

MINUTES
LASSEN MUNICIPAL UTILITY DISTRICT
SPECIAL BOARD MEETING
June 28, 2005
5:30 P.M.

ITEM NO. 1: CALL TO ORDER, FLAG SALUTE AND ROLL CALL:

The Special Board meeting of the Lassen Municipal Utility District was called to order at 5:33 PM by President Cardenas. Mrs. Cardenas led the flag salute.

Board Members Present: Nancy Cardenas (President), Wayne Langston (Vice-President), Fred Nagel (Treasurer) and George Sargent (Secretary).

Absent: Director Wood.

Also Present: General Manager Sharon Edwards, Controller Bill Stewart, Customer Relations Manager Keri Richards, Operations Manager Steve Trevino, District Counsel Frank Cady, and Board Secretary, Jerri Kresge.

ITEM NO. 2: APPROVAL OF AGENDA:

A motion was made and seconded to approve the agenda as presented. Floor opened for public comment. No comment. Motion passed unanimously.

ITEM NO. 3: INVITATION FOR PUBLIC COMMENT:

[Mrs. Cardenas opens the floor for public comment after pointing out the Rules for Public Comment.]

➤ None.

ITEM NO. 4: INFORMATION ITEMS:

A. Board and Staff Response (if any) to Public Comment.

➤ None.

B. BOARD/STAFF ITEMS:

➤ None

ITEM NO. 5: ACTION ITEMS:

A. CONSENT AGENDA:

1. None.

B. Consideration of Contract with Mark Sanders for IT Support Services.

- Reported by District Counsel Cady. Mr. Sanders has provided IT services to the District for a number of years. A formal agreement has been prepared for this service to conform to District policy. Board discussion ensued. District Counsel Cady responded to the Board of Directors' questions. There being no further Board discussion, a motion was made and seconded to approve the Contract with Mark Sanders for IT Support Services. Floor opened for public comment.

Eileen Spencer commented on:

- A similar contract recently approved by the Board for IT services.
- President Cardenas responded to the public's comments.
- Public comment was closed.

There being no further discussion, the motion passed unanimously.

C. 2005/06 Budget Review and Possible Adoption. Report from Budget Committee (Directors Langston & Nagel).

- Reported by Controller Stewart. Board discussion ensued. Controller Stewart, District Counsel Cady, Operations Manager Trevino and Customer Relations Manager Richards responded to the Board of Directors' questions.
- Director Langston and Nagel stated although this is not the most favorable budget, the District will

continuously research options to improve the budget throughout the year.

There being no further Board discussion, a motion was made and seconded to adopt the 2005/06 Budget as presented. Floor opened for public comment. No comment. Motion passed unanimously.

D. Consideration of (1) Ratification of Agreements from which Demands arose; (2) Receipt of Certification from Controller regarding Propriety of Payment of Demands; and (3) Approval of Payment of Demands.

➤ Reported by Controller Stewart.

Board discussion ensued. Controller Stewart responded to the Board of Directors' questions. There being no further Board discussion, a motion was made and seconded to (1) Ratify Agreements from which Demands arose. Floor opened for public comment. No comment. Motion passed unanimously. A motion was made and seconded to (2) Receive Certification from Controller regarding Propriety of Payment of Demands. Floor opened for public comment. No comment. Motion passed unanimously. A motion was made and seconded to (3) Approve Payment of Demands. Floor opened for public comment. No comment. Motion passed unanimously.

ITEM NO 6: CLOSED SESSION:

A. Conference with Legal Counsel:

(1) Significant exposure to litigation (Pursuant to Government Code §54956.9(b) – (1 case).

➤ Deleted per District Counsel Cady.

ITEM NO. 7: ADJOURN:

There being no further business, the meeting was adjourned at 7:10 PM.