

Approved 2/21/06
**MINUTES OF THE ANNUAL MEETING
OF THE SHAREHOLDERS
OF THE CEDARPINES PARK MUTUAL WATER COMPANY
HELD July 30, 2005
1:30PM**

The Annual Meeting of the Shareholders of the Cedarpines Park Mutual Water Company was held in the Community Center at Cedarpines Park, Ca. Present were 36 Shareholders.

President Robert Friedman called the meeting to order. President Friedman welcomed the Shareholders and thanked them for showing their interest in the Company by attending the meeting.

President Friedman introduced himself and the Directors Bill Steiner, Pat Morrissey, Howard McLeod and Perry Dahlstrom. Also introduced was Treasurer Terry Mabile and Field Operations Manager Darel Davis.

President Friedman presented a recognition plaque to former Board President Rob Fawley. Mr. Fawley thanked the Board.

President Friedman stated a quorum of shareholders had not been reached. The shares count including proxies was 392. 2144 shares are required to represent a quorum. The Board of Directors proceeded to hold an informal meeting.

Treasurer Mabile presented the financial report for fiscal year 2004-2005.

President Friedman spent a considerable amount of time explaining to the shareholders the quorum requirements and options. Two law firms were consulted, Best, Best & Krieger and Fullerton, Lemann, Schaefer & Dominick Law offices. Friedman also summarized the year's activity to those present. Friedman explained in detail our operations and facilities. We will have a geological evaluation performed at our Sawpit tanks site to determine if there is any slide potentials. Director Dahlstrom provides further explanation of the Sawpit site evaluation. Dahlstrom also pointed out that although our water system has been greatly improved, we as well as other water companies will have to allocate capital funds for future capital improvements. A question was raised as to why the Church Street property that was sold was not offered to the public. After discussion the Board agreed to further consider the matter at a later time. An extensive question and answer session was conducted between shareholders and the Board of Directors.

President Friedman adjourned the meeting.

Terry Mabile
Acting Secretary

