

Minutes of the Meeting
of the Board of Directors of
Crestview Mutual Water Company
July 22, 2021

Convened Meeting

The meeting was called to order by President Sol Chooljian on Thursday, July 22, 2021, at 4:01 p.m. via Zoom video conference.

Attendance and Quorum

Directors Present: Sol Chooljian –President
Roger Whitlock – Vice President / Secretary
Doug Off – Treasurer
Alma Quezada – Director
Laurie Bennett - Director

Directors Absent: None

Staff/Counsel Present: Robert Eranio – Consulting General Manager
Lauri Marino – Office Manager
Gregory Patterson – Corporate Counsel: Musick, Peeler & Garrett
Jane Usher – Corporate Counsel: Musick, Peeler & Garrett

Shareholder’s Public Forum

Roger Chittum, Christine Cohen, the FMH Trust, Clayton Hertel, Lance Muggleson, and Mike Rolls were present to observe the meeting. Discussion ensued regarding the Zoom meeting recording policy issue. Staff was directed to present a Staff Report at the August Board meeting. Questions arose about the bids from the contractors for the well project, the type of equipment, and noise attenuation. Discussion ensued.

Approval of Minutes

The minutes of the June 24, 2021 meeting were presented. On a motion made by Laurie Bennett and seconded by Alma Quezada, the Board unanimously approved the following:

Resolved, that the minutes of the meeting of the Board of Directors of June 24, 2021 be accepted as presented.

The minutes of the Executive Session of the meeting of June 24, 2021 were presented. On a motion made by Doug Off and seconded by Laurie Bennett, the Board unanimously approved the following:

Resolved, that the minutes of the Executive Session of the meeting of the Board of Directors of June 24, 2021 be accepted as presented.

Well #7 Technical Reports

Robert Eranio reported on the technical reports from Crestview's outside expert consultants, and stated that they are posted on Crestview's website. He gave a synopsis of each of the seven reports and discussed their findings. Sol Chooljian stated that the Company is fighting for water rights for all shareholders; water rights are a critical, important asset to each shareholder that Crestview is aiming to protect. A question arose about the status of the adjudication lawsuit; Greg Patterson gave a brief report on what is currently transpiring among the associated parties.

Resolution 2021 – 01: Board of Directors of Crestview Mutual Water Company to Reimburse Qualifying Property Owners for Qualifying Costs and Expenses

Robert Eranio presented his amended Staff report to the Board. Discussion ensued. Advanced treatment for septic setback was discussed. Corporate counsel has reviewed the resolution. The Board will continue to reach out to the immediate neighbors of the project to schedule a meeting.

General Manager's Report

Estates at Spanish Hills – Robert Eranio reported that a street in the new development, Corte Corrida, is within the City of Camarillo's service territory. Plan checks for some parcels have occurred. The new water system will be built by the developer; it has not yet been accepted by Crestview. Two new fire hydrants need to be installed. The developer is asking for Crestview to pay for the materials. Discussion ensued.

Well #4 – For July, the water level is currently four feet six inches above pump shutoff. Staff will continue to monitor the status of the water level. Production is 890 gallons per minute, and continues to fall.

Importing Water to Cal-American – Robert Eranio reported that Crestview supplied 1.45 million gallons of water due to their equipment failure and fire in their booster station switchgear over the fourth of July weekend. Numerous water quality taste and odor complaints were received by Cal American due to mixing well water with imported water.

Chlorine Shortage – Robert reported that Crestview was able to receive a full load recently, and the nationwide chlorine shortage appears to be mostly resolved, with some shortages remaining in the supply chain.

SCADA System Upgrade – A system hack occurred in the City of Tampa Bay Water Treatment SCADA. Staff is working with Toshiba and Crestview's local IT consultant to upgrade Crestview's System software to avoid system hacks happening to Crestview.

Monthly Financial Review

Treasurer Doug Off reported that the Company is in sound financial condition. Income is \$274,000 over budget due to higher water sales due to weather. Some accounts payable invoices, including SCE and legal, have not been received prior to the issuing of the July financial reports. A small percentage of shareholders are delinquent due to the Governor's order to suspend normal collection policies.

Adjournment

On a motion made by Doug Off, seconded by Alma Quezada, and approved unanimously, the regular meeting was adjourned at 5:19 p.m.

Next Meeting

The next meeting of the Board of Directors will be held on Thursday, August 26, 2021 at 4:00 p.m.

Submitted by,



Lauri Marino, Office Manager

Approved by,



Roger Whitlock, Vice President / Secretary



Sol Chooljian, President