

SHEEP CREEK WATER COMPANY
Regular Board of Directors Meeting
May 20, 2021 ~ 6:00pm
Sheep Creek Water Company ~ Board Room via Zoom
4200 Sunnyslope Road, Phelan, CA 92371

The Regular Board of Directors Meeting of May 20, 2021, was called to order at 6:01 pm by Andy Zody. Chris Cummings led in the Pledge of Allegiance and David Nilsen led in the Invocation. 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, and Director's David Nilsen and Luanne Uhl were present at tonight's meeting.

Staff Present: General Manager, Chris Cummings was present.

Guests Present: Mr. Don Fish Jr. was present.

Consent Motions

Minutes: Regular Board of Directors Meeting of April 15, 2021

Bills: April 15, 2021 through May 20, 2021

Manager's Report: May 20, 2021

Open Forum: *Under this item, any member of the Board or Public, may address the Board on any item related to the company that is 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, they will have three (3) minutes to speak.*

Old Business:

a.) System Update: Compared to last year, static water levels are similar to this time last year with a steady drop in well levels beginning. Wells 2A and 5 are running an average of 12 hours a day. Water usage is averaging 670,000 thousand gallons per day and the Tunnel is flowing at 135 gallons per minute. Total pumping capacity is 2,082 gallons per minute.

A fire hydrant and valve replacement project on Valle Vista and Amador was completed and which replaced a stand pipe with a new fire hydrant, adding 3 new gate valves which replaced 2 old gate valves. An additional intersection is scheduled.

An emergency Disinfection Plan has been completed and submitted to the SWRCB along with a Grade Band Repair Plan. The Grade Band on Tank 4 has been repaired.

Chris Cummings spoke with Hector with the SWRCB regarding the timeline for the well compliance. After speaking with his superior's, they will not change the dates but will continue to watch the consolidation process and make changes when there is additional progress.

Chris Cummings reported that he had spoken to Jeff Steinmann regarding an extension of time for the property contract.

b.) PPHCSD Consolidation Update: There was not much to report at this time. The contract and work plan with IEC has been approved and executed with DFA. IEC will begin moving forward with engineering work. There are concerns with the water rights that Sheep Creek owns. If all water rights are not purchased, another party can purchase the remaining water rights and use them in the canyon, causing the canyon to be over pumped. This would limit the amount of water available to PPHCSD.

New Business:

a.) Source Capacity Project - CEQA – APN 3066-381-21: Dodson and Associates was contacted regarding an additional CEQA documents for the well that may be drilled on Yucca Terrace and Johnson Rd. The project will be a basic project document and will require the Biological, Cultural and AQ/GHG studies. The well will be located on the corner of Johnson Rd and Yucca terrace Dr. The proposed cost for Dodson and Associates to complete the CEQA documents with the required studies is estimated at \$24,000 plus any filing and agency fees.

David Nilsen moved to begin the CEQA for the additional well property. Kellie Williams seconded the motion. Motion carried.

b.) Summer Field Help: Over the past years, Sheep Creek Water has hired summer field help. With summer field help, this will give a student from the high school an opportunity for some experience along with giving the field crew some extra help. The Field crew is requesting for Board approval to hire a student for temporary summer help.

Kellie Williams moved to hire someone from the high school for the requested summer help. Luanne Uhl seconded the motion. Motion carried.

c.) Water Truck: There has been an offer to buy the 1991 International water truck that Sheep Creek Water purchased in 2008. It will be too expensive for the company to remain in compliance with the California Air Resources Control Board. The estimated cost to replace the engine is estimated at \$30,000 to \$40,000. The offer to purchase the water truck was for \$8,000, ("as is"). The new owner will be responsible for the any CARB compliance requirements.

Luanne Uhl motioned to table any decision regarding selling the water truck until after the company knows if additional wells will be drilled.

Next Scheduled Meetings

Wednesday, June 23, 2021 Regular Board of Directors Meeting- via Zoom

Thursday, July 22, 2021 Regular Board of Directors Meeting via Zoom

Adjournment: Andy Zody moved to adjourn the meeting. Kellie Williams seconded the motion. Motion carried. The Regular Board of Directors Meeting of April 15, 2021 was adjourned at 6:30 pm.

Respectfully Submitted,

Kellie Williams

Sheep Creek Water Company

Board of Directors

Secretary/Treasurer

AC