills: October 18, 2022 through November 15, 2022

Manager's Report: November 15, 2022

David Nilsen moved to accept the Consent Motions as presented by Joseph Tapia. Eric York seconded the motion. Motion carried.

Open Forum / Public Comment: *Under this item, any member of the Board or Public, may address the Board on any item relating to the company, not listed on this Agenda. However, the Board is prohibited under AB240 from taking any action on an item not appearing on the Agenda. The Board President will call on each participant and at that time, you will have three (3) minutes to speak.*

Andy Zody moved item #5 regarding Employee Retirement to Closed Session. Mr. Nilsen asked that the Board consider purchasing a vacuum system type of heavy equipment. He suggested that the company send Joe and any Directors and wives to a heavy Equipment sale in Visalia, to look at a possible purchase. He asked that this item be put on the next meeting agenda.

Mr. Nilsen stated that the two employees that were hired for summer help are doing a great job and suggested that the Board talk more about it in closed session.

Shareholder Peter Barnes stated that he does not think the Board should allow any new meters at this time. He noted that water levels are down from last year.

Mr. Barnes would like to know how many shares that each customer has. The Manager will get back to Mr. Barnes on whether the company can release private information. Mr. Barnes also said that the company should raise the price of water meters.

Old Business:

System Update: October **Production** was at 48.85 AF; 2022 Year to Date Production is 515.67 AF / **October Usage** was at 38.37 AF; 2022 Year to Date Consumption is 432.55 AF.

Static Levels: Well 2A down 4.62 feet / Water Level: 278.62'

Well 3A no change / Water Level: 289.06'

Well 4A no change / Water Level: Currently in Rehab

Well 5 down 2.31 feet / Water Level: 290.64'

Well 8 down 4.62 feet / Water Level: 324.50'

Well 11 no change / Water Level: 947'

Tunnel flow is currently averaging 142 gallons per minute

The Field crew installed a new water line on Mescalero Rd., and installed a new motor on Well 4A. No mainline or service line leaks for this month. Met with Environmentalist for Joshua Trees on new well sites.

The Environmentalist is going to cost \$12,000. David Nilsen suggested that the Environmentalist have all the paper work done and ready. By February we should know the fate of the Joshua trees. Continue on with CEQA the other properties and hopefully we will have an answer by February 2023.

New Meter Inactive Fee: Andy Zody moved to accept the additional wording be put on all meter applications as of today. David Nilsen seconded the motion. Motion carried.

Additional Wording: *"A Service Charge of 50% of the base rate will be due monthly until service is active after six months of inactive use."*

New Business:

Next Scheduled Meeting

The next scheduled meeting was changed to **December 13, 2022**

Adjournment: David Nilsen moved to adjourn the meeting. Kellie Williams seconded the motion. Motion carried. The Regular Board of Directors Meeting of November 15, 2022 adjourned at 7:10 PM.

Closed Session:

2023 Operating Budget Review

Employee Gifts

Employee Evaluation

Employee Retirement

Respectfully Submitted,

***Kellie Williams – Secretary/Treasurer
Sheep Creek Water Company
Board of Directors***