



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

January 27, 2020

4:30 P.M.

Location: Company Office

ROLL CALL OF BOARD OF DIRECTORS

Rick Cook
Eric Ikeda
Leo Struiksmā
Robert Wilson
Cheryl Harris

OTHERS PRESENT

Steve Lenton, General Manager
Tom Coleman, Consultant
Cheryl Jubrey, office administrator
Wesley Whitehead, Shareholder

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. Additions to the Agenda
None
3. Approve the Minutes of the Board Meeting held December 16, 2019
Motion by Director Ikeda, seconded by Director Struiksmā and carried to approve the minutes of December 16, 2019.
4. Approve Payment of Bills
Motion by Director Harris, seconded by Director Wilson and carried to approve payment of the bills as presented.
5. Public Comment
Mr. Whitehead commented that the online bill pay was not showing the proper amount due. Staff will review the online bill pay system to see what the problem may be.

Discussion/Action Items:

6. Old and New Business:
 - A. Platinum consulting provided an overview of the annual financials prepared by Davis Farr with the Board. A motion was made by Director Ikeda and seconded by Director Wilson to receive and file the the annual financial report by Davis Farr. The motion was carried by the board to receive and file. The Board was also informed that Mrs. Cindy Byerrum informed the board that her company

Platinum Consulting had merged with Eide Bailly Company. The Board was assured that excluding the name change, no difference would be seen by staff or Board.

- B. Staff presented the latest updates on PFOS/PFOA along with recommendations on how to proceed. President Cook suggested to break the discussion into four items.
- 1) A motion was made to approve staff to move forward with Ion Exchange treatment for wells 903 and 833. The funds for this treatment will come out of reserves. The motion was made by Director Struiksma and seconded by Director Harris and was passed by unanimous vote of the Board.
 - 2) A motion was made to explore a private equity loan to cover potential treatment costs in other company wells that made be affected by PFOS/PFOA. The motion was made by Director Wilson and seconded by Director Struiksma and carried by the board.
 - 3) The board asked staff to get a quote from NBS to update the Company's rate model to determine the need for rate increases to cover the cost off adding treatment at impacted well sites.
 - 4) A motion was made to shut off affected Company wells at 80% of the states response level to assure we do not have an exceedance. The motion was made by Director Harris and seconded by Director Ikeda and carried by the board.

Reports:

7. Legislative Updates
None

8. Projects Update

A) Leahy Well: Mr. Lenton updated the board that NV5 had completed the required paperwork to conjoin the two lots at the Leahy well and submitted it to the City for approval.

B) Courthouse Pipeline: None

9. Other Reports

A. Water Quality:

Mr. Lenton informed the board all samples are up to date.

B. PWAG:

None

C. Maintenance – Safety – Harassment:

None

D. Watermaster Plan Update: Mr. Lenton informed the board that as soon as the hydraulic water model is completed then AKM can complete the Company's Watermaster Plan shortly thereafter. He is anticipating a ninety percent draft to be submitted to staff in April.

10. Finance Committee:
None

11. Personnel Committee:
Items will be discussed in Executive Session.

Executive Session: (Personnel Matters)

Adjournment

The President asked if there was any further business to come before the Board of Directors, there being none, motion made by Director Harris, seconded by Director Ikeda, carried to adjourn the meeting at 6:21.

Rick Cook
Board President

ATTEST:

Eric Ikeda, Secretary