

`CROOKED RIVER RANCH WATER COMPANY
2016 ANNUAL MEETING
August 20, 2016 – McPherson Park

The meeting was called to order at 10:30 AM by President, Dennis Kirk

Roll Call/ Introduction of Current Directors: Dennis Kirk, President; James (Archie) McCawley, Vice President; Nate Russel, Director; Judy Lake, Director and Frank Day, General Manager. Sherry Loster, Secretary/Treasurer was absent. Aside from those introduced, 23 people were present at the meeting.

Approval of Minutes of Last Meeting: Dennis Kirk called for approval of the minutes of the last meeting. **Archie McCawley moved, seconded by Nate Russel that the minutes of the May 11, 2016 meeting be approved as written. Motion carried.**

PRESIDENT’S MESSAGE:

Dennis Kirk welcomed everyone to the 6th annual meeting since members voted in new management for the Water Company. He went on to say that the promise of the new Board to the member/owners was to restore responsive, friendly and fair customer service and to ensure that the dollars invested through the monthly water bills are only used for the improvement of the water system. He went on to say that the Board hopes that what you have experienced lives up to that promise.

He reported that the focus of the past six years has been to restore the Water Company to a level of operational quality that will insure that the system functions 24/7, 365 days a year to deliver some of the best water in the world and will do everything in our power to see that there is never a need for routine chlorination. This is one of the main reasons for the current Water Tower and Well Project which will increase pressure and help prevent contamination that would require chlorination. This project and improvements will provide many future generations all the water necessary for our community. The Board and the Water Company Manager have worked very hard to establish funding for this project which would provide the lowest level of impact to your water bills. With the completion of the Tower Project, there are still repairs needed to the system and we need to make sure that there is a plan for the necessary maintenance and potential replacement or alternatives that will meet the needs that these parts of our system support. The Board and Manager will do everything possible to plan for these improvements over a period of many years so as to cover the costs within our current rate structure.

Dennis thanked everyone for trusting the Board to serve them.

TREASURER'S REPORT:

In the absence of Sherry Loster, Judy Lake provided the Financial Report from January through July, 2016 as follows:

Total Revenue:	\$523,215
Total Expenses:	<u>\$433,500</u>
Net Income:	\$ 89,715

Year To Date:	<u>Deposits</u>	<u>Balance</u>
Contingency Fund Balance:	\$ 57,297	\$ 294,985
Loan Payment Reserve Balance	\$ 75,939	\$ 164,619
To Date Expenses on Tower Project		\$4,659,899

Frank Day also provided a report on the Tower Project construction financials as follows:

Expenses To Date:	\$4,659,899
Budget:	\$6,481,231
Budget Remaining:	\$1,821,332

Funding	Expenses To <u>Date</u>	<u>Budget</u>	<u>Budget Remaining</u>
Rural Development Loan	\$4,593,714	\$4,900,000	\$ 306,286
Rural Development Grant	\$ 0	\$1,515,046	\$1,515,046
CRRWC Contribution	\$ 66,185	\$ 66,185	\$ 0

Frank commented on the funding financials by explaining that the grant funds cannot be spent until the total amount of the loan has been spent. He anticipates that the remaining \$306,000 will be spent in completing the Tower Project and then the grant funds can be used for other associated projects.

OLD BUSINESS: None

NEW BUSINESS:

Dennis Kirk indicated that Frank Day would complete the program with an overview of Water Company projects. Frank provided the following information:

A. System Repairs:

- 1) Frank reported that there has been one mainline repair this year.
- 2) Money has been budgeted to make \$10,000 in upgrades to Well No. 1 which will include a lube line and production meter.

B. Water Tower Project:

- 1) We are in the finishing stages of the project.
- 2) Crew to finish out work for the tank will be here in mid-September.
- 3) Tank should be online by mid-October.
- 4) Finish work such as electrical, parking lot, fence and cleanup will continue through the end of September.
- 5) New tank and well area has to be finished by November 8, 2016.
- 6) Work on demolishing the old tank is scheduled to be started December 8, 2016 and will take two weeks to complete.

C. Addition of Three Fire Hydrants

Fire hydrants were added this year at Basalt and Cinder; Peninsula and Water Hole; and the top of the hill on Tower Road.

Dennis Kirk did interject a comment by stating that the Water Company has been able to meet the needs of the ranch with one operable well. Now with two wells that are fully operational, there will be little chance that anyone on this ranch will not have water available.

There was a question about the Back Flow program. Frank Day indicated that the program is going very well with 600 back flow assemblies installed so far with 180 scheduled for this year.

MEMBER COMMENT PERIOD:

There were some general comments from the audience thanking the Board for its work. One question was asked about the old water tank. The answer is that it will be demolished in December.

BOARD CANDIDATE PRESENTATIONS

The two candidates running for one position on the Board are: Steve Wymore and Dennis Kirk. Mr. Wymore was not present at the meeting so did not provide a statement. Dennis Kirk provided the following statement:

First let me say THANK YOU to all of you who have supported me as a member of YOUR Water Board for the past 6 years. I have served as Board President each year since November of 2010, and my priority has been to live up to the trust you placed in me. My continuing commitment to the members of the Water Company is to provide leadership to ensure that CRRWC is a highly efficient and stable organization in the delivery of your water. We have been blessed with some of the finest water in the world. The reliability of the system in providing that water to you needs to meet the same level of quality. A modern system that minimizes failures and reduces the impact of any failure is my goal. Proper planning, design and

technology can reduce the cost of operation over the long term. The other item of extreme importance is Customer Service. This means responsive, friendly service and a flow of information to keep you informed about the status and condition of YOUR Water Company.

Thank you
Dennis Kirk

There being no further business, the meeting was adjourned at 11:00 AM.

_____/s/ **Sheridan Loster**_____
Sheridan Loster, Secretary/Treasurer

November 16, 2016
Date

Minutes Prepared By: Cheryl McCawley