

FORESTHILL PUBLIC UTILITY DISTRICT

www.foresthillpud.com

BOARD OF DIRECTORS

Brett C. Grant
George S. Shaw
Adam W. Larsen
Duane L. Frink
Stevan Graham

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

OFFICIAL MINUTES FORESTHILL PUBLIC UTILITY DISTRICT FINANCE COMMITTEE

March 16, 2010

6:00 PM

Foresthill Public Utility District Office
24540 Main Street, Foresthill, California 95631

Adam W. Larsen, Chairperson

Brett C. Grant, Committee Member

A. CALL TO ORDER/ROLL CALL

The meeting of the Finance Committee was called to order 6:17 p.m. by Chairman Larsen.

ROLL CALL:

Present

Absent

Adam W. Larsen, Chairman
Brett C. Grant, Committee Member
Also present: Kurt W. Reed, General Manager.
Members of the public: Roy West and Greg Shepard

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.

Not read.

E. GENERAL ITEMS

1. Review District's financial status and Water Rate Study as presented by Eco:Logic Engineering.

Director Grant gave an overview of the District finances, budget requirements and process. The General Manager discussed the timeline of the Proposition 218 process. Greg Shepard mentioned his concern with Eco:Logic's Water Rate Study scenario's 4 and 6, whereby minimum gallonage (currently at 10,000 gallons per month) are proposed to be reduced to 5,000 gallons per month. He stated his opposition to that and would like to see a smaller reduction of 2,500 gallons. Brett mentioned that the District is open to suggestions but that the cost per fixed or commodity would be adjusted in either case.

Discussed budget (2010-2011) fiscal year time schedule as function of anticipated/proposed rate structure and necessity of prompt Prop. 218 compliance.

Discussed possibility of public hearing to take comments on rate scenarios.

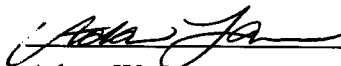
Committee will call meeting with rate consultant and staff to outline and develop two proposals for Board review and action. Directed General Manager to set up a meeting with Gerry and Georgette of Eco:Logic, Directors George Shaw, Brett Grant and the General Manager for March 22nd or 23rd.

Roy West asked several questions as to the expense/revenue requirement for budgeting, which was answered by the General Manager and Chairman Grant.

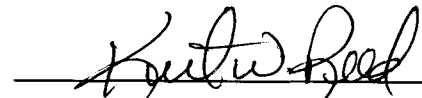
F. ADJOURNMENT

Meeting was adjourned at 7:45 p.m. by Chairman Adam W. Larsen.

ATTEST:



Adam W. Larsen
Chairman, Finance Committee



Kurt W. Reed
Clerk Thereof