

DIAMOND A MUTUAL WATER COMPANY BOARD MEETING AND ANNUAL MEETING

MEETING NOTES

DATE: April 13, 2014 2:00 p.m.

LOCATION: Diamond A Recreation Center, Street, Sonoma CA

PRESIDING: Dick Bryan, President

ATTENDEES:

Board: Dick Bryan, Peter Hohorst, Joe Lieber, Dave Martinelli, Celia Schake and Patrick Treacy.

Absent: Mike Buckley

Operations Manager: Bill Angeloni

Administration Manager: Shirley Angeloni

Other Attendees: Bob Avrit, Marilyn Avrit, John Barinaga, Sam Friend, Dick Hanna, Lorrie Hohorst, Bob Kraynik, Leslie Kraynik, Judith Walsh, Dee Young and Peter Zouzounis.

MINUTES OF PREVIOUS MEETING HELD JANUARY 25, 2014: Motion to approve was passed by unanimous vote.

FINANCIAL STATUS: Summary by Dave Martinelli from Diamond A Mutual Water Balance Sheet December 31, 2013. 2013 projected income \$88,000, actual was \$84,000. 2014 projected income is \$109,000. Maintenance 2013 for was \$31,000. Projected that by 12/31/2014 \$94,000 will have been accumulated for the replacement of Tank #1.

ASSET STATUS: Bill Angeloni reported that there are currently 350,000 gallons of stored water in the system. Two major repairs were required: Grove street between Sweet William and Prospect (approximately \$24,000) and Kenleigh near Grove (approximately \$7,000). Also, upgraded valve and meter on White Oak Court.

System upgrades discussed:

- 1) Air line instruments to monitor water levels in wells is underway.
- 2) Replace phone lines with cellular equipment
- 3) Back flow valve above well #3 and tank #3 to keep our system closed and clean

4) Replace the roof on the Viewcrest Tank. (approved by Board)

GOVERNANCE:

Dick reviewed aspects of AB 240 and AB54 requirements and our compliance obligations.

The Board discussed and agreed to establish Committees to take the management lead in the following areas under a committee purview:

FINANCE: Dave Martinelli lead with Mike Buckley and Shirley Angeloni in support. To include finance and accounting and current issues such as conversion to electronic billing, consideration of solar power, and research sale or use of excess parcel of land owned by the Company. Joe Lieber is exploring a grant to support our ability to develop reliable data on our well status.

TECHNICAL: Pat Treacy lead supported by Dick Bryan and Bill Angeloni. Current issues are those listed under Asset Status above.

GOVERNANCE: Peter Hohorst lead, supported by and Dave Martenilli. Current issues are the revision of the company by-laws (April 17, 2005) rules and regulations (June 1987) and the continued evaluation of conformance to AB 240.

COMMUNICATION: Joe Lieber supported by Celia Schake. Current activities are the Company newsletter, the production and posting of the Company formal meeting notes, notification of the Company meetings and to make residents aware of the need for pressure regulators in the home.

PERSONNEL/PROFESSIONAL SERVICES Dick Bryan lead supported by Celia Schake and Shirley Angeloni.

Current issues are the replacement for Shirley Angeloni who will be leaving at the end of 2014 and the procurement of professional services as required by the Company.

ELECTIONS:

103 proxies were received and resulted in the reelection of Mike Buckley, Peter Hohorst and Dave Martinilli to the board. The Board voted unanimously to elect Dick Bryan as president, Joe Lieber as vice president and Dave Martinelli as Treasurer for 2014.

OTHER:

Shareholder Lorrie Hohorst suggested that a local irrigation company should be contacted to sponsor a meeting on irrigation.

ADJOURNMENT:

The meeting was adjourned at 4:15pm