

SIERRA PARK SERVICES COMPANY, INC.

ANNUAL SHAREHOLDER MEETING MINUTES

MAY 24, 2015

Shareholder Registration from 7:30 - 8:45 a.m.

Michael Lechner, President called the meeting to order at 9:12 a.m.

- Pledge of Allegiance was led by Michael Lechner
- Invocation led by Ray Coyle

Wanda Lenhardt, Secretary announced at the outset of the meeting that there were not enough total shareholders represented in person or by proxy to form a quorum. It was determined to proceed with the meeting but voting would not be conducted unless a quorum was obtained.

Michael Lechner welcomed everyone to the meeting. He proceeded to introduce the Board of Directors who were present, Mark Logan and Wanda Lenhardt. Heidi and Bill Ordwein were not present. Michael gave a heartfelt thanks to those who provided assistance in the Park over the last year - the Ennis Family, the Peters, Linda Clark, Ray Coyle, Marianne Gennis, the Knudsen Family, all of the Fish Derby helpers, those who brought to the attention of the board ways to make the Park better, and for sure Susie Lechner.

President's Message -

This has been a productive year. Road paving as proposed was completed. This coming year further resurfacing will be done. The timing of the work is flexible. The fire season could cause delays as it has in the past couple of years. The gate is once again functional following the relocation that was funded by the Odd Fellows Recreation Association. The Board has discussed giving out codes for the gate. Codes have been problematic in the past as they can be shared with others for whom they are not intended. This issue will continue to be explored and a Gate Access Policy published.

Director Reports -

Vice President, Heidi Ordwein (by Michael Lechner):

The voting procedures for this meeting were reviewed - assuming a quorum is achieved.

Secretary, Wanda Lenhardt:

All property owners are requested to receive the newsletters and other communications by email if at all possible. Receiving correspondence this way will provide significant savings to the Corporation. Wanda requested that everyone with a changed email address update it with her today. She also requested that anyone who has not provided an email address previously provide one now.

Caretaker Report, Heidi Ordwein (by Mark Logan):

The SPWC hired a new caretaker this year - John Marshall. John has proven himself to be a quick learner of Park needs for both the Water and Services Companies and has been doing an excellent job. The Caretaker's position is first and foremost to do the work of the Water Company. Since this is not a full-time position the Caretaker also provides assistance to the Services Company. The SPSC has been and will continue to reimburse the SPWC for the hours the caretaker uses for SPSC tasks.

Roads, Mark Logan:

Roadwork was completed last fall. Most of the West side of the Park was seal coated, and the remainder crack sealed. This year, additional roads will be resurfaced on the East side per the four-year schedule. The work will be completed per availability of contractor.

Gate, Bill Ordwein (by Mark Logan):

The gate relocation is now complete and it is back in operation. The Odd Fellows Recreation Association funded the moving of the gate.

Equipment/Buildings/ Common Areas, Heidi Ordwein (by Michael Lechner):

The condition of buildings and equipment is being monitored. The sand shed must and will be repaired for the coming winter. This sand is dispersed by the plow after snow removal to promote traction when the roads are icy and slick.

Health/Safety, Mark Logan:

Forest fires are always a risk through the summer months and into the fall. Fire spreads so quickly and we want everyone to remain safe. The Board is asking that no one burn fires in Park in accordance with local ordinances and laws. A sign will be placed near the gate that will indicate the level of fire danger. Cal Fire will continue to enforce lot-cleaning requirements. It was noted that there is a downed tree along the Lower Sugar Pine Rd. Property owners, renters and guests are all asked to observe the 20-mile per hour speed limit in the Park. This is in place to provide safety and protection in the Park. It was also noted that two bear cubs have been seen within the Park.

Recreation, Michael Lechner:

Unfortunately, this year's Fishing Derby had to be canceled. The local trout farm where fish have always been purchased in the past could not raise them this year because of the drought. With no fishing derby possible this year, the Services Company committed to hosting a family Game Day event on Father's Day weekend instead. As with all recreational events, we hope we can count on volunteer support to help make the day a fun time for all.

Bridge Replacement Update, Susie Lechner:

The bridge on the east side of the Park can be replaced as long as a permit is obtained within 18 months of the prior bridge being removed. Fish and Wildlife have been contacted and will be involved if we proceed. A company has been located which specializes in prefabricated bridges. It will cost less to purchase the bridge from them than it would be build our own. Susie showed a picture of a bridge, which the Park's would look similar to. If we decide to proceed the bridge cannot be installed until September. Work will need to be completed by the middle of October. The county will also require that the walkway around the lake be upgraded to make the bridge path handicap accessible. The money allotted for the bridge in last years' meeting will not be sufficient to pay for the new bridge. Discussion followed.

The bridge on the east side of the Park can be replaced as long as a permit is

During the course of the discussion on the bridge project, Secretary Lenhardt interjected that those signing in shareholders and the Inspectors of Election had confirmed that several more proxies had been received. With these additional proxies, it was verified that a quorum for the meeting had been achieved. There are 187 shareholders of whom 97 were represented by proxy or in person.

Treasurer's Report, Bill Ordwein (by Michael Lechner):

The 2014/2015 Financial Summary was reviewed. The Corporation functioned within the allotted budget. The 2015/2016 Budget was also reviewed. The SPSC is a "for profit" company and as such the Board has chosen to maintain a target profit margin of 15%. The profit will all be applied to maintaining the services within the Park including the common areas, garbage and pine needle dump. Bob Hintz made a motion to approve the 2015/2016 budget. Ray Coyle seconded the motion. Discussion followed.

Doris Kilgore made the motion to modify the 2015 Bridge special assessment to cover the shortfall with a onetime \$160 assessment. Philip Barthman seconded the motion. Discussion followed. The vote was taken.

With discussion on both the upping of the 2015/2016 bridge assessment and budget closed, the vote was called on each issue. Ballots were collected and passed to the Inspectors of Election for counting.

Election of Board of Directors -

With no additional candidates coming forward and further discussion closed, the vote for Board of Director positions was called for. Those present were instructed to fill out their ballots and those, along with proxies already received, were passed to the Inspectors of Election.

After a short period to allow for vote counting, Inspectors of Elections Marianne Gennis, and Dick and Irene Barrett presented the results.

- The 2015/2016 Budget passed 91 in favor 2 against.
- The 2015/2016 Bridge Project Assessment adjustment to \$160 passed with 80 in favor and 13 against.
- Michael Lechner, Bill Ordwein, Heidi Ordwein, Mark Logan and Wanda Lenhardt were all voted onto the Board of Directors.
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Michael Lechner again thanked all for coming and participating and adjourned at 11:38.

The new board will meet at a later time to elect officers for fiscal year 2015. Officers for 2015/2016 will be announced in the June 2015 Newsletter.