

LA CUMBRE MUTUAL WATER COMPANY
BOARD OF DIRECTORS MEETING
APRIL 23, 2018
MINUTES

The meeting was called to order at 2:00 pm by President Jane Lodas

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

Absent: None

Approval of agenda

The Board reviewed the agenda. No motion made.

Public comment – none

Approval of Regular Board meeting minutes of March 26, 2018 & Special Board meeting minutes of April 3, 2018

MR. Uradnicek requested the word “spirit” be changed to “sphere” (second sentence) under Goleta Sanitary District.

Ms. Lodas also requested the words “an hour” (first sentence, last paragraph under Public comment) be added.

After further review it was moved by Mr. Rodriguez, seconded by Mr. Uradnicek to approve the the Regular Board meeting minutes of March 26, 2018 as amended. Motion carried with Mr. Campbell abstaining.

After further review of the Special Board meeting minutes of April 3, 2018, it was moved by Mr. Uradnicek, seconded by Mr. Rodriguez to approve the minutes as presented. Motion carried with Mr. Campbell abstaining.

Review Board meeting times

After reviewing the possibility of changing the Board meetings to another day/time, it was decided to remain with the current day and time of every fourth Monday of the month at 2:00pm.

Nominating Committee report

Mr. Uradnicek reported the nominating committee members (Susan McMillan, Peter de Tagyos and Bob Uradnicek) met on April 6th. To date, no other nominations have been submitted (deadline for submittals is May 22nd). The Committee submitted its proposal for nominees, Mr. Rodriguez and Mr. Russo. Unless another nomination is submitted by the May 22nd deadline Mr. Rodriguez and Mr. Russo will be re-elected at the annual meeting of June 12, 2018.

Water production report

Mr. Alvarado reviewed with the Board the water production report.

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

By-Laws amendment update

Mr. Mannion (legal counsel) reviewed the changes to the amendment of By-laws ballot made by staff and approved them. Mr. Mannion recommended the ballot be mailed out prior to the proxy.

The mailer consisting of a cover letter, voting ballot (amendment of the By-Laws) and a current copy of the By-Laws is scheduled to be mailed out April 27th. The Board recommended changing the last sentence in the Written Consent of Stockholder to read "I hereby provide my written consent to amend the Company's By-laws as specified above". And to have it on one side only.

After further review, it was moved by Mr. Uradnicek, seconded by Mr. Russo to approve the By-Laws ballot, cover letter and copy of the current By-Laws as amended. Motion carried with Mr. Rodriguez abstaining.

Emergency generator purchase

Mr. Alvarado sent out for quotes on two new emergency generators. One generator will be placed at the pump station on site (Via Tranquilla). The second generator will be placed at Well #19. Only Cummins responded meeting the specifications of the generators needed. Approximate cost of the two generators is \$160K. The purchase of two generators were originally approved as part of the 2018 Budget presented to the Board in the December 2017 meeting.

After further discussion, it was moved by Mr. Uradnicek, seconded by Mr. Rodriguez to approve the purchase of the two emergency generators at a cost of approximately \$160K. Motion carried.

Goleta Sanitary District

Mr. Alvarado reported the LAFCO process continues to move forward. Four out of the five homeowners interested in tying into the sewer connection with Goleta Sanitary District have turned in their applications. If the last application is not turned in, the process will continue with only four properties instead of the initial five. Mark Lloyd will prepare the final documents for the LAFCO hearing. Once approved by LAFCO, Mac Design will move forward with the pipe line and manhole design.

Fire hydrant replacement project

Mr. Alvarado reported there were five old style hydrants on Via Roblada that were hard to open. All hydrants were replaced. Crew will be looking at the condition of the other hydrants in the service area and replacing as needed.

There being no further business, the meeting was adjourned at 3:15 pm.

Next meeting: Regular Board meeting – May 21, 2018 at 2:00 pm.

Maria Armijo
Office Manager