

Palomar Mountain Mutual Water Co., Inc.
Minutes of the Regular Meeting of the Board of Directors

August 15, 2014

The meeting was called to order at: 8:35 AM

Directors Present: Martin Marugg, Brett Michael Hauser, Brian Wagner, John Lesac, Walt Johnston, Mark Thompson and Glenn Borland.

Directors Absent:

Also present: Mike Probert [Operator], Linda Thorne [Office Manager, Joanne Marugg [Past President] Shareholder Kimberly McClary and Shareholder Sue Hanson

The minutes of the July meeting were approved.

Kimberly will be making payments on her account and has signed necessary paperwork. There will be a \$15 finance payment on each late payment.

Operator's Report: [Mike Probert]
[See Operator's Diary and well and pump data]

Well	July 2015	July 2014
Darby	48' [dry]	37'
Pedley #3	32'	27.5'
Pedley #5	33.2'	29.5'

Average water use: 7372 gpd
Chlorine levels: 0.5, 0.4, 0.2

7-19-15 Well #3 and well #5 draw down test: Mike did a draw down test of these two wells. The recovery time was 15 minutes and so results look good despite the drought.

JULY DRAW DOWN		
	#3	#5
July 1	33.1'	35.8'
July 19	30.7'	31.9'
	43.4'	42.9'
	RETURN TO STATIC IN 15 MINS.	
July 26	30.6'	31.2'
Aug 13	32'	33.2'

5HR DRAW DOWN

2 WEEKENDS OF HEAVY RAIN.

7-27-15 DTEK re-sampling: DTEK did not do the proper test on some of our water samples. Mike re-sampled and there was no extra cost.

8-8-15 Meter #19 leak: Mike found a leak on the homeowner's side of meter #19. Mike turned off the meter and notified the shareholder.

8-9-15 Report of cloudy water at meter #186.

8-10-15 Cloudy water at meter #186: Mike drew a water sample ran the water into their storage tank and resampled. The water was clear. There was no apparent reason for the turbidity.

Morrie Jamison suggested that for generator repair and maintenance we call "Global Power". Mike will check this out and set up an account.

Secretary's Report: [Glen Borland and Linda Thorne]

Share transfers and Pending Escrows: Please see Water share transfer spreadsheet as part of these minutes.

Website: Linda asked the Board whether they thought it was a good idea to put the meeting minutes on line and our palomarmountainwater.com web site. The Board agreed that this was a good idea. John Lesac will add these to our website

The Sign in front of the office building: Except for a few shareholders, the sign is not in a good position to read. The Board agreed to put the website on the board and leave it there.

Treasurer's Report: Brett Michael Hauser
See financials included with these minutes

Brett reviewed the end of the fiscal year financials. These will be presented at the annual meeting. We have increased costs this year because of some major projects. Mike will explain these at the annual meeting. We have increased water testing costs this year. This happens every three years when we have major testing. The baseline cost of running the company without major projects or emergencies is about \$75,000. This is paid for by our January bills and our water sales. Major problem expenses come from our special assessment fund that is held in a money market account.

The accounts receivable were reviewed.

Old business/New Business:

Upgrade on electrical panel in Pedley Valley. Mike is still waiting for Stehly to respond.

Tree maintenance at the tank site: We have asked Tom Scott from UC Riverside to give us an assessment on our trees at this site. He agreed, but no action has been taken. We are giving Tom well level information for his research project on Oak Trees.

Well Information: Glenn asked Mike for information on the Pedley wells. Well #5 has a 10 HP pump and delivers at 27 gallons/ minute. It is set at 180'. Well number #3 has a 5 HP pump, delivers 13 gallons/ minute and is set at 150'. The wells are about 900 feet below the tank site with about a one mile run. There are two check valves. Borland's private well is set at 275'. His water level came up about 10' feet after the last rains. This well is near the top of the mountain.

Annual Meeting: We have two shareholders willing to run for the Board, replacing Walt Johnston and Brett Hauser.

Small Water Company Information: Martin plans to contact small water companies within the San Diego area in order to obtain information concerning their wells during the drought.

**The meeting was adjourned at 9:55 A.M.
Next Meeting: October 10th at 8:30 A.M.**

**Annual Meeting:
10:00 A.M. September 7th [Labor Day]
At the Fire Department**

*Respectfully submitted:
Linda Thorne [Office Manager]
August 26, 2015*