

**LAKE OROVILLE AREA PUBLIC UTILITY DISTRICT
BOARD OF DIRECTORS SPECIAL MEETING
April 21, 2011**

SALUTE TO THE FLAG

President Dennis opened the meeting with the salute to the flag.

MOMENT OF SILENCE

President Dennis asked for a moment of silence.

ROLL CALL AND ACKNOWLEDGMENT OF VISTORS

President Dennis called the meeting to order at 1:00 P.M. Directors present were Ball, Kiely and Onken. Representing the District were Manager Brown, Field Operations Supervisor Sanders, and Clerk Rustenhoven. Director Fraser was absent.

COST OF SERVICE/RATE STUDY ADDENDUM

Manager Brown reiterated at the previous Regularly Scheduled Board Meeting of April 12, 2011, the Board Adopted the Sewer Rate Study Report. Manager Brown continued Sauers Engineering has prepared an Addendum-Sewer Rate Increase based on the Finance Committee's recommendation to include an increase of sewer service charges of \$1/month per EDU, each year for 5 years beginning July 1, 2012. This increase is supported by the Sewer Rate Study Report in order to provide funds for capital improvement and necessary pipeline replacements as well as a reserve fund for the future.

After discussion, Director Ball made motion to Accept Addendum – Sewer Rate Increase prepared by Sauer's Engineering; Accept the Study as the basis for a rate increase. The motion was seconded by Director Kiely. The motion passed with an affirmative vote. The results were as follows:

AYES: President Dennis, Director Ball, Kiely and Onken

ABSENT: Director Fraser

DRAFT NOTICE OF SEWER SERVICE RATE INCREASE

Manager Brown referred to the Draft Notice of Sewer Service Rate Increase included in the Board Packet. Several comments were received, and direction to the General Manager was given, to include the proper revisions, and follow through with the noticing of the District customers.

After discussion, Director Onken made motion to Approve the Notice of Sewer Rate increase and Authorize it to be mailed to all District customers. The motion was seconded by Director Onken. The motion passed with an affirmative vote. The results were as follows:

AYES: President Dennis, Director Ball, Kiely and Onken

ABSENT: Director Fraser

CHANGE OF REGULAR JUNE 2011 BOARD MEETING DATE

Manager Brown asked the Board to reset the date of the June Board Meeting in order to comply with the Prop 218 noticing requirements. Manager Brown suggested a few dates; the consensus of the Board was to change the June Regularly Scheduled Board Meeting to June 20, 2011 at 2:00 P.M.

After discussion, Director Kiely made a motion to change the June Regularly Scheduled Board Meeting to June 20, 2011 at 2:00 P.M. Director Ball seconded the motion. The motion passed with an affirmative vote. The results were as follows:

AYES: President Dennis, Director Ball, Kiely and Onken

ABSENT: Director Fraser

BOARD MEMBER'S, MANAGER'S AND STAFF COMMENTS

No further comments were received.

ADJOURNMENT

There being no further business to come before the Board the meeting was adjourned by President Dennis at 1:26 P.M.

Respectfully submitted,

Janette Rustenhoven,
Clerk of the Board