

Markleeville Water Company

Directors meeting

May 18,2022

Meeting called to order at 5:30pm by Pres Mary Young

Meeting as announced was held remotely by phone, and Zoom

Directors in attendance: **Pres. M. Young; M. Schwartz; K. Hartnett; L Van Doren**

Director/VP B. Thornburg absent

Corp members in Attendance: **S. Hibbs; Jason Hall; [by phone or Zoom]**

Pres Young requested action on the 4/16 minutes as distributed prior to the meeting. M/S/c to approve without amendment or change. Schwartz/Van Doren

Directors Reports

Operations and Water Production report was given as distributed prior to the meeting by Director Hartnett There were no questions on either report.

Grand Funding M. Young reported the following update on the State Water Resources Control Board (SWRCB) Grant:

- a. *Can't consider the "standby" residential connections in determining the maximum grant eligibility for the project. As a result, SWRCB will only consider the active residential connections of 141.*
- b. *Project Category has changed from C to F due to there no longer being any compliance orders/violations/exceedances for disinfection byproducts (DBPs). As a result, the maximum grant/principal forgiveness (PF) amount for the project is \$45,000 per connection. **Level A-C Projects do have income requirements – Level D-F projects are only funded for disadvantaged communities.***
- c. *Based on this information, the maximum grant/PF amount for MWC during a 5-year period is \$6,345,000 (141 connections x \$45,000 per connection). The total eligible grant/PF amount for the construction project is **\$5,909,700** [\$6,345,000 - \$435,300 (already distributed in the Planning Grant)].*
- d. *To address the change in project scope, a technical memo/addendum to the engineering report can be provided specifying the new selected construction alternative with a revised cost breakdown.*
- e. *SWRCB Project Manager thinks they can use data from the 2017 income survey and utilized internal methods to recalculate to the best of their ability based on the revised approach of 2021 income survey guidelines (which includes second homes). Based on the methodology, the updated MHI for MWC is \$56,000, which is 71% of the statewide MHI,*

and considered a DAC. They will work with their management to seek approval to utilize these results (without requiring a new survey), assuming the application is complete in the next few months. If it's delayed further in the future, they may need to reevaluate given the 5 year expiration.

- f. MWC continues to work with Alpine County, our State Senator's office and RCRC to convince the SWRCB not to require a new income survey.*
- g. Revised project will be pipelines, pump station, pressure reducing station per previous priorities of the board.*

Website No report M. Schwartz

President Young requested a change in the agenda order and moved to review of the Bylaws Article 1-4. It was regularly M/S/c unanimously to accept the request. Corp Member and former Director S. Hibbs provided background and rationale to items in Art's 1-3 as well as additional updates since the April meeting when the Revised Bylaws were presented to the Directors. The Directors at this meeting completed review of those items that were deserving of further edit, change or update. The review concluded through Article III Section VII paragraph 3. To be resumed with Article IV at the June 18, meeting.

The Directors agreed to provisionally accept what had been reviewed until the entire REVISED Bylaws review has been completed. It was also determined the Directors will review Articles 5-9 for the June meeting. S. Hibbs requested the Directors with questions concerning the REVISED Bylaws should email him those questions prior to the June meeting to enable Hibbs the opportunity to comprehensively respond.

With the completion of the bylaws review for this meeting, Pres Young requested a deferral of further agenda items and adjourn. It was M/s/c to adjourn at 6:45pm

Next meeting of the Directors will be Saturday June 18, 2022 **8:30am** by phone & Zoom

Respectfully submitted

Kris Hartnett

Recording Secretary