

SHEEP CREEK WATER COMPANY
REGULAR BOARD OF DIRECTORS MEETING
October 4, 2018 ~ 6:30 PM
SNOWLINE SCHOOL DISTRICT - Board Room
4075 Nielson Rd., Phelan, CA 92371

AGENDA

- 1.) **Open Meeting- 6:30 PM**
 - a.) Flag Salute
 - b.) Invocation

- 2.) **Consent Motions**
 - a.) Minutes:
September 20, 2018
 - b.) Bills:
September 20, 2018 through October 4, 2018
 - 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.) Well #11 Update

- 5.) **New Business**
 - a.) SWRCB Compliance Order NO. 05-13-18R-002
 - 1.) Feasibility Study- Engineering Proposals

- 6.) **Next Scheduled Meetings**
 - a.) October 18, 2018 Regular Board Meeting
 - b.) November 1, 2018 Board Workshop
 - c.) November 15, 2018 Regular Board Meeting

- 7.) **Adjournment**

**SHEEP CREEK WATER COMPANY
REGULAR BOARD OF DIRECTORS MEETING**

October 4, 2018

6:30 PM

**Snowline Joint Unified School District- Board Room
4075 Nielson Road, Phelan, CA 92371**

The Regular Board of Directors Meeting of October 4, 2018 was called to order at 6:39 p.m. by Board President Andy Zody. Chris Cummings led in the Pledge of Allegiance and Bob Howard led in the Invocation. Mr. Zody thanked everyone present for taking time out of their busy schedules to come to the meeting and reminded the guests that the meeting was being recorded for accuracy of the meeting minutes.

Directors Present: Directors present tonight were President Andy Zody, Vice President Bob Howard, Secretary/Treasurer Kellie Williams, Director Luanne Uhl and Director Dave Nilsen.

Staff Present: Staff present at tonight's meeting were General Manager Chris Cummings and Administrative Secretary Dorothy Zody.

Guests Present: There were four guests at tonight's meeting. Guests included George Cardenas, Carmen Scherubel and Robert Tolliver.

Consent Motions: Dave Nilsen moved to accept the Consent Motions contingent upon any questions the Board might have they can bring them back at the next meeting. Luanne Uhl seconded the motion. Motion Carried.

Open Forum: Guest Carmen Scherubel asked if there was any plan to put the meeting minutes on Sheep Creek's website. Chris assured her that minutes from the past year are on the website.

Old Business:

System update: General Manager Chris Cumming reported static water levels are down 3-4 feet and pumping levels on wells 5 and 8 are down 3-10 feet. Current total production with the current sources is 420 GPM. These sources include the tunnel, wells 2A, 5 and 8 but not wells 3 and 4. Production is down 548 GPM from this time last year. Wells 2A, 5 and 8 are running 24 hours a day. Well 2A is being turned off every few days to give the well a break and wells 3A and 4A are off. Current usage is averaging 550-630,000 gallons a day. This is a slight reduction in usage. There have been several service lines and some main line leaks that have been repaired.

Well 11: The conduit for the underground electrical has been completed and the concrete has been poured around the well. The chlorine shed and VFD panel should be installed in the next couple weeks. We have a couple tie-ins for the Smoketree line to connect into the new system. One was postponed due to a leak in the system. Two additional service connections were transferred to the new line. There are two meter services left to remove and three fire hydrants to install. Dave Nilsen asked if all the infrastructure has been installed. Chris reported that most of it is but there was one tie in that was supposed to be installed yesterday that had to be postponed due to a leak but should be completed next week. Mr. Howard explained to the guests that if it hadn't been for CEQA and some of the other agencies the well would have been completed in May. Center Electric is scheduled to start tomorrow and finish up next week. When the electrical is completed, Layne will do start up on the well. All American Fence will be installing a fence around the well and waste pond.

Kellie Williams asked if there would be room to put in solar panels at some point. This is something that can be discussed at a later date.

New Business:

Compliance Order: Sheep Creek sent out letters last week, with the Annual Shareholder Meeting minutes, giving notification and update of the compliance order to the shareholders.

Feasibility Study: Sheep creek must have a feasibility study completed for the SWRCB by November 20th 2018. The study must include several options for Sheep Creek to meet the required max day demand (MDD). Right now the max day demand is the highest day in the past 10 years which is 2.09 million gallons a day. Included in the options must be the option to consolidate with a nearby water system. The study needs to include cost estimates for the projects, operations and maintenance. Included in the study will be Sheep Creeks desired option to drill Well # 12. The issue with the MDD will be discussed with the possibility of the State recognizing that SCWC has lowered the MDD due to the lowered allotments, the required conservation that was implemented in 2015 and that the 80 acre Serrano School site is being serviced by the PPHCSD. An issue the State might have with recognizing a lower MDD is the potential for growth, what is Sheep Creek going to do to maintain the lower demands along with, what will Sheep Creek do with the allotments when water production increases in the canyon.

Two Engineering firms have presented proposals to complete the feasibility study. Both firms do similar work.

The first proposal was received at a cost of \$21,600 from Infrastructure Engineering Corporation (IEC) located in Bakersfield.

The second proposal came in at a cost of \$39,715 from SCS Engineers located in San Diego.

Dave Nilsen Moved to accept the proposal from IEC. Bob Howard seconded the motion. Motion carried. Chris will contact IEC

Next Scheduled Meetings

Monday October 22, 2018- Snowline School District Board Room

November 1, 2018

Adjournment: Dave Nilsen made the motion to adjourn. Kellie Williams seconded the motion. Motion carried. Meeting adjourned at 7:19p.m.

Respectfully Submitted,

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