



CalMutuals Board of Directors Meeting
Tuesday, July 17, 2018
2:00 p.m. or upon adjournment of the JPRIMA Board Meeting
Call-in Number: (515) 604-9371
Access Code: 462-860

Agenda

2:00 p.m.:

- 1) Call to Order (Chair Yamashita-Lopez)
- 2) Roll Call
- 3) Review and Approval of June 19, 2018 Board Meeting Minutes
- 4) Chair's Report
- 5) Executive Director's Report
- 6) Member Highlight(s)
- 7) Budget Report
 - a. Demand Sheet
 - b. Financials
- 8) Director Comments
- 9) Adjourn (3:00 p.m.)

2018 CalMutuals Board Roster

Ms. Lisa Yamashita-Lopez - President
Rubio Cañon Land and Water Association
626-797-0509 x206 | 626-802-8092
583 E. Sacramento St., Altadena, CA 91001
lisa@calmutuals.org

Mr. Dave Armstrong – Vice President
South Mesa Water Company
909-795-2401 | 951-805-0861 391
West Avenue L, Calimesa, CA 92320
darmstrongsmwc@yahoo.com

Mr. Dave Michalko - Secretary
Valencia Heights Mutual Water Company
626-332-8935 | 909-215-6895
3009 E. Virginia Ave., West Covina, CA 91791
dmichalko@vhwc.org

Mr. Jim Byerrum - Director
California Domestic Water Company
562-947-3811 | 714-822-6084
15505 Whittier Blvd., Whittier, CA 90609
jbyerrum@caldomestic.com

Mr. Ken Bradbury - Director
Montebello Land and Water Company
323-722-8654 | 213-500-5279
344 E. Madison Ave., Montebello, CA 90640
ken@mtblw.com

Mr. Doug Nunneley - Director
Oildale Mutual Water Company
661-399-5516 | 661-204-1074 2836
McCray St., Bakersfield, CA 93308
dnunneley@yahoo.com

Mr. Ken Tcheng - Director
Sunny Slope Mutual Water Company
626-287-5238 x122 | 626-422-6861
1040 El Campo Dr., Pasadena, CA 91107-5506
ken@sunnyslopedwatercompany.com

Mr. Rick Cook
Bellflower-Somerset Mutual Water Company
(562) 866-9980
10016 Flower St, Bellflower, CA 90706
rcook@warnerreal.com

Mr. Michael Palazzo- Director
San Luis Canal Company
(209) 387-4305
11704 Henry Miller Ave, Dos Palos, CA 93620
michaeljpalazzo@gmail.com

Staff

Mr. Jim Ciampa
General Counsel
626-793-9400
301 N. Lake Ave., 10th Floor, Pasadena, CA 91101
jciampa@lagerlof.com

Ms. Myra Evangelista
562-947-3811 | 714-822-6084
15505 Whittier Blvd., Whittier, CA 90609
myra@calmutuals.org

Ms. Susan Allen
714-449-3397
1370 N. Brea Blvd., Ste. 238, Fullerton, CA 92835
susan@ostrategiesgroup.com

Mr. Adan Ortega
Executive Director
714-449-3397 | 714-600-4683
1370 N. Brea Blvd., Ste. 238, Fullerton, CA 92835
adan@calmutuals.org

Ms. Denise Peralta Gailey
Managing Director
714-449-3397 | 626-673-0005
1370 N. Brea Blvd., Ste. 238, Fullerton, CA 92835
denise@calmutuals.org

Ms. Lynda Noriega
California Domestic Water Company
(562) 464-0840
15505 Whittier Blvd., Whittier, CA 90609
lnoriega@caldomestic.com

**California Association of Mutual Water Companies (CalMutuals)
Board of Directors Meeting Minutes
June 19, 2018**

**Via Teleconference (515) 604-9371, Access Code: 462860 and
In-Person- Montebello Land and Water Company 344 E Madison Ave, Montebello, CA 90640**

Call to Order: Chair Lisa Yamashita-Lopez called the meeting to order at 9:32 a.m.

Present: Lisa Yamashita-Lopez (Director, President and Chair), Dave Armstrong (Director, Vice President), Dave Michalko (Director, Secretary), Jim Byerrum (Director), Ken Bradbury (Director), Ken Tchong (Director), Michael Palazzo (Director), Jim Ciampa (Legal Counsel), Adan Ortega (Staff, Executive Director), Denise Peralta Gailey (Staff, Managing Director), Susan Allen (Staff), Lynda Noriega (California Domestic Water Company), Myra Evangelista (California Domestic Water Company), Palmer McCoy (Henry Miller Reclamation District #2131), Steven Lenton (Bellflower Somerset Mutual Water Company), Cathy Cortez (Bellflower Somerset Mutual Water Company).

Absent: Rick Cook (Director), Doug Nunneley (Director).

Review and Approval of the May 15, 2018 Board Meeting Minutes: On a motion made by Director Bradbury, seconded by Secretary Michalko, the May 15, 2018 board meeting minutes were unanimously approved, as submitted.

Chair's Report: Chair Yamashita-Lopez reported that she is working with Susan Allen on a revised budget; an update will be provided at the July Board meeting.

Executive Director's Report: Executive Director Ortega reported that Santa Margarita Water District has expressed interest in partnering with the Association to offer members a suite of management services such as engineering, bookkeeping, and other support services; more information is forthcoming.

Budget Report: Staff Member Allen provided an overview of the demand sheet. On a motion made by Director Bradbury, seconded Director Palazzo, the demand sheet was unanimously approved. Staff Member Allen also provided an overview of the budget and cash flow statement.

Committee Chairs' Report: Legislative Committee Chair Armstrong and Managing Director Peralta Gailey reported that the legislative committee convened on June 12 to discuss alternative language and another vehicle to AB 3057 (Quirk Silva) that would recognize mutual water companies as tax-exempt entities and exempt mutual water companies below 200 connections from franchise fees. General Counsel Ciampa added that the new bill language was altered from that of AB 3057's language as is required by the 'gut and amend' process. Committee Chair Armstrong and Managing Director Gailey added that the committee also discussed various bills including: (1) AB 2501 (Chu); (2) AB 2370 (Holden); and (3) SB 998 (Dodd). Executive Director Ortega reported that the State Water Resources Control Board (State Board) has indicated that they will be working on revising the standard for hexavalent chromium; more information is forthcoming.

Director Comments: Secretary Michalko asked for staff to add information to the website that includes compliance deadlines.

Adjourn: Chair Yamashita-Lopez adjourned the meeting at 10:25 a.m.

California Association of Mutual Water Companies Demand Sheet

11:46 PM

07/12/18

Date	Num	Memo	Open Balance
Lagerlof, Senecal, Gosney & Kruse LLP			
07/10/2018	56066 ...	June 2018 Legal Services	1,884.25
Total Lagerlof, Senecal, Gosney & Kruse LLP			1,884.25
Ortega Strategies Group			
07/01/2018	1266	Aug 2018 Management Contract and Rent	10,250.00
07/01/2018	1267	June 2018 Expenses	1,268.53
Total Ortega Strategies Group			11,518.53
San Gabriel Valley Water Association			
07/10/2018		2018 Association Dues (Pro-rated)	50.00
Total San Gabriel Valley Water Association			50.00
Sloat Higgins Jensen & Associates			
11/01/2017	14791	Reissue lost check - November 2017 Lobbying Support	5,000.00
07/01/2018	15095	Legislative Consulting Services-July 2018	7,500.00
Total Sloat Higgins Jensen & Associates			12,500.00
TOTAL			25,952.78

California Association of Mutual Water Companies

4:03 PM

Balance Sheet

07/11/18

As of June 30, 2018

Accrual Basis

	<u>Jun 30, 18</u>
ASSETS	
Current Assets	
Checking/Savings	
1210 · Wells Fargo Bank	204,255.04
Total Checking/Savings	204,255.04
Accounts Receivable	
1510 · Acc Receivables-Membership Dues	4,250.00
Total Accounts Receivable	4,250.00
Total Current Assets	208,505.04
TOTAL ASSETS	<u>208,505.04</u>
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
2150 · Accounts Payable	17,376.59
Total Accounts Payable	17,376.59
Total Current Liabilities	17,376.59
Total Liabilities	17,376.59
Equity	
3900 · Retained Earnings	106,484.96
Net Income	84,643.49
Total Equity	191,128.45
TOTAL LIABILITIES & EQUITY	<u>208,505.04</u>

California Association of Mutual Water Companies

Profit & Loss

January through June 2018

4:06 PM

07/11/18

Accrual Basis

	Jan - Jun 18
Income	
4000 · Membership Dues	
4010 · Charter	78,300.00
4030 · Regular	41,250.00
4070 · Associate	3,600.00
4050 · Affiliate	15,350.00
4000 · Membership Dues - Other	-150.00
Total 4000 · Membership Dues	138,350.00
4300 · Insurance Program Fees	
4310 · Property & Casualty	82,757.20
Total 4300 · Insurance Program Fees	82,757.20
4530 · Advertising	300.00
4910 · Interest Income	7.43
4990 · Misc Income	5.00
Total Income	221,419.63
Expense	
6570 · Bank Service Charges	12.00
5010 · Management Contract	70,000.00
5030 · Lobbying Contract	40,000.00
5050 · Legal Fees	13,482.95
5310 · Meeting Expenses	2,117.33
5514 · Bank Service Charge	3.00
5540 · Insurance	1,103.00
5550 · Marketing	800.00
5555 · Merchant Service Fees	169.47
5560 · Rent	1,750.00
5570 · Supplies	774.76
5585 · Travel	4,754.25
5990 · Misc Expense	1,809.38
Total Expense	136,776.14
Net Income	<u>84,643.49</u>