

**SHAREHOLDERS ANNUAL MEETING  
OF THE CEDAR PINES PARK  
MUTUAL WATER COMPANY  
SATURDAY JULY 21, 2007**

**President Friedman, Director Morrissey, Vice President Steiner, Treasurer Dahlstrom and Secretary McLeod were present.**

**President Friedman called the meeting to order.**

**Board and audience introductions.**

**Attendees/Shareholders that signed in were Maureen Mann, Pat Marley, David Deeley, Zamp Nicall, Bob Dahlem, Debroah Chromick, Fred Hans Hanson, Ron Albright, Ken Medum, Shonna Davis, Ruby Friedman, Paul Bates, Mark Murray, Catherine Stringer, Don Pederson, Geneva Jones, Cheryl Turpin, and Susan Pasterski.**

**CPPMWC employees Office Manager Terry Mabile and Field Manager Darel Davis were present. Also present Terry Shea, of our CPA firm.**

**Shares needed for quorum is 50% plus one is 2187 shares.**

**Shares in person or proxy is 177.**

**No quorum, therefore the Board of Directors proceeded to hold an informal meeting with the shareholders present.** *NO BUSINESS WAS TRANS.*

**President Friedman re-introduces Terry Shea and Terry introduces himself and explains that his company has performed an audit of the financial status of the CPPMWC.**

**President Friedman hands out copies of the audit report.**

**Terry Shea continues with his report and states in general that the company is in good shape financially and have assets to run the company for nine months without any further revenue.**

**Question about money not being spent from Grants?**

**Reply from Terry Shea: all money has been spent appropriately.**

- **President Friedman states that none of the Board of Directors receives free or discounted water.**

**President Friedman asks Terry Shea, <sup>ACPA From</sup> our accountant, if the audit revealed any evidence of free water usage by the Board. Reply is no.**

**Question from audience to Terry Shea: Did you find any unusual transactions? Reply is no.**

**Terry Shea thanks the Board and the shareholders and states he will be available in the future for questions or concerns.**

**President Friedman thanks Terry Shea for his report.**

**President Friedman states that there are no legal obligations (law suits) known at this time and we do not anticipate any lawsuits.**

**President Friedman speaks about our water wells and how we are a member of CLAWA (provides supplemental water through the aqueduct system).**

**However, there are environmental concerns that could prevent water from being pumped to the south (us).**

**There are unknown factors that could impact us.**

**In the recent past we have had major improvements to our water distribution and storage systems.**

**We have ongoing projects to repair/replace pumps, electrical and other items that need to be maintained or replaced.**

**One time Forgiveness/shut off valve:**

**All shareholders must have a shut off valve. The shut off valve should be used during long periods of absences, especially during the winter. If the shareholder does not have a shut off valve or use said valve in a responsible manner then the One Time Forgiveness would be affected. If possible, the water shut off valve should be adjacent to the water meter.**

**Field Manager Darel Davis reports the following:**

**Fern Crest provides water for Jobs Peak.**

**Coon Turn Well is being upgraded for pumps/electrical and cleaning the well.**



**We will study these results and determined our next step on well rehab work.**

**Production is down because of lack of rain/snow pack.**

**Saw Pit Canyon Tank site is an ongoing project and is unknown at this time if the site will be maintained.**

**Mozumdar well site information is unknown because we can not establish contact with their representative.**

**If well rights are secured: then CPPMWC will perform a Cost Benefit Analysis to establish if it is feasible to drill new wells on this site.**

### **General Discussion:**

**President Friedman introduces Fred Hanson of WEBB Engineering.**

**Cheryl asks about the electrical service/work at Jobs Peak site. Fred Hanson states that SCE and Center Electric have both visited the site several times and we have developed plans to provide higher reliability and redundancy.**

**Pat Marley asks Fred Hanson about the CLAWA turnout piping work. Fred replies that a dual set-up would be best and possibly additional connections would be appropriate. The Board and WEBB Engineering are looking into these options.**

**President Friedman announces that Director Pat Morrissey is resigning and presents her with a Plaque of appreciation for her service.**

**President Friedman announces the formation of a "Grant Committee" and invites the shareholders to step forward.**

**Community Activist Pat Marley speaks about water companies and propaganda that is in the media about the status of water on the mountain. Be viligant.**

**Maureen Mann suggests using the newspaper to publize our meetings and provide information to our shareholders. She also asks about possible annexation and the reply is none at this time.**

**President Friedman invites everyone to our Board Meeting on August 21, 2007 at 7:00pm.**

**hwm  
Secretary CPPMWC**