

FORESTHILL PUBLIC UTILITY DISTRICT

www.foresthillpud.com

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 NOVEMBER 18, 2009

A. CALL TO ORDER AND ROLL CALL

The regular meeting of the Board of Directors was called to order at 7:02 p.m. by President Duane L. Frink.

ROLL CALL:

Present

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

Absent

George S. Shaw, Director
Adam W. Larsen, Director

Also present:

FPUD Staff: Kurt Reed, General Manager and Jo Ann Glover, Business Manager.

Members of the Public: Tyler Harkness, Roy West and Daniel West (filmed the meeting).

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.

Read by President Frink. No comments.

E. COMMITTEE REPORTS

1. Finance Committee – Report on meeting held November 10, 2009.

Treasurer Grant (Committee Chairman) reported that benefits were reviewed and Staff was directed to compile a spreadsheet of all agencies surveyed, including the PUD on agency paid benefits and overall averages. Health coverage contained in 2010 SDRMA was reviewed and will be presented to the employees for consideration.

2. Planning Committee – Report on meeting held November 12, 2009.

The General Manager reported for the Planning Committee. The Committee discussed experienced and forecast growth patterns and correlation to overall system long term (20 years) and short term (5 years) infrastructure growth. Additionally, the Committee

reviewed current and forecast data on EDU's, demands and production. The Committee decided to utilize the information in the Districts 2008 Master Plan due to the subjective nature of growth potentials, system impacts and infrastructure requirements.

F. DIRECTOR'S COMMENTS

No comments.

G. CORRESPONDENCE/AGENDA CHANGES AND REVIEW

Item 2b was moved to I1 to accommodate Blackburn presentation.

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 Directors meeting and workshop held October 6, 2009.
2. Approve minutes of regular Directors meeting held October 14, 2009.
3. Approve October Financial Statement from LAIF.
4. Approve Balance Sheet, Revenue/Expense and Budget Report as of October 31, 2009.
5. Approve November 2009 A/P warrants for payment.

Treasurer Grant motioned to approve the Consent Calendar as presented. Vice President Sadler seconded the motion.

PASSED UNANIMOUSLY.

I. GENERAL ITEMS

1. New Business

- a. Action Item: Develop piezometer replacement program upon presentation by Blackburn Consultants.

Rob Pickard addressed the group and handed out literature on proposed work areas to be effected at the Dam. The Board cited their concerns with expense, drilling new holes versus use of current borings, and what is acceptable to DSOD. The Board directed Blackburn Consulting to get firm costs on the project so a plan can be set for instrumentation replacement.

- b. Action Item: Approve Resolution No. 09-07 authorizing investment in Placer Treasuries Investment Pool.

Treasurer Grant motioned to approve and Vice President Sadler seconded the motion. PASSED UNANIMOUSLY.

- c. Action Item: Establish Board Officer selection process (Policy No. 5010.51) variation due to President Designate (William Sadler) letter declining appointment. Item tabled to next regular Board meeting.

- d. Review proposed "Foresthill Heights" project.

Discussion on possible impact to District workers due to road design.

2. Old Business

- a. Action Item: Approve Amendment to Policy No. 2301.20 "Job Description-General Manager" (required qualifications).

Treasurer Grant motioned to approve and President Frink seconded the motion. Vice President Sadler rejected the motion.

MOTION FAILED.

J. REPORTS BY DIRECTORS – LEGAL COUNSEL – GENERAL MANAGER

President Frink gave a verbal report on his activities for month. A copy of his report was made available for review.

The General Manager stated that the District's Auditors will be present at the next regular Board meeting to discuss the audit and answer any questions the Board may have.

The General Manager suggested to the Board that the new Forest Ranch proposal be submitted to Counsel for review. The Board discussed Counsel options.

K. ADJOURNMENT

There being no further issues to discuss, Vice President Sadler motioned to adjourn the meeting at 9:00 p.m. and Treasurer Grant seconded the motion

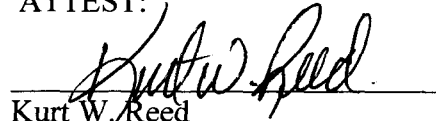
PASSED UNANIMOUSLY.

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



Duane L. Frink
President, Board of Directors

ATTEST:



Kurt W. Reed
Clerk Thereof

FPUD Director Frink's report, November 18, 2009

ACWA since our last Board meeting historic water legislation has been enacted and, all have been signed by the Governor. ACWA has not yet completed their analysis of the package. It may be done possibly by the fall conference in December.

A summary by DWR is available at their web page water.ca.gov on the first link "summary". Also, bill history can be viewed at leginfo.ca.gov see link, "bill info"

Another demand for water has established by the legislation i.e. water to restore Delta habitat, a co-equal right.

ACWA was intensely active in the secretive legislative process. As the process drew to a close the ACWA Board of Director's provided direction to Tim Quinn, E.D. via telephone conferences (2). The Board of Director's passed the staff's recommendations on a split vote (basically a north/south split). Quinn assured the Board the recommendations were consistent with ACWA's water principles. No staff comparison of principles and signed legislation is available yet.).

The legislative package creates many new tasks here are two examples: implementation of the Governor's water conservation plan, DWR is to develop a 4th alternative and SWRCB under the "public trust" doctrine is to develop new flow criteria.

MCWRA activities: Some results are: Senator Cogdill's bond bill has funds for the Mountain Counties overlay; Water Principles for MCWRA are to be placed before the MCWRA Executive members for consideration at the December meeting. Also, at that meeting the Executive Members will consider a proposal to shift the direction of the organization to focus on legislation which may impact the MCWRA. A contract has been signed to secure the services of Patrick Luzuriaga through HDR/e2M As Executive Director.

As a member of MCWRA, I was invited to attend RWA'S Board of Directors meeting November 12, 2009. RWA is a nineteen member organization formed in 2001 representing regional water supply interests. Their mission includes preservation of members 'water rights and entitlements.

Judging from the proposed next work shop agendas, they are a very active organization