

MINUTES
LASSEN MUNICIPAL UTILITY DISTRICT
SPECIAL BOARD MEETING
August 31, 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: Darrell Wood (Director).

Also Present: Interim Attorney Jaimee Richey, Controller Bill Stewart, Customer Relations Manager Keri Richards, 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:

- Director Langston relayed a message from General Manager Cady who was attending meetings with Western regarding the Custom Product. Western

now has the authority through the Custom Product to procure long term contracts for LMUD.

ITEM NO. 5: ACTION ITEMS:

A. CONSENT AGENDA:

1. None.

B. Consideration of the renewal of the various annual insurance contracts for the District; and authorization for Accountant to sign the necessary documents if needed.

- Reported by Accountant Bill Stewart. Accountant Stewart stated the insurance contracts are essentially the same program as last year. The renewal term will be consistent with the District's fiscal year which is a change from last year.

Board discussion ensued. Accountant Stewart responded to the Board of Directors' questions. There being no further discussion, a motion was made and seconded to approve the renewal of various insurance contracts; and authorize the Accountant to sign if needed. Floor opened for public comment. No comment. Motion passed unanimously.

C. 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 Accountant Stewart.

Board discussion ensued. Accountant 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.

D. Consideration of Interim Attorney Richey's attendance at the NCPA Annual Conference at Squaw Creek.

- Reported by Interim Attorney Richey. Ms. Richey said she is asking for Board approval for the District to pay her registration, lodging and meals to attend the NCPA Annual Conference.

Board discussion ensued. Interim Attorney Richey responded to the Board of Directors' questions. A motion was made and seconded to approve the payment of Interim Attorney Richey's registration, lodging and meals to attend the NCPA Annual Conference. Floor opened for public comment.

Eileen Spencer commented on attorney fraud.

Director Langston raised a point of order: Ms. Spencer's comments were irrelevant to the agenda item being discussed and should have been addressed to the Board during the INVITATION FOR PUBLIC COMMENT Section of this meeting.

There being no further discussion, the motion passed unanimously.

E. Consideration of annual appropriation to California Municipal Utilities Association (CMUA) to work on FERC, CPUC & CAISO.

- Reported by Accountant Stewart. Accountant stated that this annual appropriation was within the District's budget. A motion was made and seconded to approve the annual appropriation to CMUA. Floor opened for public comment. No comment. Motion passed unanimously.

ITEM NO. 6: ADJOURN:

There being no further business, the meeting was adjourned at 5:45 PM.