

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

The Regular Board of Director's Meeting of October 20, 2021 was called to order at 6:00 PM by Andy Zody. Luanne Uhl led in the Pledge of Allegiance and David Nilsen led in the Invocation. Mr. Zody reminded everyone that the meeting was being recorded for accurate minutes.

Directors Present: President Andy Zody, Secretary/Treasurer Kellie Williams, Director Luanne Uhl and Director David Nilsen were all present at tonight's meeting.

Staff Present: Chris Cummings was present.

Guests Present: No guests were present.

Consent Motions

Minutes: Regular Board of Directors Meeting ~ September 16, 2021

Bills: September 16, 2021 through October 20, 2021

Manager's Report: October 20, 2021

David Nilsen moved to accept the Consent Motions as presented. Luanne Uhl 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 AB 240 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.*

Kellie Williams wanted to thank April Chaplin for the meeting reminders that she puts out on the day of the Board Meetings.

Old Business:

a.) System Update: Static water levels over the past month have slowed in decline, between 0-6 feet. Well levels continue to be monitored weekly. Wells 3A and 8 continue to run an average of 7-11 hours a day. Water usage has dropped and is averaging 500,000 thousand gallons per day, with a 5% increase in consumption and a 4% increase in production. The Tunnel is flowing at 137 gallons per minute. Total pumping capacity is at 1,787 gallons per minute.

The cross connection survey, as required by the SWRCB Sanitary Survey, has been completed. The Cross Connection Survey is also a part of the Technical Assistance for the Consolidation. There are 195 services that have been called out recommending additional backflow devices be added. Additional investigation will be completed before sending letters to the customers.

The emergency connection with PPHCSD at Valle Vista and Snowline, in the upper Nilsen Tract, will be installed in early November. Along with this project, an additional standpipe will be replaced with a Fire Hydrant.

b.) PPHCSD Consolidation Update: IEC has scheduled the Tunnel Inspection beginning Monday, October 25th. The inspection is being completed by Burgex Mining Consultants out of Sandy, Utah. The inspection is planned for 3 days. The shaft and tunnel will

be evaluated for its condition along with inspection to see if there are any blockages decreasing water flow.

The Consolidation Committee will be meeting with PPHCSD in early November to continue the discussions for a consolidation agreement. Negotiations and an Agreement will need to progress for the State to continue with the Technical Assistance. The State will be putting a hold on the project once it reaches 60%, unless there is progress with negotiations and commitment from Sheep Creek.

A draft of the Water Rights Analysis has been submitted to both Districts for review and comment before it can be sent to the State. This analysis compared several scenarios with both Districts as combined to one. The scenarios compared using both Districts Water Rights and the current and maximum day usages, along with PPHCSD water rights only. Without Sheep Creek Water Company's water rights and the PPHCSD's rights only, there would be a deficit of 502 acre feet costing \$627,175 per year

New Business:

a.) *Service Account 1389 ~ Wild Horse Canyon:* Account 1389 is located on Pipeline Rd. and Highway 2. This property has been serviced by the neighboring property since 1977. Both properties have new owners and the property without water service, needed an additional water meter. Chris petitioned the State for a new water service connection and it was approved. The property owner has paid the fees. David Nilsen moved to accept the new water meter application. Luanne Uhl seconded the motion. Motion carried.

Next Scheduled Meetings

November 18, 2021

December 16, 2021

Closed Session

Employee Evaluation

Adjournment: David Nilsen moved to adjourn the meeting. Kellie Williams seconded the motion. Motion carried. The Regular Board of Directors Meeting of October 20, 2021 was adjourned at 6:30 pm.

Respectfully Submitted,

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