

**Minutes of the Florin Resource Conservation District
Finance Committee Meeting**

Wednesday June 08, 2011

Attendance:

Committee Members: Chuck Dawson – present
Barrie Lightfoot – present
Elliot Mulberg – present
Tom Nelson – present
Tony Perez – present

Associate Members: Don Menasco – present

Staff: Mark J. Madison, General Manager
Stefani Phillips, Board Secretary
Tom Bartlett, Finance Manager

The meeting began at 6:30 p.m.

This was a posted meeting and one member of the public was present.

1. Elk Grove Water District Budget

Review of Draft FY 11-12 Budget

- i. Revenues
- ii. Expenses

Mark J. Madison, General Manager gave a presentation on the FY 11-12 Budget.

Mr. Madison summarized the report provided at the Regular Meeting of the FRCD Board on May 25, 2011:

- Details of the ECCP
 - Incorporated most of the ECCP in 2nd draft
 - Health care & PERS costs
- Overtime and on-call pay
- Repair & maintenance adjustments
- Water purchase costs
- Debt management
- Capital & Reserve Funds
- Depreciation & Amortization
- Other
 - Reduced Insurance costs by \$108,393
 - Reduced seminar & travel expenses
 - Reallocated IT contracted services to Contracted Services
 - Corrected meter and material costs
 - Corrected property tax budget

Mr. Madison reported he has been corresponding with Sacramento County in regard to the purchased water. He stated he is trying to continue the arrangement the District had with the County from last year for summer demand.

Mr. Madison reviewed the 3rd Draft Budget with the Board.

The Board made the following inquiries and comments to staff:

- Itemize the assets for depreciation.
- Perform a post-rate study to determine the affects of not adhering to the 5-year rate plan.
- Add FY 08-09 actuals to the EGWD FY 11-12 Budget Document.
- Provide a legible map of District area in the EGWD FY 11-12 Budget Document
- What are the LAFCO costs?
- Include the term “Imbalance” in the glossary.

2. Consolidated Rate Ordinance 06.22.11.01

Elliot Mulberg, Vice-Chairman, requested that item 2 be moved to the end of the meeting for discussion.

Mr. Mulberg inquired if the Proposition 218 process be preserved in the ordinance. Mr. Madison replied that he would check with Ann Siprelle, General Counsel and bring the information back to the Board.

3. Florin Resource Conservation District Budget

Review of Draft FY 11-12 Budget

- i. Revenues
- ii. Expenses

The Board inquired when the tenant lease for the property on Elk Grove-Florin Rd. was up. The staff members replied that they would check the lease terms and bring the information back to the Board.

4. Economic Development Corporation Budget (Susan B. Mitchell Gaines Building)

Review of Draft FY 11-12 Budget

- i. Revenues
- ii. Expenses

Mr. Madison reported to the Board that he had a meeting with Sacramento County regarding the rental agreement terms and it seemed promising.

Tony Perez, Director, requested that a report be provided in Closed Session at the June 22nd Regular FRCD Board Meeting regarding the EDC.

The Board concluded that they would not hold another Finance Committee Meeting on June 15, 2011; however, Mr. Madison informed the Board that they may need to hold a closed session meeting on June 15th.

Adjourn to: Wednesday, June 22, 2011.

Respectfully submitted,

Stefani Phillips, Secretary