

**LAKE OROVILLE AREA PUBLIC UTILITY DISTRICT
BOARD OF DIRECTOR REGULAR MEETING
August 9, 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.

CALL TO ORDER

President Dennis called the meeting to order at 2:00 P.M. Directors present were Ball, Fairbanks, Kiely and Onken. Representing the District were Manager Brown, Field Operations Supervisor Sanders, and Clerk Rustenhoven.

BOARD MEETING MINUTES

The Board reviewed the minutes of the Regular Board Meeting of July 12, 2011. After discussion, it was moved by Director Onken and seconded by Director Kiely that the minutes of the Regular Board Meeting of July 12, 2011 be approved. The motion passed with a unanimous affirmative vote.

FINANCIAL REPORT AND AUTHORIZATION OF WARRANTS

The Board reviewed the Financial Report for the month ending July 31, 2011. After discussion it was moved by Director Onken and seconded by Director Fairbanks that the Financial Report ending July 31, 2011 be accepted and Warrants No. 13900 through 13976 and Bank Transfers No. 64236694, 40350185 and 10746766056 (Account #191047059) totaling \$94,676.61 and Warrant No. 1100 (Account #191047047) totaling \$151.54 and Warrant No. 1086 through 1088 (Account #191047035) totaling \$180.00 be approved for payment. The motion passed with a unanimous affirmative vote.

ADOPTION OF ORDINANCE NO. 1-2011 RULES, REGULATIONS, RATES AND CHARGES GOVERNING THE USE, OPERATIONS AND MANAGEMENT OF THE SEWER DISTRICT

Manager Brown stated he received District Legal Counsel Meith's comments regarding this Ordinance on Monday, and therefore had included them on the Board table for review. Manager Brown detailed each comment from Legal Counsel for the Board.

Manager Brown continued with an update to the Board regarding the initial presentation of Ordinance No. 1-2009, adding that the Board did take action, by suspending the Adoption of Ordinance No. 1-2009, therefore Ordinance No. 1-2011 reflects revisions of Ordinance No. 1-2009 and is recommending Adoption of Ordinance No. 1-2011 at this time.

After discussion, it was moved by Director Kiely and seconded by Director Ball to Adoption Ordinance No. 1-2011, including revision presented. The motion passed with a unanimous affirmative vote. President Dennis asked for a roll call, the results were as follows:

AYES: President Dennis, Director Ball, Fairbanks, Kiely, and Onken

DELINQUENT ACCOUNT SUMMARY

Manager Brown provided a detail on the amount of delinquent amounts owed to the District for sewer service at the end of the fiscal year. Manager Brown continued this year the amount the District will apply to the Teeter Program offered by Butte County is \$107,841 or (27%) of Account Receivable, as compared to last year's delinquency amount of \$110, 282 or (34%), indicating the amount for this year is less which is a positive influence on the District's Cash position.

EMPLOYEE BENEFIT SUMMARY

Manager Brown remarked at the request of Director Onken, Clerk Rustenhoven prepared a final updated Employee Benefit Summary, although it is very similar to the summary prepared for the Budget, it does include the final renewal rates that were not available at Budget preparation.

CLINTON AVENUE MAINLINE REPLACEMENT PROJECT

Manager Brown stated the District had submitted a Traffic Plan and Encroachment Plan to Butte County. Manager Brown continued he was anticipating the permit would be ready for issue next week, and the field crew could commence work on the project once the permit was in house.

TRAKIT PROGRAM STATUS UPDATE

Manager Brown reported the progress on the partnering with Butte County with their Trakit System has somewhat slowed. The issues are being worked through, and Manager Brown anticipates the District going live with this system in September 2011.

SC-OR COMMISSIONER'S REPORT

Director Kiely reported a copy of the SC-OR minutes were included in today's packet for reference. Some discussion ensued regarding the Thermalito Afterbay; Hydro Power Project, Director Kiely provided an update.

BCSDA REPRESENTATIVES' AND LAFCo REPORT

Manager Brown referred to the BCSDA General Membership is scheduled for Saturday, August 6th at the Clotide Merlo Park in Stirling City. A quorum was present; therefore the regular business items were acted upon. Maureen Kirk was the speaker of the day, and provided an interesting presentation.

BOARD MEMBER'S, MANAGER AND STAFF COMMENTS

Director Fairbanks mentioned he enjoyed the day at Merlo Park.

ADJOURNMENT

There being no further business to come before the Board the meeting was adjourned at 2:39 P. M.

Respectfully submitted,

Janette Rustenhoven,
Clerk of the Board