



**BELFLOWER-SOMERSET MUTUAL WATER COMPANY
MINUTES OF REGULAR MEETING OF THE BOARD DIRECTORS**

August 20, 2018

4:30 P.M.

Location: Company Office

ROLL CALL OF DIRECTORS

Rick Cook, President
Eric Ikeda
Leo Struiksmma
Jerry Larsen

ABSENT

Cheryl Harris

OTHERS PRESENT

Steve Lenton, General Manager
Cathy Cortez, Office Manager
Paul Kaymark, PCG Client

1. Call to Order
President Cook called to order a regular meeting of the Board of Directors at 4:30p.m. at the company office located 10016 Flower St, Bellflower, CA
2. Approve the Minutes of the Board Meeting held July 16 2018
Motion by Director Ikeda, seconded by Director Struiksmma and carried to approve the minutes of July 16, 2018 as corrected.
3. Approve Payment of Bills
Motion by Director Larsen, seconded by Director Ikeda and carried to approve payment of the bills as presented.
4. Public Comment
None

Discussion/Action Items:

5. Old and New Business:
 - A. Fiscal Year End Financial Report
Paul Kaymark from PCG Client Services was here to discuss the Fiscal Year End Financial Report. Mr. Kaymark also gave the board an update on the results of the review and that he did not expect any changes once the final review report became available. Mr. Kaymark informed the Board of Directors

that the final report will be available at the Board of Directors meeting in September.

- B. Change Annual Meeting Date to Monday September 17, 2018
Because this is a non-election year, Mr. Lenton requested the Board change the date of the Annual Meeting from September 20, 2018 at 7:00p.m. to September 17, 2018 at 4:30p.m.. Motion by Director Ikeda, seconded by Director Struiksma and carried to approve the change date and time of the Annual Shareholders Meeting to September 17, 2018,
- C. Approve Main Replacement at Courthouse Parking Structure and Approve up to \$90,310 for Construction Cost
Mr. Lenton presented to the Board of Directors the quote from AKM Consulting for the replacement of the mainline at the Courthouse parking structure. Due to unforeseen issues presented to AKM and Mr Lenton by the contractor, the cost for construction has increased to \$108,460.00. After a discussion The Board of Directors took the following action: Motion by Director Struiksma, seconded by Director Ikeda and carried to approve the replacement of the mainline and approve the cost of the replacement not to exceed \$108,460.00

Reports:

6. Projects Update

Mr. Lenton provided a report on the following projects.

- A. Cal Mutual Update
Mr. Lenton updated the board in regards to bills that have passed and been signed by the governor that affect the water industry
- B. Leahy Well
Steve informed the board that NV5 had the plans 75% completed.
- C. SCADA
Steve informed the board that SCADA is completed and showed the Board of Directors how the SCADA system works.
- D. CalAmerica
Steve updated the board that the Sale of the Bellflower Municipal Water System is still pending PUC approval. The anticipated closing will be the end of 2019.
- E. Storage of Water Rights
Steve updated the board on the storage of 1,000 AF of water rights with WRD

7. Finance Committee
None

8. Personnel Committee
None.

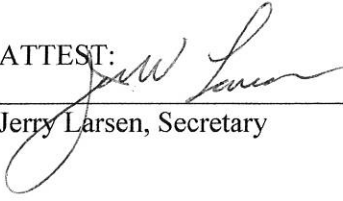
Executive Session: (Personnel Matters)

None

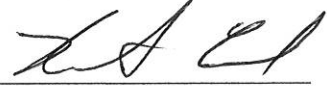
Adjournment

The President asked if there was any further business to come before the Board of Directors, there being none, motion made by Director Ikeda, seconded by Director Struiksma, carried to adjourn the meeting.

ATTEST:



Jerry Larsen, Secretary



Rick Cook, Board President