

BOARD OF DIRECTORS
MEETING MINUTES – REGULAR MEETING

Date: September 16, 2010 Time: 7:00 PM.

Location: CRESTLINE VILLAGE WATER DISTRICT

CALL TO ORDER: President Dahlstrom called the meeting to order at 7:03 PM

ANNOUNCEMENT: There will be an Executive Board Meeting following the Regular Board Meeting.

PRESENT: President Perry Dahlstrom
Vice President Ronald Albright
Secretary Wilfred Steiner
Director Donald Pederson

CONSULTANTS: General Manager – Sonny Gowan
Administrative Consultant – Rhiannon Gowan

STAFF: Roselynn R. Halpin
Jani Sue Haynes

AUDIENCE MEMBERS: See Attached Exhibit "A"

BOARD OF DIRECTORS MEETING MINUTES

1. APPROVE THE MAY 27, 2010 EXECUTIVE BOARD OF DIRECTORS MEETING MINUTES.

DISCUSSION: No changes or objections to the minutes.

MOTION: Director Steiner made a motion to approve the May 27, 2010 Executive Board Meeting minutes as submitted. A second was made by Director Albright.

ACTION: Motion carried unanimously.

2. APPROVE THE JULY 15, 2010 REGULAR BOARD OF DIRECTORS MEETING MINUTES.

DISCUSSION: No changes or objections to the minutes.

MOTION: Director Albright made a motion to approve the July 15, 2010 Regular Board Meeting minutes as submitted. A second was made by Director Steiner.

ACTION: Motion carried unanimously.

3. APPROVE THE AUGUST 19, 2010 REGULAR BOARD OF DIRECTORS MEETING MINUTES.

DISCUSSION: Director Albright inquired about the Bennett item in the Old Business Category, GM Gowan responded that the item is back in the Old Business Category and will remain there until the item is resolved.

MOTION: Director Albright made a motion to approve the minutes of the August 19, 2010 Regular Board of Directors Meeting. A second was made by Director Pederson. Director Steiner abstained.

ACTION: Motion carried.

4. APPROVE THE SEPTEMBER 2, 2010 EXECUTIVE BOARD OF DIRECTORS MEETING MINUTES.

MOTION: Director Steiner made a motion to approve the minutes of the September 2, 2010 Executive Board of Directors Meeting. A second was made by Director Albright.

ACTION: Motion carried unanimously.

REPORTS

FINANCIALS

DISCUSSION: Mrs. Gowan briefly reported on the April 2010 financials.

MOTION: Director Steiner made a motion to approve the Financial Report for April 30, 2010. A second was made by Director Pederson

ACTION: Motion carried unanimously

DISCUSSION: Mrs. Gowan briefly reported on the audited financials for year ending April 30, 2010. Final copies will be available on September 18, 2010 at the Annual Shareholders Meeting.

MOTION: Director Albright made a motion to approve the Financial Report for Fiscal Year Ending April 30, 2010. A second was made by Director Steiner.

ACTION: Motion carried unanimously.

OPERATIONS

Production Reports for August, 2010

General Manager, Sonny Gowan provided the following totals for August 2010:

TOTAL MONTHLY SYSTEM PRODUCTION:	3,543,822	gallons or 77.7 gallons per minute.
TOTAL PURCHASED WATER TO THE SYSTEM:	0	gallons or 0.00 gallons per minute.
TOTAL WATER TO THE SYSTEM IN JUNE 2010:	3,543,822	gallons or 77.7 gallons per minute.
TOTAL SYSTEM STORAGE AS OF JUNE 30, 2010:	77.46%	

GM Gowan reported the following information to the Board:

- The Company has completed another meter read cycle again.
- Valve operation maintenance is proceeding on schedule and a list is being created with all results.
- The Company has done a few service repairs this month.
- Our insurance company has informed CPPMWC and CSA-18, that based on all available information they have concluded CPPMWC is under no obligation to pay for any damage sustained as a result of a fitting/valve failure at Mozumdar & Sand Hill Road. Our insurance company has instructed that any further inquiries be referred directly to them. GM Gowan stated that we currently have only a temporary repair to the roadway at this site, but that a permanent repair (patch) will be performed after the soil has had adequate time to settle.

PUBLIC COMMENT

PUBLIC COMMENT CARD: Shareholder, Cheryl Turpin, submitted a comment card regarding the CPP Proxy Audit. She inquired about the number of proxies that Director Albright mentioned at the August 19, regular board meeting. She remembered hearing him say there were 141 proxies submitted at that time.

DISCUSSION: Director Albright stated he had asked about the number of shares as an inquiry only, any comments he made regarding proxies were misspoken as the proper way to refer to the count is by shares. Director Dahlstrom asked about outstanding shares and Mrs. Gowan stated at the close of business on September 17, 2010, we will have 4,449 outstanding shares. Currently we have 290 shares represented by proxy.

ACTION: None.

OLD BUSINESS

(HOLD)

- 1. CLAWA CONNECTION STATUS – (Financial Hold)**
- 2. WATER STORAGE TANK MAINTENANCE-STATUS & INSPECTION PROPOSALS – (Financial Hold)**
- 3. CANYON VISTA - (No Further Discussion, Legal Issue)**
- 4. SAWPIT STORAGE TANK SITE – STATUS UPDATE - (Financial Hold)**
- 5. BENNETT EASEMENT - (No further discussion, Legal Issue)**
- 6. POLICY & PROCEDURES – (On going)**

NEW BUSINESS

ITEM 1: ANNUAL SHAREHOLDERS PACKET.

DISCUSSION: None.

MOTION: Director Pederson made a motion to approve the Annual Shareholders Packet as submitted. A second was made by Director Steiner.

ACTION: Motion carried unanimously.

ITEM 2: BOARD ACTION REQUEST ACCT. # 3-703 – Request for Reduction

DISCUSSION: Director Dahlstrom commented that the information submitted did seem to meet the requirements for a reduction, however, it appears the shut off valve was added after the failure. The Shareholder installed a shut off valve as required by the Rules and Regulations. Director Dahlstrom commented that any adjustment made to a single shareholder's bill, in turn is essentially paid by the rest of the shareholders. Director Dahlstrom asked what the adjustment would be, if we only adjusted for the amount over the average billing for the same historical time period, and the difference being charged at the lowest rate tier. Mrs. Gowan calculated the reduction to the billing in question to be: \$168.29.

MOTION: Director Steiner made a motion to accept the one time request for reduction in the amount calculated by Mrs. Gowan. A second was made by Director Albright.

ACTION: Motion carried unanimously.

ITEM 3: BOARD ACTION REQUEST ACCT. # 6-666 - Request for Reduction

DISCUSSION: Regarding supplemental evidence submitted by the shareholder, pertaining to a previous Request for Reduction that had been denied. Director Albright expressed he was not certain the one time forgiveness should be used for toilet fixture failures. Director Dahlstrom stated this was a failure due to the lack of maintenance, not a plumbing or piping failure. The Board agreed that for the purposes of determining the validity of a Request for Reduction, absence of normal maintenance to fixtures/faucets should not constitute a “plumbing failure”.

MOTION: A motion to deny was made by Director Steiner. A second was made by Director Albright.

ACTION: Motion was denied unanimously.

MEETING SCHEDULE


The next Regular Board of Directors Meeting for Cedarpines Park Mutual Water Company is scheduled for Thursday, October 21, 2010 at 7:00 PM. This meeting will be held at the Crestline Village Water District Board Room, 777 Cottonwood Drive, Crestline, CA 92325.

ADJOURNMENT

MOTION: Director Pederson made a motion to adjourn the September 16, 2010, Regular Board of Directors Meeting. A second was made by Director Albright.

ACTION: The motion was approved unanimously.

The Meeting was adjourned by Director Dahlstrom at 8:36 P.M.

Approved by:  _____ Date: 10/21/10
Perry Dahlstrom, President

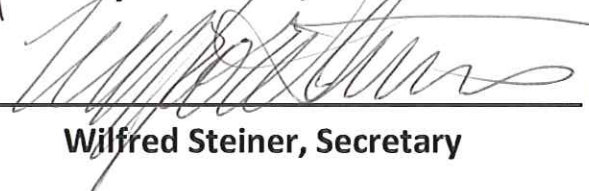





Reviewed By:  _____ Date: 10/21/10
Wilfred Steiner, Secretary

EXHIBIT “ A ”

**CEDARPINES PARK MUNICIPAL WATER COMPANY
 REGULAR BOARD MEETING
 THURSDAY, SEPTEMBER 16, 2010**

NAME (Please Print)	SIGNATURE	SHAREHOLDER	TENANT	OTHER
SANDI SEGALLA		<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
PAUL HARTMAN		<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Katy Plien		<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
David Smith		<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Christy Turpin		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>