

SHEEP CREEK WATER COMPANY
SPECIAL BOARD OF DIRECTORS MEETING
August 30, 2018
6:30 PM
Sheep Creek Water Company- Board Room
4200 Sunnyslope Road, Phelan, CA 92371

AGENDA

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

- 2.) **Consent Motions**
 - a.) Minutes:
Minutes not Available
 - b.) Bills:
August 16, 2018 through August 30, 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.) Tiered Rate Structure- Well #11

- 6.) **Next Scheduled Meetings**
 - a.) September 20, 2018 Regular Board Meeting
 - b.) October 4, 2018 Board Workshop
 - c.) October 18, 2018 Regular Board Meeting

- 7.) **Adjournment**

SHEEP CREEK WATER COMPANY
Regular Board of Directors Meeting
Minutes of
August 30, 2018

The Special Board of Directors Meeting of August 30, 2018, was called to order by President Andy Zody at 6:35 PM. Dave Nilsen led in the Pledge of Allegiance. Bob Howard led in the Invocation. Mr. Zody reminded those present that all meetings are recorded, in order to obtain accurate meeting minutes.

Directors Present: Directors present were, President Andy Zody, Vice President Bob Howard, and Directors David Nilsen and Luanne Uhl and Secretary Kellie Williams.

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

Consent Motion: Bob Howard moved to accept the Consent Motions as presented except for the minutes which will be brought back at the next meeting. Kellie Williams seconded the motion. Motion carried.

Minutes of July 19, 2018 Not Available

Bills of August 16, 2018 through August 30, 2018

Manager's Report

Open Forum: Manager Chris Cummings informed the board that just before 4:00pm today, he received an e-mail from the State Water Resource Board with a compliance order issued to Sheep Creek Water Company for a Source Capacity Violation. SWRCB is requiring we supply a reliable and adequate amount of water. The SWRCB is basing production off of 10 years of maximum demand which was 2.1 million gallons or approximately 1450 GPM. The SWRCB receives updates regarding water levels, production, usage, sales, and permitted projects, along with when we started borrowing water from the CSD and when we went past the 10 acre feet as stated in the agreement. Unfortunately we've had to continue to get water past our 10 acre feet. Our lawyers will be notified to see what options we have.

Old Business:

System Update: Manager Chris Cummings reported that static and pumping levels are maintaining there has been a small increase in static levels but production has not increased due to pumps running 24 hours a day. Wells 2A, 5 & 8 are running 24 hours a day. Wells 3A and 4A are not pumping due to the effects on the other wells. Total Pumping capacity is 431 GPM including the Tunnel flow. Current usage is averaging 700,000 gallons per day. That is approximately 500 gpm. As of last Thursday we have received 5.3 million gallons from the CSD.

Well #11: Smoketree line has all been installed up to the well. It's been flushed and sampled. The crew is currently working on transferring meter services to the new line that way additional tie-ins can be completed to the existing system. The tie-ins cannot be completed until services are transferred due to bad valves. There are 3 tie-ins total. We are still waiting on pumping

equipment from Layne. The electrician should be here next week to install conduit. Chris is looking into cost to purchase vs. renting a generator.

New Business:

Tiered Rate Structure- After much discussion the board voted to leave the allotment at 750CF for first share and 150CF for each remaining share and put overage rate back to \$3.85 per HCF for the month of August only. The Board will discuss the tiered rate structure more in depth at the workshop September 13 2018 and will bring it to the next public Board of Directors meeting. David Nilsen made the motion to reverse the overage charge to \$3.85 for the month of August. Bob Howard seconded the motion. Motion carried.

Next Scheduled Meetings:

September 13, 2018- Board Workshop

September 20, 2018- Regular Board Meeting

Adjournment: Andy Zody made the motion to adjourn. Dave Nilsen seconded the motion. Motion carried. The Regular Board of Directors meeting adjourned at 7:37 p.m.

Respectfully Submitted,

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