

San Miguelito Mutual Water Company
Minutes of the Board of Director's Meeting

9:00 A.M. Wednesday, April 15, 2015
Company Office, Avila Beach, California

I. CALL TO ORDER AND ROLL CALL

Meeting called to order by Board President John Delehant at 9:01 a.m.

Board Members Present: John Delehant, Gerri Hall, Rick Koon, Tom Athey, Vic Montgomery(left at 10:00), and Ben Banks.
Absent: Rob Rossi
Staff Members Present: Operations and Maintenance Supervisor Dan Migliazzo, Accounting and Administrative Support Michelle Edson
Consultants Present: Legal Counsel Tim Carmel
Guests: Heron Crest Resident Bob Pusanik and Indian Hill Residents Heather Nelson, Ray Feeser, and Ann Feeser.

II. PUBLIC/SHAREHOLDER COMMENT – Mr. Pusanik asked about lot 69 Will Serve Letter. General Manager, Rick Koon read his emailed response that he sent to the County of San Luis Obispo; stating that no will serve has been issued. Ray Feeser let all know of his interest in serving on the Board of Directors. President, John Delehant responded by thanking him for his interest and let him know we would add him to the ballot. Heather Nelson asked about our water supply and Ann Feeser asked about our service area. General Manager, Rick Koon responded by letting them know we would address both questions in the General Manager's Report portion of the meeting.

III. CLOSED SESSION - None

IV. RECONVENE TO OPEN SESSION - None

V. REVIEW and APPROVAL OF MINUTES

- Minutes of the March 18, 2015 regular meeting were approved with minor changes on motion by Vic Montgomery, seconded by John Delehant. Motion passed 6 – 0

VI. UNFINISHED BUSINESS - None

VII. NEW BUSINESS –

- a. Stage II Water Conservation is working well, with an overall reduction in water use of 30%. It is the staff's recommendation that we stay in Stage II Conservation. With Financial Officer, Tom Athey's recommendation to re-look at it in July, a motion was made to continue with Stage II Water Conservation by John Delehant, seconded by Tom Athey. Motion passed 5 - 0 (Vic Montgomery not available for vote)
- b. Annual meeting May 20th 2:00pm. BOD would like ballots to be mailed out by May 5th 2015. All shareholders must have account current to vote their share and absentee ballots must be received by close of business day on May 15th 2015 4:30pm. Motion made by Ben Banks, seconded by John Delehant. Motion passed 5-0
- c. Draft 2014 Financial Review General Manager Koon reviewed the summary financials with the BOD.

VIII. GENERAL MANAGER'S REPORT

- Administration

- In response to Mrs. Nelson question about our water supply, General Manager Koon reviewed the DWR projected state water deliveries. At this time state water is 20% which amounts to only using 20 acft of our carryover water in 2015.

- General Manger Koon presented and reviewed the photograph / drawing of our service area boundaries in response to Ann Feesers question.
- Santa Clara Valley Water Authority has asked SLO County if there was any interest from any State Water Subcontractors with carry over water, to sell them carry over water. SMMWC responded that we were not interested at this time.
- We have had a higher than normal number of customers using online bill pay with late charges. We're letting customers know they should be allowing at least 10 days for processing and mail time.
- We have received a medical exemption request from our Conservation Usage. Upon review, the request was granted.

- Operations

-Water

- Heron Crest Booster Station - Updating to the VFD's and control equipment have been completed.
- Kingfisher Booster Station – New VFD's have been installed and the final booster pump was installed.
- Staff is looking into installing a solar powered chlorinator at tank 400 similar to the one installed at 100 & 200.

-Wastewater

- The WWTP continues to operate efficiently.
- All lift stations are functioning normally.
- The Hydrodyne is scheduled for its 5year service in April.

- Capital Projects

- Lift Station #3, pump #2 removal and rebuilding has begun and the pump was removed. The impeller is being re-chromed where needed.

IX. FINANCIAL STATEMENT

The Board Management Report for March 2015 was presented by General Manager Rick Koon with the following highlights:

Cash and Reserve Funds as of February 28, 2015 are:

Operating Cash	Operational Contingency Reserves	State Water Reserves	Capital Reserves
\$140,426	\$354,871	\$218,576	\$1,676,128

X. BOARD MEMBER COMMENT - None

XI. ITEMS FOR NEXT AGENDA- None

VIII. ADJOURNMENT

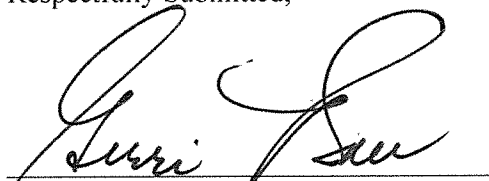
Motion to adjourn made by Ben Bank seconded by Tom Athey. Motion passed 6-0. Meeting was adjourned at 10:34 a.m.

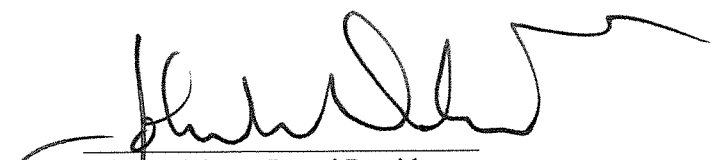
Proceeding reported by:

Michelle Edson, Accounting and Administrative Support

Respectfully Submitted,

Approved:


 Gerri Hall, Secretary


 John Delehant, Board President