

RANCHO PAUMA MUTUAL WATER COMPANY ("RPMWC")
MINUTES OF THE
REGULAR MEETING OF THE BOARD OF DIRECTORS
HELD May 17, 2021

Directors Present: Chuck Bandy, Laurie Kariya, Larry Taylor and Steve Wehr

Directors Absent: Bruce Knox

Also Present: General Manager Bobby Graziano and Office Manager Amber Watkins

1. **Call to Order:** Meeting was called to order at 10:00 a.m. by President Bandy via Zoom.
2. **Shareholder Comments:** None
3. **Approval of Previous Minutes**
 - a. Minutes of March 15, 2021 – Annual Meeting: Upon a motion by Kariya, second by Wehr and a unanimous vote, the minutes of the Annual Meeting held on March 15, 2021 were approved as written.
 - b. Minutes of March 15, 2021 – Regular Meeting: Bandy noted that item 7a should state “is currently 45%” and one point of criteria reviewed was changing from 25% to the projected 45%. Motion was made by Wehr to approve the minutes of the Regular Meeting held on March 15, 2021, pending the changes requested herein, seconded by Taylor and upon a unanimous vote were approved.
4. **Reports**
 - a. Account Totals: March and April presented for review. Graziano reminded that agricultural users have yet to exhaust their Tier I.
 - b. Water Report: Presented for review. Graziano noted that Well 40 has been running steady since last May which was a great way to utilize this stranded asset. Bandy noted that it is causing minimal strain on the system since Well 40 is mid district, away from the main well field. Graziano presented the SCADA data, Bandy noted that we are halfway through the year with minimal impacts on the aquifer. Bandy also noted that he believes we are tracking well at 700,000 units to be sold by year end. Kariya inquired on the Slippage Report regarding the runaway leak she reported. Graziano explained that a 2” pressure relief valve failed and caused water to shoot up into the air for an unknown number of hours. The valve was rebuilt and is functioning normally. Bandy asked to move Item 6 as the next discussion item.
6. **General Manager’s Report:** Graziano presented the report. Graziano noted that Hydrocurrent underbid Brax for some recent repair work. Graziano reported that Hydrocurrent has overall been easier to work with and knowledge and pricing have been better. Well 38 which was recently repaired by Brax is having issues again. Hydrocurrent has pulled the pump and will provide a full report soon. Taylor commended Graziano for taking the initiative to develop a new relationship with another company. Bandy suggested that anytime a pump is pulled the well be videoed. Bandy noted it is a cheap way to get a real understanding of the repairs needed. Graziano noted that Well 7R2’s permit amendment will be sent for processing in the near future.
5. **Financial Report**
 - a. B/S, P&L as of Mar 31, 2021: Watkins reported that cash total was \$1,893,219. Watkins noted Accounts Receivable totals were \$67,390; Accounts Payable totals were \$53,042. Watkins noted that account 603.9

is the cost of chlorine cylinders, legal fees include 50% of the SGMA charges and that Management Fees were up slightly higher as there were three pay periods in the month of March.

b. B/S, P&L as of Apr 30, 2021: Watkins reported that cash total was \$1,872,589. Watkins noted Accounts Receivable totals were \$89,481; Accounts Payable totals were \$61,736. Watkins noted that the chlorine storage building for Well 7R2 is now added to Construction in Process. Watkins explained that a resident added a new 1" meter and the revenue from that is located in Account 554. Watkins noted that another resident increased their meter back to a 4" and those fees were captured in Account 603.2. Watkins reported that the annual preventative maintenance was performed for all the wells and service calls were placed for the generators. Upon a motion by Wehr, seconded by Taylor and unanimous vote the financials for March and April 2021 were adopted as presented.

7. **Adjournment**

a. Next Meeting Date- July 19, 2021: With no further business to discuss and upon motion made by Bandy, seconded by Wehr and unanimously carried the meeting adjourned at 10:33 a.m.

Amber Watkins

Amber Watkins, Recording Secretary