Draft Board Minutes

Sambrito Mutual Domestic Water Consumers Association
Meeting of 8/5//26, 5:30 PM

1. Meeting called to order at 5:32 PM by John Dustin. Roll call and certification of Board Quorum. Present: John Dustin, Dan Verniero, and Dennis Walker.

2. Members present: Christina Rios.

3. Guests present: Holly Hott, and (telephonically) counsel Germaine Chappelle.

4. Agenda (posted on website and bulletin board) review. No changes suggested. Approval moved by Dennis Walker, seconded by Dan Verniero, passed unanimously.

5. Minutes of last meeting (5/6/26) posted on website and Board vote to approve. Moved without changes by Dennis Walker, seconded by Dan Verniero, passed unanimously.

6. Treasurer's report delivered by John Dustin. Delinquencies continue to increase, presently at $94,000+. We continue to accrue operating losses due to non-payments, averaging some $2871/month since 4//26. **Water imports alone exceeded gross income by more than $6300.** It is essential for the Association to identify funding sources soon. As reported by Counsel, the RJV Receiver**,** Joseph Yar, had indicated that he would send letters to delinquent accounts demanding payment. Motion to approve the Treasurer's report was made by Dennis Walker, seconded by Dan Verniero, and passed unanimously.

7. John Dustin provided a brief President's report, stating that the $60,000 Local Government Planning Fund grant for a wastewater PER had been approved, and a contract with Martin/Martin had been ratified. He introduced a housekeeping item, a Resolution allowing him to change the names on the PO box account access. John Dustin and Dan Verniero were named as administrators of the PO Box. The resolution passed 3-0.

8. The Association voted to enter executive session, with Dustin, Verniero and Walker voting in favor, and no dissensions or abstentions. Germaine Chappelle indicated that she, Holly, and RJV Receiver Joseph Yar had had a conference, and she outlined the nature of our asset surrender, which she characterized as necessary and pro-forma. Holly indicated that the monetary transfer could be accomplished by granting Receiver Yar signatory status on our existing accounts. Amounts owing to Sambrito's suppliers would still be paid from the account. Assets would be transferred back to Sambrito at a later date, when the dust settles on the Receiver's work. No dissent was noted from the Board, which voted unanimously to return to open session. No motions were introduced in open session.

9. There being no new business proposals or oral communications, Dan Verniero moved to adjourn, seconded by Dennis Walker, and carried by unanimous voice vote at 6:23 PM.

Respectfully submitted August, 2026

/s/ John Dustin, President Sambrito MDWCA