

Forest Lakes Mutual Water Company
910 Fern Avenue, Felton, CA 95018 (831) 335-5774
November 12, 2002

Type of Meeting: Monthly Board of Directors Meeting – General Session

Board Members Present: John Purchase, Scott Greco, Dick Greco, David Ellison, Mary Carroll, Henry Burnett; Keith Cicero

Board Members Absent: None

Facilitator: John Purchase, President

Recording Secretary: Debbie Madsen

Non-Shareholders Present: Matt Faneuf

Shareholders Present: Gerald Green; Paul Sampson

Call to order by John Purchase 7:03PM

Acceptance of Minutes

Motion to accept the October General Minutes by Dick Greco. Second by David Ellison. Motion carried all.

Acceptance of Financial Report

Motion to accept the October Financial Report by Henry Burnett. Second by Keith Cicero. Motion carried all.

Stockholders Concerns

- Paul Sampson requested information on Forest Lakes procedures for abandoned cars or cars impeding road passage. In particular, Madrona Road has repetitively been a problem site for excessive vehicles. Mr. Sampson advised that he has pursued this problem with the county, the Fire and the Sheriff Departments with no results. If the car is abandoned, it can be removed through the county process; however, in this situation, the cars are not abandoned. The cars are blocking access for emergency and weekly maintenance vehicles. The cars also present severe issues with road damage since travelers must choose alternate routes along the shoulder. A letter will be sent to each resident on Madrona indicating the vehicles impede large vehicle passage on Forest Lakes roads thus causing damage to the roads for which Forest Lakes is responsible and requesting the resident move the vehicle.
- Steve Dennis issued a written concern regarding speeders on Lakeside Drive. The board was requested to consider the installation of a speed bump(s) on Lakeside Drive. Motorists are traveling in excess of the posted 15mph. The board discussed the installation of bolt-down speed bumps as a temporary solution or the placement of a rough surface such as a lake of dots. Road committee to study for pricing and community consensus.
- Marie Krajci called the office with concerns regarding the issue of CalAmerican Water Company. Would FLMWC be at risk of being taken over by this entity (such as buying property, becoming stockholders and taking over the board of directors and the community water system)? John Purchase indicated no risk exists.
- John Purchase had suggested that the Board consider offering parcels water service to increase revenue. Several homes within Forest Lakes are on CalAmerican water and are experiencing substantial increases in water fees. The suggestion was withdrawn since right now Forest Lakes does not have extra water. It would cost thousands of dollars to hook up these residents thus not feasible at this time.
- Norm Crandell and Larry Zimmerman are interested in the Backhoe. The backhoe is broken, sold once to a buyer who never picked up, and presently sitting at the corp yard area idle. Since Norm Crandell has volunteered to build a Covered Picnic area at the park, it was proposed to trade the labor for the backhoe. Additionally, there would be the potential for future use of the backhoe within Forest Lakes. Henry Burnett motioned to accept the Trade agreement. Second by Keith Cicero. Motion passed all. John Purchase to document.
- Patricia Kulzick issued a written concern regarding the heavy trucks on Scenic. Specifically, the logging trucks. She has requested signs stating weight capacity. The Road committee will review.

General Session Highlights:

Department of Health Services Visitation -

Jan Quegert, Department of Health Services (DHS) Representative who replaced Jose Lazano visited Forest Lakes

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this month. The July 2001 action items were reviewed where she was pleased to see that Forest Lakes had accomplished the majority. The laboratory has not been electronically recording the 10D filter (*site has history of complaints in high iron*) and thus needs to have the procedure changed for the report to be sent to DHS. She wanted to see all well sites; minutes of runtime per day and gallons per minute. She expressed concern for 5A well proximity to surface water since there is a spring flowing next to well.

Water and Road Report by Water Foreman

Matt Faneuf reported 2,102,320 gallons water usage in October. This usage is 1,620,000 gallons more compared to the 1985-1995 ten-year average. Forest Lakes is now at the lowest usage levels. Pederson property meter usage was recorded at 2900 gallons/day. The Quarry has provided 13.78 acre ft through October of the 18 acre ft allocation. Quarry at present working with FL to determine reason for low output. FL will begin to shut down a couple wells to force more water intake from the Quarry to fill the tanks.

No customer complaints in October. Have new set of State provided Well numbers for security protection. No clean of tanks or pipelines. A flushing schedule is forthcoming.

Capital Improvements

Installed pressure reducer on Ferrari Drive. Completed power work in the power house in the corp yard. One final step is needed for PG&E panel to take old main breaker out; to go through old main to new main. The estimate for the electrical work is 1 hr and is to be completed by a licensed Electrician.

As-Built Project

The As-Built Drawings are complete. Tec Era (*Jerry Green*) provided three printed sets; one for office and two for Matt's use. There are 15 layers to the CAD drawing where one can chose to print 4 different versions (street, parcel, inactive connections, what properties are in what pressure zone). The project is completed and final 1/3 payment for As-Built can be made to Tec Era. Motion to release final payment \$2500 by David Ellison. Second by Henry Burnett. Motion passed all.

Road Work

The new culverts on Scenic are working well. The first heavy rain showed minor leaf blockages due to substantial prior prep work that was completed. No problems on Redwood Rd.

There is an old redwood culvert on McLellan. The owner of the property put this culvert in to fix a problem that had occurred from Forest Lakes drainage system. This culvert needs repair. Review will be performed by Road Committee.

Service Connections

New service connection on Sleepy Hollow Lane completed and the pipeline is in. Several incorrect complaints were issued over illegal water use by the owner on Sleepy Hollow Lane. The stockholder had paid the proper funds and was legitimate.

Work will begin to move from the old line to new line on Redwood Road. Installation of meters will occur at same time.

Tank Status – Pine Tank Access

Dick Greco questioned the status for access to the Tank on Pine Rd. This site is one of the replacement tank sites for 2003. Forest Lakes has the rights per stockholders deed to go on property to go lay and maintain water infrastructure. Mr. Perry Martin, owner of property has communicated that there is no easement and is concerned that Forest Lakes is trying to setup a defacto road easement by repeated usage of the access. With replacement of tank, Forest Lakes will need to pull pump periodically so access will be required. John Purchase will seek advice

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of an attorney concerning this issue.

Scott Greco motioned that Forest Lakes move forward and do soil compression test on Tank sites 5 and 2 up to \$1500. Second by Keith Cicero. Motion passed all. Scott Greco to investigate permit requirements.

Recreation Report

\$342.50 was raised from the Halloween (\$110 for AstroJump & \$100 for Felton FireHouse) bringing total Park Fund to \$2881. Upcoming events include:

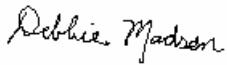
Nov 23-24, 2002 Felton Firehouse Bazaar

Jan 2003 *Change for Change Drive* Upcoming in Winter newsletter.

Motion to close submitted by Dick Greco. Seconded by Henry Burnett. Motion passed all.

Close at 9:50PM

Respectfully Submitted



Debbie Madsen, Secretary/Treasurer
Forest Lakes Mutual Water Company