

RANCHO PAUMA MUTUAL WATER COMPANY (“RPMWC”)
ANNUAL MEETING OF SHAREHOLDERS

February 26, 2024

Directors Present: Chuck Bandy, Laura Kariya, Bruce Knox, Linda Shoaff and Scott Shinner

Directors Absent: None

Also Present: Pauma Band of Mission Indians Water Department Manager Ruben Bentancourt, Shareholders Charles Mathews, Bill Collier, Michael Esparza, Jack Munro, Jo Casper, Jan Hammon, Joanne Clarey, Joanie Stuart, Zoom user Sara’s iPad; CEO of Pacific Golf Management Larry Taylor, Paul Kaymark and Tyler Cook of Nigro & Nigro, Jeff Pape of Dudek, Administrative Manager Amber Watkins and Office and Compliance Manager Kim Alvarado.

- 1. Call to Order:** Meeting held in person and via Zoom, was called to order at 2:00 p.m. by President Bandy.
- 2. Call for Proxies and votes present:** Bandy placed a call for proxies and votes present, none. Casper inquired if a vote was delivered after the 10 a.m. deadline, would the vote have been accepted. Bandy explained that the Corporations Code allows for a floor vote during the annual meeting.
- 3. Establishment of a Quorum:** Watkins reported that 77.80 % of proxies were received to constitute a quorum to proceed with the annual meeting.
- 4. Presentation of proxies to Inspectors of Election:** This topic was discussed during agenda item 7. Bandy noted that the announcement of shareholder voting will be discussed later in this agenda.
- 5. Annual Review:** Bandy began the presentation introducing the current Board of Directors who each hold a one-year term. Bandy continued the presentation with a review of assets, noting the oversight of 5.5 miles of pipeline, the 13 groundwater wells; 6 potable and 7 non-potable, the Supervisory Control and Data Acquisition System used by all staff to monitor and control the entire water system, the equipment owned and operated by RPMWC employees, a system map highlighting the potable water delivery lines, the agriculture water delivery lines and the Yuima water line. Bandy noted the Yuima water service is in place as a backup water source. Bandy stated that the current groundwater well production has benefited greatly from the rain received. Bandy proceeded with reviewing the events that took place in 2023, noting the onboarding of two full time Administrative staff, three full time Utility staff, the engineering and management oversight provided by Jeff Pape with Dudek and the dissolution of the long standing management agreement with the Pauma Valley Community Services. Bandy noted that in his opinion, this is the strongest team RPMWC has had in 30 years. Bandy also discussed the last six years of water usage and noted that no import water has been purchased from Yuima since 2019. Bandy explained that the groundwater wells have produced 100% of the water for shareholders. Bandy finalized his presentation with a discussion on the current Operating Budget, the Capital Expenditures for the previous 6 years, the forecasted cash expenditures and the recent approval of the Groundwater Sustainability Plan.
- 6. Shareholder Comments and Questions:** None
- 7. Announcement of shareholder voting:** Kaymark and Cook were assigned as Inspectors of the Election. Kaymark presented the 2024 election results as follows: Chuck Bandy, Bruce Knox, Laurie Kariya, Linda Shoaff, and Scott Shinner.
- 8. Adjournment:** Bandy thanked all attendees for joining the meeting. With no further business to conduct, a motion to adjourn this meeting was made by Knox, seconded by Kariya, and unanimously approved; meeting adjourned at 2:22 p.m. Bandy stated to all in attendance that the Board will take for a brief break before the start of the regularly scheduled meeting.

Kim Alvarado

Kim Alvarado, Recording Secretary