

FORESTHILL PUBLIC UTILITY DISTRICT

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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 REGULAR MEETING OF THE BOARD OF DIRECTORS FORESTHILL PUBLIC UTILITY DISTRICT HELD JULY 9, 2008

A. CALL TO ORDER AND ROLL CALL

The regular meeting of the Board of Directors was called to order at 7:04 p.m. by President Gregory L. Wells.

ROLL CALL:

Present

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

Absent

Also present: Kurt Reed, General Manager; Pat Pappas, Business Manager; Members of the Public: Roy West; Daniel West, Foresthill Inquirer; and, John Laster.

B. INTRODUCTIONS AND PRESENTATIONS

Public members introduced themselves.

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 – Next Scheduled Meeting: July 14, 2008 at 4:30 P.M. in the District Office.
2. Planning Committee – Chairman, Brett C. Grant stated he would like to schedule a meeting before the end of the month to work on the Capital Improvement Program.

E. DIRECTOR'S COMMENTS

Duane Frink: I attended a joint Association of California Water Agencies (ACWA), Region 3, and Mountain Counties Water Resource Association (MCWRA) meeting June 13, 2008 in Nevada City. A Region 3 recap is attached. MCWRA – highlight was Tim Quinn outlining ACWA's Proposed Strategic Plan. The Plan seeks to prioritize 2005 Blue Print, allocate staff resources to the priorities, and formulize funding. A dues increase will occur. Small district's dues increase is proposed to be

limited to 5%. For regions not benefiting from Delta activities – no assessment. If there is a benefit for a region an assessment would apply.

Wendy Redderbusch, ACWA Staff, Legislative Advocate gave an update on “Educational Revenue Augmentation Fund (ERAF)” like legislation. Next MCWRA meeting August 8, 2008 in Calaveras County.

On June 20, 2008 I attended an ACWA Finance Committee meeting in Sacramento. A mid-year review. No surprises.

On June 30, 2008 I attended a Foresthill Chamber of Commerce Board meeting. My report is in the FPUD Board handouts.

F. CORRESPONDENCE / AGENDA CHANGES AND REVIEW

Kurt Reed: 1. Placer County Planning Director Loren Clark sent an email clarifying the lack of need for a SB610 study for the portion of Forest Ranch outside District boundaries.; 2. Foresthill Community Plan Update will come before the Planning Commission August 14, 2008 and it will come before the Board of Supervisors September 9, 2008.; 3. Email from Sean Salvesson, President Foresthill Chamber of Commerce requesting a workshop with District Board, Chamber Board and Forest Ranch Proponents with their engineers. Board discussed issue – gave direction to General Manager to draft a response to Mr. Salvesson stating the Board will host a special meeting and workshop to be held at Memorial Hall and to make all appropriate arrangements for said meeting. Specific date to be confirmed via email with District Board.

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 June 11, 2008.
2. Approve May 2008 Financial Report from LAIF.
3. Approve Balance Sheet, Revenue/Expense Report June 30, 2008.
4. Approve July 2008 A/P warrants for payment.

ACTION: Vice President Duane Frink motioned to approve all items on the Consent Calendar with one small typo corrected in on the last page of Regular Board Meeting Minutes. Director Brett Grant seconded the motion.

PASSED UNANIMOUSLY.

H. GENERAL ITEMS

1. New Business

- a. Action Item: Approve “Director’s Fee” as per Policy # 4030.10 Remuneration & Reimbursement.

ACTION: Director George Shaw motioned to approve Director’s Fee at the current rate of \$150.00 per month. Treasurer William Sadler, Jr. seconded the motion.

PASSED UNANIMOUSLY.

- b. Action Item: Approve Nomination for Seat C, Region 2, California Special District’s Association Board of Directors.

ACTION: Vice President Duane Frink motioned to approve Region Two’s Pete Kampa for nomination. Director Brett Grant seconded the motion.

PASSED UNANIMOUSLY.

c. Action Item: Approve Ordinance No. 08-06, Applicable to Customer Deposits.

Director Grant inquired as to the District's outstanding uncollected water billings. General Manager explained that since water is a property service and delinquent billings may be ultimately collected through the County Tax Roll the District's outstanding accounts were virtually zero. The raising of the deposit from \$50.00 to \$75.00 insures that at least two months of average billing will be covered in the event an account becomes delinquent – this saves time and hence money on collections of delinquent accounts. Director Grant expressed concerns that raising the deposit might put a hardship on young people starting out, i.e. college kids. Director Shaw expressed concerns about raising fees to District customers in general.

ACTION: Treasurer William Sadler, Jr. motioned to approve Ordinance No. 08-03 as presented. Vice President Duane Frink seconded the motion.

AYES: Wells, Frink, Sadler. NAYS: Grant, Shaw.

MOTION PASSED.

d. Action Item: Review Staff Recommendation to Establish a "Backflow Device Fee".

Board discussed various ways to formulate a fee that is fair to each backflow owner. Suggested an initial base fee and subsequent fees for delinquent notices and/or testing.

ACTION: Board directed Staff to prepare Draft Ordinance incorporating discussion points to be presented at next regular meeting.

2. Old Business

a. Action Item: Approve Financial Assistance Contract "Conservation Grant" Contract with Placer County Water Agency.

General Manager informed Board he had discussed their concerns regarding District's portion of the financing with PCWA and PCWA verified that was not a concern.

ACTION: Director George Shaw motioned to approve the Contract as presented. Vice President Duane Frink seconded the motion.

PASSED UNANIMOUSLY.

I. REPORTS BY DIRECTORS, LEGAL COUNSEL AND GENERAL MANAGER

1. General Manager – FYI - Proposition 218 Rate Notice Mailed June 20, 2008.
2. General Manager – FYI - Consumer Confidence Report Mailed July 1, 2008.

J. ADJOURNMENT

Next Regular Meeting Date: Wednesday, August 13, 2008 at 7:00 p.m. in the District Office, 24540 Main Street, Foresthill, California 95631.

ACTION: There being no further business, at 8:25 p.m. Director Brett Grant motioned the meeting be adjourned. Motion seconded by Director George Shaw.

PASSED UNANIMOUSLY.

ATTEST:

Gregory L. Wells
President, Board of Directors

Kurt W. Reed
Clerk Thereof