



MEMBERSHIP MEETING MINUTES MARCH 21, 2019

President Keller called the Annual Meeting to order at 4:00 p.m. at 2485 Ft. Churchill Street, Silver Springs, NV.

Roll Call:

- Present: Claud Butler (audio), Joyce Jenkins, Scott Keller, Avis Moniz, Charles Noble and George Peek (Directors) with Charles Zumpft (Counsel).
- Absent: Excused was Peggy Yon.

Member's Comments:

- Gregory Peek, Henry Dever, Mary Lou Lancaster, Randall Green, Fred Wedow, Victoria Wedow, Kim Thelander, Randy Reeves, Jim Collister, Leslie Gaunt, Richard Conti, John Skaggs, Andrew Alexander, April Alexander and Vida Keller attended the meeting. Mr. Green inquired of the company's financial health and commented that the quality of the water is very good.

Introduction of Nominees:

- Three nominations were received for three open Director positions; Peggy Yon, Gregory Peek and Scott Keller. Avis Moniz made a motion to elect the nominees by acclamation; 2nd to the motion was made by George Peek. Motion carried unanimously.

Placing of Ballot Box & Voting for Directors:

- From October 1, 2018 to December 31, 2018 three nominations for three open positions were received. Nominees were elected by acclamation therefore formal placement of the ballot box and member balloting was not conducted.

Secretary's Report:

- There were no additions, corrections, deletions or objections to the draft meeting minutes of January 17, 2019 as presented. These minutes were accepted into the record.

Treasurer's Report:

President Keller introduced Beth Kohn-Cole, CPA & CGMA of Eide Bailly LLP who conducted the independent annual audit of financials according to government standards for the year ending December 31, 2018. The audit opinion was clean with no derogatory findings. Total assets were approximately 8 million dollars. Total liabilities were approximately 2 million dollars with a large portion of liability related to USDA loan debt. Net assets of 6 million were noted of which approximately \$700,000.00 is designated toward emergency supply / water system improvements, 3.8 million is the investment into property, plant and equipment, \$400,000.00 is reserved as a condition of grant funding, and aid in construction figure of approximately 1 million dollars represents cumulative grants received. Revenue was approximately 1.2 million dollars of which \$145,000.00 was related to grants. Expenses were \$925,000.00 with a change in assets of \$277,000.00. Vice-President Noble made a motion to accept the 2018 Annual Audit as presented; 2nd to the motion was made by Treasurer Moniz. Motion carried.

CBDG North Tank Project In-Kind Match:

- General Manager Martensen presented this item seeking permission of the Board of Directors to expend in-kind match funds not to exceed \$55,000.00 to cover costs of Engineering, Project Administration, NDEP/BSDW Plan Review with a 5% Contingency. This request is for interior maintenance. Overall project cost is \$245,000.00. Treasurer Moniz made a motion to accept the request approving \$55,000.00 as presented; 2nd to the motion was made by Secretary Butler. Motion carried unanimously.

Determination of Election of Directors:

- N/A.

Directors' Comments:

- Past President George Peek announced his retirement from the Board of Directors following 50 years of service to the Silver Springs community. Newly elected President Keller presented a Certificate of Recognition on behalf of the Members of SSMWC in addition to a very nice 50 Year Service Commemorative. George summarized it has been a pleasure to serve but it is now time for another to take that mantle. A member of the Peek family has served SSMWC since the Board's creation in 1952 by Merle S. Peek.

Adjournment:

- Adjourned at 4:14 p.m.

"Silver Springs Mutual Water Company is an Equal Opportunity Provider and Employer."

If you wish to file a Civil Rights program complaint of discrimination, complete the USDA Program Discrimination Complaint Form, found online at <http://www.ascr.usda.gov/complaint.filing.cust.html>, or at any USDA office, or call (866) 632-9992 to request the form. You may also write a letter containing all of the information requested in the form. Send your completed complaint form or letter to us by mail at U. S. Department of Agriculture, Director, Office of Adjudication, 1400 Independence Avenue, S.W., Washington, DC 20250-9410, by fax (202) 690-7442 or email at program.intake@usda.gov.