

MINUTES OF THE ANNUAL MEETING  
OF THE SHAREHOLDERS OF THE CEDARPINES  
PARK MUTUAL WATER COMPANY ON SEPTEMBER 8,  
1984

A meeting of the Shareholders of the Cedarpines Park Mutual Water Company was held Saturday, September 8, at 1:30 PM at the Crestline-Lake Arrowhead Water Agency, 24116 Crestforest Drive, Crestline, California. Forty five Shareholders were present.

Mr. Clark Fisher, President of the Company, called the meeting to order.

Joan Brewer, Vice President of the Company, led the Shareholders in the salute to the flag.

Since this meeting reopens the adjourned July 28th, 1984 meeting, President Fisher, opened nominations for Directors. Two positions are open.

Mike Timrott, 3 shares, nominated Bruce Farrar.

Reynaldo Mejia, 6 shares, nominated Bill Cortez.

Mike Kovich, 1 share, nominated Frank Folkerts. There being no further nominations, Mike Timrott moved that nominations be closed. Scott Barker, 12 shares, 2nd. the motion. Motion passed.

Bruce Farrar, 5 shares, stated he is a part time resident of Cedarpines Park and is an attorney.

Bill Cortez, 6 shares, stated he has been in the Peace Corps and is an accountant.

Mr. Clark Fisher, 4 shares, stated he has been a resident of Cedarpines Park for 15 years and has a degree in business administration and is the Pastor of the Presbyterian Church in Crestline. He stated that Boards were elected to protect the interests of the Shareholders and to see that policies are established and followed. He feels that it is the job of the staff to run the company. The Board hires people to manage the company and the Board sets the policies under which they function.

Frank Folkerts, 8 shares, stated he has lived in Cedarpines Park for 4 years and is a home maintenance repair man.

Ballots were passed to all Shareholders. President Fisher stated a major concern has been elicited. Rocky Beria shows 146 proxies in his name. According to Company policy, any proxies given to the Board members will be voted with the majority of the votes present. Some people at the meeting feel the Water Company is trying to prevent those 146 proxies from being voted by Rocky Beria. At the last meeting in July, when Mr. Beria had 150 proxies, he was given the option of nominating someone as interim Director or fill the position himself. He chose to

fill the position. Prior to the time he was accepted as interim Director, he was informed he could run the risk of losing his proxies unless he resigned from the Board prior to the proxy deadline. Rocky Beria did not resign.

Rocky Beria stated he understood he could resign at any time before the September 8th meeting.

President Fisher stated when a Board member resigns he must resign to the body that appoints him. That body votes on the acceptance of the resignation.

Frank Folkerts asked if Bud Middleworth resigned that way. President Fisher stated that Bud Middleworth stated he was not coming to the Board meeting so the Board moved to fill his office.

Nancy Beria, 11 shares, asked if there were any Board Meetings other than those attended by Rocky. President Fisher stated that there were no extra meetings.

Paul Brumfield, 5 shares, stated that the Board is right in its interpretation of the By laws about Directors voting proxies.

President Fisher stated since there are strong feelings both pro and con about Rocky Beria voting the proxies given to him, the Board would like a show of hands concerning this matter.

Glenn Bullock, 15 shares, stated he read Bylaw 2.17 and understood that proxies must be registered by 4 PM August 31st. and that according to Bylaw 2.17, any proxies given to Directors will be voted with the Board. Therefore there is no problem.

Rocky Beria stated the proxies were given to him before he became a Director.

Glenn Bullock asked if Rocky Beria was a Director at 4PM August 31st. President Fisher stated he was.

Director Remmers stated he felt a vote from the Shareholders is necessary so the Shareholders that gave Rocky there proxies are not alienated.

Glenn Bullock stated he did not understand the concern since information concerning voting is available to all thru the Bylaws.

One Shareholder asked if Rocky Beria attended or voted at any Board Meeting as a Director. President Fisher answered yes. The Shareholder felt Rocky Beria should be considered a Director.

Shareholder Kim Thurmond and Steve Waterbury helped Secretary Barker count the written ballots. Secretary Barker gave the results to President Fisher. Director Remmers stated Cortez received 235 votes, Folkerts received 243, Farrar 515 $\frac{1}{2}$  and Fisher 533 $\frac{1}{2}$ . Therefore Bruce Farrar and Mr. Clark Fisher are each elected to serve 3 year terms as a Director of the Cedarpines Park Mutual Water Company.

In theory, had Rocky Beria used his 146 proxies to vote for the nominees receiving the lowest number of votes, the results would have been unchanged.

There being no further business to come before the Board, the Board adjourned the meeting at 2:30 PM

*Lowm Barker*  
*Sec / Treas*