

**Palomar Mountain Mutual Water Co.
Meeting Minutes Saturday November 10, 2018**

Meeting called to order at 8:34 AM

Board members present: Joanne Marugg (President), Glenn Borland (Vice President), Brett Michael Hauser (Treasurer), Diana Serry (Secretary), Bonnie Spear, Brian Wagner and Walt Johnston (Members at Large).

Board members absent: None

A quorum was established

Shareholders present: Sue Hanson, Marlene Sharp, Martin Marugg

Non-Shareholder present: None

PMMWC staff present: Mike Probert (Operations Manager), Linda Thorne (Office Manager)

Prior meeting minutes: Board approved October 13, 2018 meeting minutes

Opening statement from Joanne Marugg, President:

'We are a well run business thanks to Linda and Mike who work on a part time basis. Mike and Linda jump through all these hoops for us including continuing education so they can maintain their licenses to run this water business. Shareholders need to be aware; this is a private company that was started in the 1920's. I think the word private company needs to be emphasized because any water on this side of the mountain is a privilege, it is not a right. This is coming right from our Lawyer Mr. Friedrichs from White & Bright in Escondido. If something would happen to our company whether we didn't have an operator or were unable to provide water, the State is not going to just come in and say 'okay we'll run it'. This is a private entity. Mr. Friedrichs says through the law each person is on their own to dig their own well. So that is how critical this is, unless you want to dig down 2,000 feet to get to wherever water is. We're an important entity.' Joanne thanked Mike, Linda and the PMMWC Board Members.

Operators Report:

Mike Probert, Operations Manager

Emergency Calls: None

Water Levels:

	October 2018	November 2018	2017
Darby	No data		
Pedley #3	32.7'	31.6'	22.3'
Pedley #5	33.4'	34.0'	25.3'

Tank levels: 60-65K gallons

Water Usage October 2018 =7,190 Gallons per day, September 2018=10,836 Gallons per day, October 2017=9058 Gallons per day

Chlorine .4

Coliform/E Coli Absent

Meters read: Meter #121 for escrow

Meters replaced: No meters replaced

Operation Manager notes:

10/17/2018

Personal shut off valve replacement for meter #66. See Operation Manager's report for details.

Pedley well site apple trees were picked clean. See Operation Manager's report for details.

10/20/2018

Property owner of meter #117 admitted they picked the apples and apologized.
See Operation Manager's report for details.

10/30/2018

Noticed a drop in gallons pumped overnight. See Operation Manager's report for details.

Linda received an email from meter #10 the Shareholder. See Operation Manager's report for details.

11/1/2018

Meter #10 taken to a meter testing facility in Hemet. See Operation Manager's report for details.

11/3/2018

Drop in pumping overnight. See Operation Manager's report for details.

New tank installation prep will hopefully begin March 2019 with tank installation April 2019. Cold temperatures inhibit adhesive setting. Installation will include a tank liner.

End of Operation Managers report.

The Board discussed the importance of no trespassing signs, and Walt Johnston reminded about public liability exposure. Walt also expressed concerns that even if signs are posted people still trespass. Walt asked if the attorney should be contacted to ask if there are any other measures PMMWC can take to avoid being sued if someone is injured on PMMWC property. The Board also discussed posting signs indicating there were security cameras present and that shareholders should contact Mike if they want to go onto PMMWC property and he could escort them. Mike indicated he would contact someone at Homeland Security to see what signs are best for PMMWC. Brett Michael Hauser suggested that a statement be posted on the PMMWC website regarding trespassing. Linda indicated that a statement regarding trespassing also be included in the January newsletter.

Secretary's Report:

Diana Serry, Secretary

5 pending share transfers in various stages.

See share transfer report as part of these minutes

Linda asked who the contributors would be for the January 2019 newsletter. Mike Probert write an Operations Manager statement for the January Newsletter. The newsletter will also include a statement about how shareholders can contact Bonnie Spear to update their contact information and opt into receiving information via email/Nextdoor. Linda will have the Board review and approve the January 2019 newsletter draft before it is sent out.

Treasurers Report:

Brett Michael Hauser, Treasurer

Please refer to financial statements for October 2018, the spreadsheet for July thru October 2018, Accounts Receivable Listing as of October 13, 2018, and an Accounts Receivable Listing as of October 31, 2018 included with these minutes.

The Board also discussed reimbursement to a shareholder for repair of the PMMWC computer. Board agreed to 2 hours labor \$50.00 hr + plus parts reimbursement as 'outside services'.

Brett Michael Hauser asked that PMMWC check signers notify him if they are going to be out of the area for an extended period of time.

Walt Johnston opened discussion about making sure PMMWC has a policy for charging shareholders if shareholder asks for a meter to be tested. Board members discussed that when a meter fails the meter runs slower, thus benefiting the shareholder.

Treasurer's Report Continued

Brett Michael Hauser read SDGE statement regarding CA climate credit.

Joanne Marugg shared her observations regarding redundancy & security on a recent visit to Padre Dam Water District.

Old Business:

Billing practices to remain the same.

Shareholder comments/questions:

Sue Hanson, Shareholder had questions regarding Joanne Marugg's opening statement about PMMWC responsibility to provide water. Linda Thorne indicated that if the PMMWC were no longer able to operate and the company needed to close; Funds in the account would be used to pay outstanding bills and the remaining funds would be distributed to the shareholders. Shareholders would then have to figure out a way to get water on their own and the State of CA would not take over. Sue also stated that she understands that PMMWC is a business which is the reason she is passionate about the things she has been passionate about.

New Business:

Meter #10 discussions to be held in private Board session. Board decision was that billing amount for meter #10 stays as it stands.

Meeting adjourned at 10:24 AM

Diana Serry, PMMWC Secretary