

# FORESTHILL PUBLIC UTILITY DISTRICT

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## 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 SPECIAL MEETING BOARD OF DIRECTORS FORESTHILL PUBLIC UTILITY DISTRICT

April 22, 2010

7:00 PM

Meeting Location:  
Veteran's Memorial Hall  
24601 Harrison Street  
Foresthill, California 95631

Brett C. Grant, President

George S. Shaw, Vice President

Adam W. Larsen, Treasurer

Duane L. Frink, Director

Stevan Graham, Director

### A. CALL TO ORDER & ROLL CALL

President Grant called the meeting to order at 7:08 p.m.

ROLL CALL:

Present

Absent

Brett C. Grant, President

George S. Shaw, Vice President

Adam W. Larsen, Treasurer

Duane L. Frink, Director

Stevan Graham, Director

Also present:

Also present: Staff: Kurt Reed, General Manager, Jo Ann Glover, Business Manager, Robert Middleton and Chava Mercado, Utility Workers. Gerry LaBudde and Georgette Aronow of Eco:Logic Engineers. Approximately 15 members of the public.

### B. AGENDA CHANGES AND REVIEW

None.

### C. PUBLIC PARTICIPATION

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

Not read.

### D. INTRODUCTIONS AND OPENING COMMENTS

President Grant introduced the speakers and explained to the audience that this meeting was for public input on the two presented rate scenarios and that there would not be an

immediate rate increase, due to Proposition 218 regulations. President Grant gave the floor to the General Manager.

General Manager explained District infrastructure needs that must be addressed and tackling depreciation costs during current economic conditions. Additionally, he noted that the rate study was paid for through a grant.

1. Gerry LaBudde, Eco:Logic Engineers.

Gerry stated that his goal was for the audience to understand what goes in to a rate study, how the figures are gathered and to better understand the need for an increase. He began his portion of the presentation reviewing the District water supply as well as treatment plant capabilities and future projects/improvements.

2. Georgette Aronow, Eco:Logic Engineers.

a. Presentation by Eco:Logic Engineers of 2010 Water Rate Study, District revenue requirements and resultant scenario 3b and alternate 4a.

Georgette discussed projected revenues, expenses, deficit and depleting reserves. She reviewed the proposed modifications to the rate structure and the cost breakdown on both scenarios.

E. GENERAL ITEMS

1. Review comments and concerns on preferred scenario 3b and alternate 4a.

Question on the repair and replacement charge of \$3.32. Will it increase?  
General Manager answered by saying it would increase by 25% over a 4 year period.

Question on how may pick up trucks the District owns.

General Manager stated that District owns 2 -2005's, 2-2007's and 2-2009's, as well as a 2005 1 ton and 2005 dump truck.

Comment: would like a line item on the bill showing separate charge amounts.

Answer: the charges would be broken down on the bill.

2. Action Item: Approve preferred scenario for initiation of Proposition 218 process.

After the General Manager explained the Proposition 218 process, President Grant asked for a show of hands on the scenario of choice. Almost unanimously, Scenario 3b was chosen.

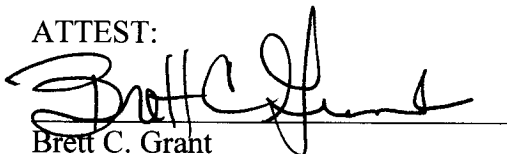
Director Frink motioned to approve Action Item to move forward with scenario 3b. Treasurer Larsen seconded the motion

PASSED UNANIMOUSLY.

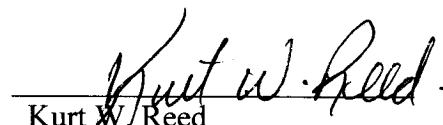
F. There being no further business, at 8:00 p.m. Vice President Shaw motioned the meeting be adjourned. Motion seconded by Director Frink.

PASSED UNANIMOUSLY.

ATTEST:



Brett C. Grant  
President, Board of Directors



Kurt W. Reed  
Clerk Thereof