

MINUTES
LASSEN MUNICIPAL UTILITY DISTRICT
SPECIAL BOARD MEETING
APRIL 20, 2009
1:00 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 1:00 PM by President Nagel.

Roll Call by Board Secretary Jerri Kresge:

Director Bowden – absent
Director Dow – present
Director Nagel – present
Director Langston – present
Director Vial – present

Also Present: General Manager Ray Luhring, Electric Operations Manager David Folce, Legal Counsel Hal Gartner, Accounting & Finance Manager Bill Stewart, Business Office Manager Keri Richards, Facilities Manager Paul Glau, Energy Services and Compliance Specialist Theresa Boucher, Engineering Technician Liz Griffin, Accounting Technician Cady Schroeder, Executive Assistant Karen Rollings and Board Secretary Jerri Kresge.

ITEM NO. 2: APPROVAL OF AGENDA:

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

ITEM NO. 3: INVITATION FOR PUBLIC COMMENT:

[President Nagel opens the floor for public comment after pointing out the Rules for Public Comment.]

➤ None.

ITEM NO. 4: STAFF MEMBERS' REPORTS:

- None.

ITEM NO. 5: BOARD MEMBERS' REPORTS:

- Director Dow felt that Board Workshops should be held in the evening to better fit board members' schedules and to give the public an opportunity to attend the workshops. Director Langston concurred, stating evening meetings would be good, especially during the spring and summer months. The Board was in agreement with this change. Staff will schedule accordingly and advise the Board of the new meeting time for workshops.

ITEM NO. 6: BOARD WORKSHOP: STRATEGIC PLANNING:

- General Manager Ray Luhring thanked senior management staff for their work in putting together the strategic planning power point presentation before the Board tonight. This presentation is the product of staff reviewing the strategic planning goals adopted by the Board on 6/20/06 and updating the goals to better fit the needs of the District. GM Luhring stated that staff recommends amending Resolution 2004-05 and changing the District's Mission Statement to read, "To provide a superior level of reliable electric service at a reasonable price".

After the power point presentation, the Board and staff discussed the following:

- Resume working with Lassen County on the Energy Element.
- LMUD and the County should work together to find ways to lower rates.
- LMUD's staffing requirements – number of employees in comparison to similar size utilities, i.e., Truckee Donner PUD and Plumas Sierra REC. New technologies such as Smart Grid may impact the workforce.
- Media relations and the components necessary to update LMUD's web site to be a viable tool for the public.

- Business Office activities and the handling of customer's accounts.
- Develop a Business Model – does LMUD want to stay status quo or move on?
- Explore other power generation opportunities. Research the cost of buying power vs. generating power.
- Wheeling tariff for LMUD. Look for ways to generate revenue based on the District's resources.
- Staff needs specifics and direction from the Board on what they want.
- The Board should do their part in researching viable projects.
- Some of the strategic planning items will be revisited during the Budget Workshop in May.

No action was taken by the Board.

ITEM NO. 7: CLOSED SESSION:

The Board adjourned to Closed Session at 3:25 PM.

- A. Conference with Legal Counsel – Existing Litigation (Subdivision (a) of Government Code §54956.9):
 - 1. Steven Trevino and Amy Trevino v. Lassen Municipal Utility District, et al. U.S.D.C. Eastern District Action No. 2:07-CV-02106 LKK DAD.

ITEM NO. 8: REPORT OF ACTION TAKEN (IF ANY) IN CLOSED SESSION:

The Board returned to Open Session at 4:04 PM

The following was reported by President Nagel for Closed Session Item 7A1:

- No reportable action was taken.

ITEM NO. 9: ADJOURN:

There being no further business, the meeting was adjourned at 4:06 PM.