

FORESTHILL PUBLIC UTILITY DISTRICT

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DRAFT

OFFICIAL MINUTES

FORESTHILL PUBLIC UTILITY DISTRICT FINANCE COMMITTEE

Monday, March 21, 2011
3:00 p.m.

Memorial Hall
Small Conference Room
24601 Harrison Road, Foresthill, CA 95631

William L. Angerer, Chairperson

Bradley D. Reeves, Committee Member

A. CALL TO ORDER AND ROLL CALL

The Finance Committee Meeting was called to order at 3:01 pm.
Present: William L. Angerer and Bradley D. Reeves
Staff: Interim GM Glen Carnahan
Members of the public: Sherry Wicks and Duane Frink.

B. INTRODUCTIONS AND PRESENTATIONS

C. AGENDA CHANGES AND REVIEW

No changes made.

D. PUBLIC COMMENT:

Any member of the public may address the Committee on any matter that is within the jurisdictional authority of the Committee, or on any item on this agenda before or during the Committee's consideration of that item. Such testimony shall be limited to three minutes per person, or such other time limit as may be imposed by the Chairperson in order to enable the Committee to complete its agenda within a reasonable period of time.

No comments.

E. GENERAL ITEMS:

1. Review and discuss District's YTD financial reports.

Interim General Manager covered the details of the February 2011 Financial Statements. The key item noted was for all readers to focus on the Fund 5 statements. These particular statement show a clearer picture of the District's operations.

2. Review and discuss Fiscal Year 2011-2012 objectives.

Interim General Manager presented a Forecast 2011 June 30, 2011 Statement of Revenues and Expenditures. This schedule showed the monthly detail by account. The monthly forecast for March – June was based on YTD actual trends and then adjusted by account taking into account current information. The most important message delivered was the District should expect to see Net Deficit of (\$455,000). The activity that is driving this loss include \$100,000 for Assessment Fund subsidy, \$75,000 for OPEB (retirement) expense (not previously recognized in prior year), \$313,000 for depreciation expense, \$30,000 for additional legal, and \$33,000 for election costs.

The Interim General Manager will create three FY 2012 draft budgets. The first will look at current water rates extended into the next year. The second will lower revenue based on having current water rates rolled back. The third view will create a delayed rate rollback.

It was asked that the following items be evaluated for potential cost savings: loan refinancing, solar installation, employee furlough, operations outsourcing, second retirement tier, and employee CalPERS contributions.

F. ADJOURNMENT

The meeting adjourned at 4:40 pm by Chairman Angerer.

ATTEST

William L. Angerer
Chairman, Finance Committee

Glenn Carnahan
Clerk Thereof