FORESTHILL PUBLIC UTILITY DISTRICT

www.foresthillpud.com

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

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

OFFICIAL MINUTES
FORESTHILL PUBLIC UTILITY DISTRICT
FINANCE COMMITTEE

MAY 22, 2008
4:00 PM
District Office
24540 Main Street, Foresthill, California 95631

William L. Sadler, Jr., Chairperson Duane L. Frink, Committee Member

A. CALL TO ORDER/ROLL CALL

The meeting of the Finance Committee was called to order at 4:02 p.m. by Chairman William L. Sadler, Jr.

ROLL CALL:

Present	Absent
William L. Sadler, Jr. Chairman	
Duane L. Frink, Committee Member	

Also present: Kurt W. Reed, General Manager; Public Member Roy West.

B. INTRODUCTIONS AND PRESENTATIONS

None.

C. AGENDA CHANGES AND REVIEW

None.

D. PUBLIC COMMENT

Any member of the public may address the Committee on any matter 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.

Public comment read by Chair.

E. GENERAL ITEMS

1. Review, Discuss and Finalize Recommendation to the Board for Interim Budget Fiscal Year 2008-2009.
   Reviewed Proposed 2008-2009 Proforma Budget. Chair Sadler reviewed area agency Cost of Living Adjustment (COLA) comparison. Urban Wage Earner's Index (Western Urban) as of April 30, 2008 = 3.8% vs. (All Cities) = 4.2%. Committee to propose 3.45% COLA wage adjustment based on average COLA given by local area agencies.

   Committee to propose 10% water rate increase, base charge and per 1,000 gallon charge. Committee is also proposing $3.32 per month Repair Replacement Surcharge. Said surcharge is the amount of annual depreciation divided by number of accounts ($13.22). Committee is recommending 25% of $13.22 ($3.32) and is proposing Repair Replacement Surcharge to increase by 25% increments to total amount ($13.22) over four years. The Repair Replacement funds shall be "restricted" funds, to be utilized only for repair or replacement of existing water system infrastructure.

   These recommendations shall be contained in a full report to the Board of Directors and are subject to Board approval and Proposition 218 compliance.

F. ADJOURMENT

At 6:06 p.m. Committee meeting was adjourned.

ATTEST:

William L. Sadler, Jr.	Kurt W. Reed
Chairman, Finance Committee	Clerk Thereof