

**MINUTES OF A  
REGULAR MEETING OF THE BOARD OF DIRECTORS  
September 24, 2018**

A regular meeting of the Board of Directors of the McCloud Community Services District was called to order at 6:01 p.m. at Scout Hall. All four Directors (Hitchcock, Rorke, Young, Zanni) were present, as were General Manager Kevin Dalton, Finance Officer Michael Quinn and District Secretary Teryl Smith. Public Works Superintendent Amos McAbier and Acting Fire Chief Scott Boone were absent.

- 1) **Pledge of Allegiance.**
- 2) **Approval of Minutes: Discussion/action** regarding approval of the minutes of the Regular Meeting of September 10, 2018. Mr. Zanni made a motion to approve the minutes of the Regular Meeting of September 10, 2018; motion seconded by Mr. Rorke. Motion passed with 4 Ayes (Hitchcock, Rorke, Young, Zanni).
- 3) **Announcement of Events:** Mr. Dalton announced that the Apple Harvest Festival will be held Saturday, October 13, 2018 and it was also announced that the McCloud Fire Safe Council will have a spaghetti feed on Saturday, September 29, 2018 from 5:00 p.m. to 7:00 p.m. at the American Legion Hall.
- 4) **Communications:** None.
- 5) **Reports:**
  - A. General Manager: The General Manager's report dated September 24, 2018 was reviewed and is appended herein.
  - B. Finance Officer: The Finance Officer's report dated September 24, 2018 was reviewed and is appended herein.
  - C. Committees: Mr. Zanni reported that the Public Works Committee met Wednesday, September 19. The possibility of a fire safety training facility was discussed as well as the low water pressure on Quail Court and the missing fire hydrant on Quincy Avenue. Mr. Rorke announced that the Policy Review committee will meet October 10, 2018. Mrs. Young reported that the Old McCloud Courthouse Project Committee recently met, and the Finance & Audit Committee went over all the budgets and audits at their last meeting. Mrs. Young disbanded the Fire Department Ad Hoc Committee.
- 6) **Consent Agenda:**
  - A. Approval of Expenses in the amount of \$585.89. Mr. Zanni made a motion to approve the expenses in the amount of \$585.89; motion seconded by Mr. Rorke. Motion passed with 4 Ayes (Hitchcock, Rorke, Young, Zanni).

**B.** Approval of Expenses in the amount of \$27,517.47. Mr. Zanni made a motion to approve the expenses in the amount of \$27, 517.47; motion seconded by Mr. Hitchcock. Motion passed with 4 Ayes (Hitchcock, Rorke, Young, Zanni).

**7) Old Business:**

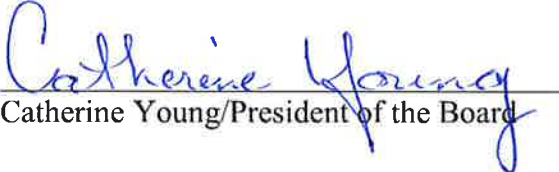
**A. Discussion/possible action** regarding James Marta & Company LLP proposal to complete audits of the financial statements for June 30, 2017, 2018 and 2019. Mrs. Young made a motion to approve the James Marta & Company proposal to complete audits for June 30, 2017, 2018 and 2019 to be taken out of this year's budget and next year the cost of the audits be included in the 2019 budget along with the \$33,000 for the previous years; motion seconded by Mr. Rorke. Motion passed with 4 Ayes (Hitchcock, Rorke, Young, Zanni).

**8) New Business:**

**A. Discussion/possible action** regarding the amendments to the agreement between McCloud Community Services District and the McCloud Artesian Spring Water Company, LLC. Mr. Rorke opined that because the McCloud Artesian Spring Water Company, LLC (MASWC) was asking for amendments to the contract the entire contract should be re-negotiated. Mr. Hitchcock made a motion to approve the requested amendments from the McCloud Artesian Spring Water Company, LLC (MASWC) for the time extension and change 2 and that John Anderson be requested to be present at the next regular meeting of the Board of Directors; motion seconded by Mr. Zanni. Motion passed with 3 Ayes (Hitchcock, Young, Zanni) 1 No (Rorke).

**9) Public Comment:** None.

**10) Adjourn.** The meeting adjourned at 7:39 p.m.

  
Catherine Young/President of the Board

  
Teryl Smith/Secretary of the Board