

LA CUMBRE MUTUAL WATER COMPANY
BOARD OF DIRECTORS MEETING
NOVEMBER 28, 2018
MINUTES

The meeting was called to order at 1:15 pm by President Jane Lodas

Present: Directors, Jane Lodas, Doug Campbell, Marc Russo and Bob Uradnicek. Also present, General Manager Mike Alvarado, Administrative Manager Jeff Dameron and Maria Armijo Office Manager

Absent: Alex Rodriguez

Public comment

None.

Approval of agenda

Ms. Lodas requested item seven "closed session" be moved to last item on the agenda.

After a review of the agenda, it was motioned by Mr. Uradnicek, seconded by Mr. Campbell to approve the agenda as amended. Motion carried.

Approval of the regular Board meeting minutes of October 29, 2018

Ms. Lodas requested the following changes to the regular Board meeting minutes of October 29, 2018:

The word "motioned" (under approval of agenda) be replaced with "moved".

The word "annual" (under approval of the annual meeting of September 24, 2018) be replaced with the word "regular".

The word "minutes" be added (under approval of the annual meeting of September 24, 2018) be added after "regular Board meeting".

The word "the" (first sentence under Board member communications) be replaced with "that".

The word "motioned" (last paragraph under Board member communications) be replaced with "moved".

The word "replaced" in the first sentence under Cresta Water main project be added to read "sixty feet of old 6" steel pipe needs to be replaced near the Cuervo Booster station".

The word "maintained" in the last sentence under Backup generator site improvements be added to read "fruitless olive trees will be planted in front of the inner fence which will be maintained at a height of approximately six to eight feet tall.

After further review of the regular Board meeting minutes of October 29, 2018, it was moved by Mr. Campbell, seconded by Mr. Uradnicek to approve the minutes as amended. Motion carried.

Finance report

Mr. Dameron reviewed with the Board the finance report.

It was moved by Mr. Russo, seconded by Mr. Uradnicek to receive and file the finance report. Motion carried.

Hope Ranch Association rent

Mr. Dameron reviewed with the Board the office rent history for the Hope Ranch Association. After further discussion, it was moved by Mr. Russo, seconded by Mr. Campbell to raise the monthly rent by 4.10% (\$73 a month). Motion carried.

Water demand and supply analysis update

Item was not discussed at this time.

Well #10A project update

Mr. Alvarado informed the board the Well #10A project (installation of new liner) should be complete by this Friday. The well has good flow rates with little to no sand. The flow was approximately 425 gallons per minute at the high end. Next step to the rehabilitation project for Well #10A will be to design and install the electrical work. Well #10A is projected to be on line by February 2019.

La Cumbre Country Club recycled water MOU and reimbursement agreement

Mr. Alvarado informed the Board, the City of Santa Barbara (CSB) at this time has decided to postpone the agreement with La Cumbre Water (LCW) for the La Cumbre Country Club (LCCC) recycled water. CSB is having problems with their treatment process and has experienced pipeline failures. Currently, the CSB does not have the extra capacity to serve LCCC. CSB will want to enter into an agreement with LCW in the future.

LCCC would like to apply for grant funding to assist with the expense of receiving recycled water in the future. For LCCC to receive grant funding for the recycled water, LCW needs to enter in the Memorandum of Understanding to Participate in the Statewide and Countywide Integrated Regional Water Management program (Program MOU). LCW is willing to enter into the program on the condition that LCCC agrees to reimburse LCW for all expenses incurred by LCW under the Program MOU. LCCC has agreed to the reimbursement terms.

After further discussion, it was moved by Mr. Campbell, seconded by Mr. Russo to enter into an agreement with the CSB and LCCC. Motion carried.

Water shut off protection act SB998

Mr. Alvarado informed the Board, Gov. Brown has signed into law SB 998, the Water Shutoff Protection Act, that will help customers with health conditions or are financially unable to pay their water bill. The new law only applies to residential water service. This new law gives those customers who cannot pay their bill, more time in which to do so. Water bill must be delinquent sixty days before any interruption of service process can commence (for those who have a health condition or are financially unable to pay). Mr. Alvarado informed the Board a new water shut off policy will need to be created to follow the new law that will take effect in 2020.

Water production report

Mr. Alvarado reviewed the water demand and supply analysis update with the Board. It was motioned by Mr. Uradnicek, seconded by Mr. Campbell to receive and file report.

Badger meter update

Mr. Dameron informed the Board there are an additional 250 smart meters to be installed out of a total of 1485 meters yet to be replaced. The meter replacement project is scheduled to be completed by end of 2019.

Employee recognition-Jonathan Salcedo

Mr. Alvarado informed the Board, Jonathan Salcedo has passed one of two certification tests. The Board recognized and congratulated Mr. Salcedo on him passing the test.

Closed session-personnel matters

The Board met in closed session from 2:39 until 2:48 to discuss personnel matters.

There being no further business, the meeting was adjourned at 2:48 pm.

Next regular Board meetings: December 17, 2018 at 1:00 pm

Maria Armijo
Office Manager