

MINUTES OF REGULAR MEETING
BOARD OF DIRECTORS
ATASCADERO MUTUAL WATER COMPANY

June 11, 2025

The meeting convened at the office of Atascadero Mutual Water Company, 5005 El Camino Real, Atascadero, at 4:30 p.m., Vice President Frank Platz presiding. Others present were Directors Leroy Davis, Robert Jones, General Manager John Neil, and Assistant Secretary Lorraine Halderman. Brien Vierra attended remotely. President Jackie Lerno and Secretary Cheryl Powers were absent.

PUBLIC COMMENT:

There was no public comment.

APPROVAL OF MINUTES:

A motion was made by Robert Jones to approve the Regular meeting minutes of May 21, 2025; the motion was seconded by Leroy Davis and carried 4 to 0. A motion was made by Robert Jones to approve the Annual meeting minutes of May 21, 2025. The motion was seconded by Leroy Davis and carried 4 to 0.

The following reports were reviewed:

OPERATIONS REPORT:

The Chief Operator reported that the water in Atascadero Creek had backed off at Well 1B allowing it to be placed back online. Well levels are slightly down, as expected for this time of the year. The Chief Operator also reported that there was an electrical surge in the well field and three actuators were burned up, needing to be replaced. There was no down time caused by the surge as staff was able to operate manually. Frank Platz inquired about the need for surge protectors and the Chief Operator agreed to check with an electrician about installing them on the electrical panels.

FINANCIAL REPORT:

The pre-audit financial reports for fiscal year ending April 2025 were available for review. The General Manager reported that water sales revenue is higher than expected and expenses less than budgeted.

CONSERVATION REPORT:

The Conservation Manager reported on the outreach and rebate program activity, including the CLCA Fire Safe Landscapes.

The Manager's Report was available for review as follows:

RAINFALL:

Total rainfall for the period July 1 through May 31 was 12.04" at the rain gage at 6575 Sycamore Rd.; the long-term average through the end of May is 17.52", about 5" below average.

WELL LEVELS:

The static water level (SWL) at the northerly end of the main well field, was 26.3 feet below ground surface (BGS) on May 31, down from 17.1 feet BGS on April 28.

NACIMIENTO WATER PROJECT:

The Lake was at 59.3% capacity with 224,275 acre-feet (af) of storage on May 31, down from 63.9% capacity with 241,490 af of storage on May 9. Current releases from the Lake are 398 cubic feet per second (621 af per day). Staff does not anticipate taking NWP water deliveries this year.

PFAS TREATMENT:

Staff expects the 60% design for the project to be complete by month's end. Staff will use the site plan from the 60% submittal to initiate the building permit process with the city and is still awaiting updated cost estimate based on the 60% design.

NEXT MEETING DATES AND TIMES:

The next Regular meeting is scheduled for July 9, 2025, at 4:30 p.m.

NEW BUSINESS:

APPOINTMENT OF OFFICERS:

A motion was made by Robert Jones and seconded by Leroy Davis to approve the appointment of corporate officers as shown below effective at the close of the June 9, 2025, meeting, with their terms ending June 2026. The motion carried 4 to 0. The newly appointed officers will be seated at the regular July 2025 Board meeting:

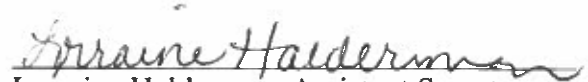
- President, Frank Platz
- Vice President, Brien Vierra
- Treasurer, Frank Platz
- Secretary & Assistant Treasurer, Cheryl Powers
- Assistant Secretary, Lorraine Halderman

VACANT PAREL WATER SERVICE, 8260 SAN MARCOS RD

The General Manager reported that staff had received an email for the shareholder of the property at 8260 San Marcos Rd. requesting that AMWC waive the requirement for a building permit and accept payment of connection fees for the vacant property. The shareholder plans to live in a fifth-wheel trailer on the property while he designs, permits, and constructs a residence on the property.

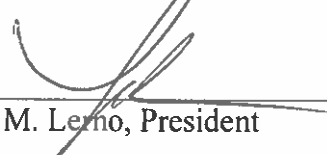
Brien Vierra brought up the issue that it may be against the City's requirements for the shareholder to occupy the property in an RV without proper permitting from the City. The Board noted that the form of the water service agreement presented did not allow water to be used for domestic purposes and that the agreement should require the shareholder to acknowledge that the City may not allow occupying the property in an RV. A motion to table the item until next month was made by Brien Vierra and seconded by Robert Jones so that staff can modify the water service agreement. The motion carried 4 to 0.

The meeting was adjourned at approximately 4:52 p.m.

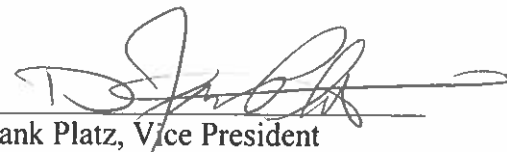

Lorraine Halderman, Assistant Secretary


APPROVED:

The undersigned directors of the Company approve the foregoing minutes of directors and acknowledge notice of the meeting or, if notice was not properly given, waive notice of the meeting.


Jackie M. Lerno, President


Leroy R. Davis, Director


D. Frank Platz, Vice President


Robert M. Jones, Director


Brien C. Vierra, Director