

San Miguelito Mutual Water Company

Minutes of the Board of Director's Meeting

9:00 A.M. Wednesday, March 16, 2016
Company Office, Avila Beach, California

I. CALL TO ORDER AND ROLL CALL

Meeting called to order by Board President John Delehant at 9:00 a.m.

Board Members Present: John Delehant, Tom Athey, Vic Montgomery, Gerri Hall, Rick Koon
Absent: Ben Banks, Rob Rossi
Staff Members Present: Dawn Barlow, Customer Service & Operations Support
Consultants Present: Tim Carmel, Legal Counsel (arrived at 9:02 a.m.)
Guests: Kingfisher Residents Saro Rizzo, Carol Hayden, Rich Vorie, Robert Campbell, Jeannette Krone; Heron Crest Resident Bob Pusanik; Guest Paul Metchik

II. PUBLIC/SHAREHOLDER COMMENT – None

III. CLOSED SESSION – There were no items for closed session

IV. RECONVENE TO OPEN SESSION

V. REVIEW and APPROVAL OF MINUTES

- a. February 17, 2016 - Motion to approve, with Tom Athey's request to correct the amount shown for Capital Reserves, made by Vic Montgomery, seconded by John Delehant. Motion passed 5 – 0.

VI. UNFINISHED BUSINESS

VII. NEW BUSINESS –

- a. Water Resources Development Priority Update – General Manager Koon reported that staff had Fisher Pump video log Well #3. Staff is has taken samples for testing per Title 22 to determine water quality; the test results should be back in early April. Once we have received the test results, they will be made available to Garing Taylor and Associates for their recommendations for water treatment.
- b. Allocated and Issued Shares Distribution Update – General Manager Koon stated that staff is looking at all original share allocation/issuances. He said he has received a letter from Paul Metchik, Mr. Rossi's attorney; he is working with Legal Counsel drafting a response to the letter. He will have a presentation of the findings to present to the Board at next month's meeting.

VIII. GENERAL MANAGER'S REPORT

- Administration

- The DWR has increased the State Water delivery allocation to 30%.
- GTA is working on cost estimates for the well #3 option of the Water Resource options authorized by the Board in January 2016.
- Staff and legal counsel continue to work on the Developed and Undeveloped share distributions.
- Staff posted SMMWC's lead testing results to the company website per a request from the SWRCB.

- Operations

- Staff is taking Title 22 samples on well #3.
- Operations staff worked on several annual reports and an additional ISO Fire report.

IX. FINANCIAL STATEMENT

The Board Management Report for February 2016 was presented by General Manager Rick Koon with the following highlights:

Cash and Reserve Funds as of February 29, 2016 are:

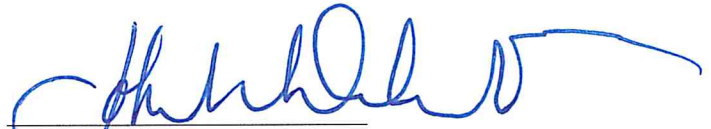
Operating Cash	Operational Contingency Reserves	State Water Reserves	Capital Reserves
\$72,815	\$319,706	\$197,630	\$1,933,798

- X. BOARD MEMBER COMMENT – Director Montgomery asked what progress was being made on the sewer service contract with Sycamore Mineral Springs. General Manager Koon said that he expects to have a working draft of the contract ready to present to the Board at their May 2016 meeting.
- XI. ITEMS FOR NEXT AGENDA
- a. April 20, 2016 – Regular Meeting – 2016 Annual Shareholder meeting; Audit of Share Distribution
- VIII. ADJOURNMENT –Meeting was adjourned at 9:20 a.m.

Proceeding reported by:
Dawn Barlow, Customer Service and Operations Support

Respectfully Submitted,

Approved:


Gerri Hall, Secretary
John Delehant, President