

FORESTHILL PUBLIC UTILITY DISTRICT

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BOARD OF DIRECTORS

George S. Shaw
Gregory L. Wells
Duane L. Frink
William L. Sadler, Jr.
Brett C. Grant

Kurt W. Reed, General Manager
Paul Chamberlain, District Counsel

OFFICIAL MINUTES REGULAR MEETING OF THE BOARD OF DIRECTORS FORESTHILL PUBLIC UTILITY DISTRICT HELD JUNE 13, 2007

A. CALL TO ORDER AND ROLL CALL

The regular meeting of the Board of Directors was called to order at 7:11 p.m. by President George S. Shaw.

ROLL CALL:

Present

George S. Shaw, President
Duane L. Frink, Treasurer
Brett C. Grant, Director

Absent

Gregory L. Wells, Vice President
William L. Sadler, Jr., Director

Also present: Kurt Reed, General Manager; Pat Pappas, Business Manager; Members of the Public: John Laster; Roy West; George McCafferty.

B. INTRODUCTIONS AND PRESENTATIONS

C. PUBLIC COMMENT

Any member of the public may address the Board on any matter within the jurisdictional authority of the District, or any item on this agenda before or during the Board'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 President in order to enable the Board to complete its agenda within a reasonable period of time.

Public comment read by President.

D. COMMITTEE REPORTS

1. Finance Committee – Please Note Finance Committee Report Under H. General Items, No. 2, Old Business (a).
2. Planning Committee – Meeting Tentatively Scheduled for July 9, 2007 at 7:00 p.m., District Office.
Chair of Planning Committee, Brett Grant, confirmed July 9th meeting date.

E. DIRECTOR'S COMMENTS

1. Duane Frink – handed out minutes of the combined Mountain Counties Water Resources Meeting and Association of California Water Agency's Region 3 Business Meeting held June 8, 2007 which he and Kurt Reed attended. Speaker was Art Baggett, Member State Water Control Board.

F. CORRESPONDENCE / AGENDA CHANGES AND REVIEW

1. ACTION: Treasurer Duane Frink motioned to move General Items, Old Business, Item a. to the front of the General Items calendar to accommodate Mr. McCafferty. Director Brett Grant seconded the motion.

PASSED UNANIMOUSLY.

2. ACTION: Treasurer Duane Frink motioned to add as an action item Resolution No. 07-05, Supporting Governor's Comprehensive Water Package to General Items, New Business, as Item e. Director Brett Grant seconded the motion.

PASSED UNANIMOUSLY.

G. CONSENT CALENDAR

All items listed under the Consent Calendar are considered to be routine and will be approved by one motion. There will be no separate discussion of these items unless a member of the Board, Audience, or Staff requests a specific item be removed from the Consent Calendar for separate action. Any item removed will be considered after the motion to approve the Consent Calendar.

1. Approve Minutes of Regular Board of Directors Meeting Held May 9, 2007.
2. Approve Minutes of Finance Committee Meeting Held May 23, 2007.
3. Approve April 2007 Financial Report from LAIF.
4. Approve Balance Sheet, Revenue/Expense Report and Budget Cash Flow Report for Period Ending May 31, 2007.
5. Approve June 2007 A/P warrants for payment.

Finance Committee Chair Duane Frink noted minor additions to Committee Minutes.

ACTION: Director Brett Grant motioned to approve the Consent Calendar as amended. Treasurer Duane Frink seconded the motion.

PASSED UNANIMOUSLY.

H. GENERAL ITEMS

Action Item: Review and Approve Mr. George McCafferty's Request for Continuation of Reduced Fees for Account MCC0030.

Mr. McCafferty stated he does not have a need for a 1 ½" service. He added that he did have a valve on the system in the District's vault but was unaware it was not okay to access vault and once notified reset the valve on his own system. He then requested to continue to be billed at the 1" meter rate. Public member, Roy West, stated he did not feel it was fair to charge anyone differently. Board discussed with General Manager the possibility of installing a 1" meter – G.M. advised against replacing the 1 ½" meter with a 1" meter on the combination meter system quoting the manufacturer's recommendation that this action may negatively effect the fire flow meter – and, there is no easy way to create a new tap to install a 1" meter near Mr. Mc McCafferty's property. Board further discussed method used to judge Mr. McCafferty's needs stating it was not logical to judge on usage alone.

ACTION: Director Brett Grant motioned to revert to 1” rate citing District does not have method to judge need nor ability to serve through 1” meter. President George Shaw seconded the motion.

AYE: Grant, Shaw; NAY: Frink.

MOTION FAILED.

Board directed General Manager to recheck with manufacturer re: changing out 1 ½” meter with 1”. Mr. McCafferty requested to be placed on the agenda for July’s regular meeting.

1. New Business

a. Action Item: Approve Resolution No. 07-03, Approving and Authorizing Execution of Amended Joint Powers Agreement (Special Districts Risk Management Authority).

ACTION: Treasurer Duane Frink motioned to approve Resolution No. 07-03 as presented. Director Brett Grant seconded the motion.

PASSED UNANIMOUSLY.

b. Action Item: Approve Resolution No. 07-04, Nominating Director Duane L. Frink as Member of Association of California Water Agency, Region 3 Board of Directors.

ACTION: Director Brett Grant motioned to approved Resolution No. 07-04 as presented. President George Shaw seconded the motion.

PASSED UNANIMOUSLY.

c. Action Item: Approve Seat B, Region 2 Nomination for Election as “Director California Special District Association”.

Treasurer Frink suggested the need for more information re: time involved, number of meetings, etc..

ACTION: Treasurer Duane Frink motioned to table this item to the regular July meeting pending further information. President George Shaw declared item so tabled.

ITEM TABLED.

d. Action Item: Approve and Direct Staff to Engage District Engineer for Formulation of a Response to Foresthill Divide Chamber of Commerce’s Request for Clarification on Water Supply for Forest Ranch.

Board discussed the need for education due to the obvious misunderstandings that are circulating in the community. Discussed presenting the Draft Master Plan Update to the community at Memorial Hall in August for comments and discussion. And, to respond to Chamber via letter offering to attend next Chamber Board meeting to discuss water supply.

ACTION: Treasurer Duane Frink motioned for President to draft letter to Chamber Board to invite to workshop in August and to offer to attend meeting in July. Director Brett Grant seconded the motion.

PASSED UNANIMOUSLY.

e. Action Item: Approve Resolution No. 07-05, In Support of State of California’s Proposed Comprehensive Water Package.

ACWA has produced an outreach packet titled “The Time Is Now” in support of the Governor’s comprehensive water package that includes storage, a Delta solution and water use efficiency. Resolutions will be collected by ACWA from all water agencies in the state and presented to the legislators to help move this concept forward.

ACTION: Treasurer Duane Frink motioned to approve Resolution No. 07-05 as presented. Director Brett Grant seconded the motion.

PASSED UNANIMOUSLY.

2. Old Business

a. Action Item: Review and Approve Mr. George McCafferty's Request for Continuation of Reduced Fees for Account MCC0030. – Addressed Above.

b. Action Item: Approve Finance Committee Report Dated May 31, 2007, Recommendation on Amending and Modifying Ordinance No. 01-04 Applicable to District System Connect Charges. Director Brett Grant began the discussion with a statement expressing his frustration that the Committee has included 5/8" meters when he recalled there was a general consensus at the Board Workshop that 5/8" meters would be dropped and District would offer 3/4" meters instead. Committee Chair Duane Frink explained the Committee reviewed all of the information again and came to the conclusion it was reasonable to offer both to allow smaller parcels in the older part of the District to have the option of 5/8" meter – hence the recommendation to the Board.

ACTION: Treasurer Duane Frink motioned to approve Finance Committee Report as presented. President called for second. No second.

MOTION FAILED.

Treasurer Duane Frink requested this item be on July's regular meeting agenda as an action item. He then requested input with the remaining points of the report. There was no further discussion.

I. REPORTS BY DIRECTORS, LEGAL COUNSEL AND GENERAL MANAGER

1. General Manager – Construction Projects

a. Nellie Jo Subdivision – District has not heard nor received plan submittal from project engineer.

b. Johnson Extension – Sluice Box Road – District reviewed plan submittal, returned to engineer with request by District for revision/corrections as shown in plan markup.

J. ADJOURNMENT

Next Regular Meeting Date: Wednesday, July 11, 2007 at 7:00 p.m. in the District Office, 24540 Main Street, Foresthill, California 95631.

ACTION: There being no further business, at 9:15 p.m. Treasurer Duane Frink motioned the meeting be adjourned. Motion seconded by President George Shaw.

PASSED UNANIMOUSLY.

ATTEST:

Gregory L. Wells
Vice President, Board of Directors

Kurt W. Reed
Clerk Thereof