

FORESTHILL PUBLIC UTILITY DISTRICT

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BOARD OF DIRECTORS

Duane L. Frink
William L. Sadler, Jr.
Brett C. Grant
George S. Shaw
Adam W. Larsen

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

DRAFT OFFICIAL MINUTES REGULAR MEETING OF THE BOARD OF DIRECTORS FORESTHILL PUBLIC UTILITY DISTRICT HELD AUGUST 12, 2009

A. CALL TO ORDER AND ROLL CALL

The regular meeting of the Board of Directors was called to order at 7:03 p.m. by President Duane L. Frink.

ROLL CALL:

Present

Duane L. Frink, President
George S. Shaw, Director
Adam W. Larsen, Director

Absent

William L. Sadler, Jr., Vice President
Brett C. Grant, Treasurer

Also present:

FPU D Staff: Kurt Reed, General Manager, Jo Ann Glover, Business Manager, Chava Mercado, Ron Mills (arrived at 7:08pm), Clifford Lander, Utility Operators.

Members of the Public: Tyler Harkness, Roy West (filmed the meeting), Rebecca West, John Laster and Rick Mills (arrived at 7:08pm).

B. PLEDGE OF ALLEGIANCE

President Frink led the pledge of allegiance.

C. INTRODUCTIONS AND PRESENTATIONS

The audience introduced themselves.

D. PUBLIC PARTICIPATION

Any member of the public may address the Board on any matter within the jurisdictional authority of the District, or on 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.

No Comments.

E. COMMITTEE REPORTS

1. Finance Committee – Please note minutes of July 27, 2009 Committee Meeting Item H3, Consent Calendar. Request for Board Workshop/Special meeting to consider 2009-2010 Proforma Budget.

The General Manager reported on the Water Rate Study presentation made by Georgette Aronow from Eco:Logic at the Finance Committee meeting held on August 10, 2009. Some information was missing on her data. Georgette will recalculate her numbers to correct the report information.

2. Planning Committee – No meeting this period.
3. Ad-Hoc Committee – Planning/Policy Report of meeting held August 6, 2009. Report will be presented at the next Board of Directors meeting.

F. DIRECTOR'S COMMENTS

1. President Frink - Report on MCWRA and ACWA Region 3 (July 9 through August 11, 2009).

President Frink reported on meetings he attended from July 9 through August 11, 2009. The meeting notes are attached for review.

G. CORRESPONDENCE/AGENDA CHANGES AND REVIEW

President Frink motioned to add Reports by Director and General Manager to Item L. Director Shaw seconded the motion.
PASSED UNANIMOUSLY.

H. 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 10, 2009 (as corrected).
2. Approve minutes of regular Board of Directors meeting held July 8, 2009.
3. Accept minutes of Finance Committee meeting held July 27, 2009.
4. Approve July 2009 financial statement from LAIF.
5. Approve balance sheet, revenue/expense and interim budget report as of July 31, 2009.
6. Approve August 2009 A/P warrants for payment.

Director Shaw motioned to approve the Consent Calendar as presented. Director Larsen seconded the motion.

PASSED UNANIMOUSLY.

I. GENERAL ITEMS

1. New Business

- a. Action Item: Cast ballot for CSDA Region 2, Seat A Representative on the Board of Directors.

After discussion, Director Larsen moved to vote for Pamela Tobin. Director Shaw seconded the motion.

PASSED UNANIMOUSLY.

- b. Action Item: Authorize nomination for Director in the National Water Resources Association.

The Board agreed to support Dave Breninger if he is interested in this position. The General Manager will find out if Mr. Breninger is interested and will pass that information on to the Board.

Item tabled.

2. Old Business

- a. Action Item: Accept Section 9, 2008 Water System Master Plan "Drought Contingency Plan".

President Frink stated he would like to see this plan adopted into the District's Policies and Procedures and motioned to approve this item. Director Shaw seconded the motion.

PASSED UNANIMOUSLY.

J. CLOSED DOOR SESSION

1. "Government Code Section 54956.9 (a) review correspondence/report regarding ending litigation, Yvonne Holden vs. Kurt W. Reed and Suzzette MacKay, Placer county Superior Court Case RSC14648".

Item K REPORTS BY DIRECTORS AND GENERAL MANAGER was discussed before the Closed Door Session.

At 7:42 p.m. President Frink called Closed Door Session to order.

At 8:01 p.m. Director Shaw motioned to close Closed Door Session. Motion seconded by Director Larsen..

No action taken.

K. REPORTS BY DIRECTORS, LEGAL COUNSEL AND GENERAL MANAGER

1. President Frink reviewed his notes on meetings he attended in July. The first meeting was the Health Benefit Authority meeting, held July 30, 2009 and the second meeting was the ACWA Board of Director's meeting, held July 31, 2009. Those notes are attached for review.

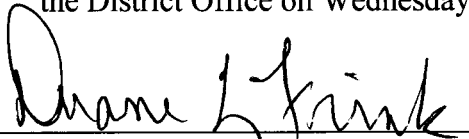
2. General Manager: nothing to report.

L. ADJOURNMENT

There being no further business, at 8:04 pm President Frink motioned the meeting be adjourned. Motion seconded by Director Shaw.

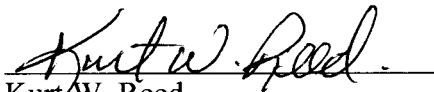
PASSED UNANIMOUSLY.

Next Regular Meeting: The next regular meeting of the Board of Directors will be held in the District Office on Wednesday, September 9, 2009 at 7:00 pm.



Duane L. Frink
President, Board of Directors

ATTEST:



Kurt W. Reed
Clerk Thereof

August 12, 2009

Director's Report

By Duane Frink, Director

1. On July 30, 2009, I attended a Health Benefit Authority meeting from 3:30 to 5:00 PM at 910 K St, Sacramento.

HBA financial condition was reviewed and found to be sound

Programs to be renewed: Employee Assistance, Dental Plan, Vision and Medical Plans: Blue Cross PPO (Classic, Advantage and Health fund), Blue Cross HMO (California Care) Kaiser North and Kaiser South.

Rate changes for 2010:

Dental PPO	6.46%
Vision	1.60% (guaranteed 2 yrs)
Medical PPO – Classic	3.27% (Others 0%)
Kaiser North	14.7%
Kaiser South	0%

2. ACWA Board of Director's meeting, Friday, July 31, 2009, 9 – 12:30 PM

At this meeting the Dept of Regulatory Affairs was introduced by Mark Rentz, Director.

The State budget status was discussed. There will be an update at Region 3's meeting August 14, 2009

2010 meeting schedule was adopted

3. Finance Committee's sub committee met August 3, 10 – 12 noon, 910 K St

Honed recommendations for 2010 ACWA budget recommendations

4. August 12, 2009, 4 PM. I attended Placer County LAFCO meeting

Agenda included two annexations. First, the City of Roseville and infill 10 acre parcel. And, the other item a 302 +/- acre annexation to the City of Lincoln. Both were passed without comment.

Director's Comments

Agenda F

1. MCWRA and ACWA Region 3 activities July 9 thru August 11:

Preparations for the next joint meeting were made via e-mail and telephone. Meeting will be held August 14 at Valley Springs, hosted by Calaveras County Water District

Region 3 is sponsoring a tour of South Lake Tahoe Public Utility District's waste water facility, The Angora Fire area and Quagga Mussel control August 27/28, 2009. Space is available