**Palomar Mountain Mutual Water Company, Inc.**

**Annual Shareholder Meeting**

**September 6, 2021**

***The meeting was held electronically. It was set up by Glenn Borland on his WebEx account.***

**Members Present:** Joanne Marugg, Glenn Borland, John Lesac, Brett Michael Hauser, Brian Wagner,, Walt and Rosemary Johnston.

**Staff:** Mike Probert [Operator] and Linda Thorne [Office Manager].

The annual shareholder meeting minutes from September 2 2019 was approved. Glen Borland made the motion to approve and Brian Wagner seconded.

Linda presented the list of new shareholders: There were 25 share transfers.

Bowen

Grace to Lucas

Defay to Clark

Smitt to Miller

Foryay to Horwin

Makee to Stoltz

Evans to Mcarthy

Lucia to Yager

Stock to Johnson

Spratley to Spratley

Owens to Pavley

Helser to Helser

Castley to Evajo

Gillingham to Neigly

Castverliga to Cooke

Bosenowski to Mathews

Appleman to US Financial

Telezar to Maxelli

Smitt to Macland

Serry to Fox

Funkhouser to Foryea

Zole to Dunn

Jones family trust to Mills

Sallel to Barr

Kudisham to Moreham

Morehead to Schaffer

Mike Probert gave his operators report:

Well Levels

Well #3 last year was 19 feet this year is 25 feet.

Well #5 last year was 23 feet this year is 27 feet.

Average daily usage last year at this time was ? Gallons per day this year it dropped down to 12,000 gallons per day.

A lot of water testing was done this year and the testing requirements are up to date. We got dinged with almost all of title 22 from both the country and state. We tested for both organic and inorganic materials and any kind of gases and bacteria. We tested pristine. We are good for another 3 years.

As of September 1 2021 we are now under state control. The county is still providing some help as a liaison between the small water companies and the state guidelines and rules.

A number of large trees fell across the road to the well site. A company called Stump Master had to be hired to remove these trees to permit road access to the wells. The diameter of the trees was well over 5 feet.

New construction at the fire station was consuming over 15,000 gallons of water per day. A meeting was held with Cliff Kellogg. The result was that the needed water would be purchased from the Christian Conference Center using the CalFire water tender, thus saving the water company from providing excessive consumption. The fire station will continue to use water company water for domestic use.

Financial Report from Brett Michael Houser:

Our current total assets are $237,867.73. We are up about $3000 over this time last year. The total income for the past year was $97,798.08. Vs 84,334.27 last year.

The increases in electricity rates: we paid about $1000 more this year, Mike is pumping during off peak hours which is saving us a lot of money. Mike is to be commended for his efforts in this regard.

We are paying more for insurance liability, also for workers comp.

Our total expenses for this year are $102,432.28 vs last year $115,152.62.

This year we have a loss $4436.20 vs the loss from last year which was $30,818.35.

The increase in rates that the board voted for to begin in January 1 are to offset these rising costs.

New Business: These is none.

No additional comments from board members or shareholders were raised.

Meeting adjourned.

The meeting was called to order at 9:00AM

Minutes of the last meeting [7-10-21] were approved With Brett suggesting punctuation changes and less explicit details regarding possible security breaches. Brett moved, Glen seconded, and the Board approved unanimously.

**Operations: Mike Probert**

**Operator’s Report**

Well #3 is at 24.6 feet. Last Year it was at 16 feet.

Well #5 is at 28.6 feet. Last year it was at 20.2 feet.

Coliform testing showed a false positive. Five additional tests showed coliform is absent.

Meter reading for the past two months on meter102 shows a usage of 58,602 gallons. An examination of the corresponding property shows abundant plant growth confirming high water use. A family of four averages 45,000 gallons per year. The excessive use by the shareholder who has meter 102 will be sent a letter asking him to decrease his water usage. Disciplinary action will be taken if the excessive high-water use continues.

Linda will search past minutes to determine what disciplinary actions have been specified.

The recent additions air-B&Bs and VRBOs properties on Palomar Mountain has shown greater fluctuation in water use. For example, Monday water usage shows a peak because laundry is usually done on this day following the return of week-long visitors on the mountain.

Water use restrictions will remain “Voluntary” for now.

A well drawdown test will be done to determine if the “Voluntary” restriction can remain.

Entered executive session at 25 minutes

Exited executive session at 35 minutes.

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**Secretary’s report: Linda Thorne**

*See copy of share transfer list with these minutes. For privacy reasons these will not be posted on our website.*

There have been about 5 property transfers during the past month. A complete list of property transfers will be given at the annual meeting.

**Treasurer’s report: Brett Michael Hauser**

The past year shows a loss of $4634.20. The previous year it was $30,818.35. Our income was up from $84,334.27 last year to $97,798.08 this year. Expenses are not as bad as last year.

Discussed the delinquent water billing for shareholder: property number #####. The funds due the water company are part of a court proceeding that will eventually be paid. The legal process is no longer in the hands of the water company.

Annual meeting will be held at 10:00 am on Labor Day.

**Annual Meeting**

An agenda for the annual meeting needs to be created. Linda will draw up the agenda and John will put it on the web site.

Glen has not received any acceptances for the annual meeting so the online meeting may be of very limited attendance.

Linda if of the opinion that the shareholders are satisfied with the running of the water company. There have not been any complaints about the increase in water company fees. The Palomar Mountain water company fees are on the low end when compared to other nearby water companies.

The meeting will be at 10:00 am on Labor day.

**New Business**

**Security:** Brett continues his concern with malicious vandalism of water company property. Security was discussed. Thanks to Brett for bringing this to our attention.

**Meeting adjourned: 10:15 AM**

**Next Meeting will be held Monday September 6 at 10:00 AM via electronic meeting**

Respectfully submitted by Office manager Linda Thorne, 06/12/2021