

PURISSIMA HILLS WATER DISTRICT

**MINUTES OF A SPECIAL MEETING
OF THE
BOARD OF DIRECTORS**

JANUARY 19, 2010

1. **CALL TO ORDER, ROLL CALL AND PLEDGE OF ALLEGIANCE:** President Waldeck called the special meeting of the Board of Directors to order at 9:25 a.m.

Directors Present: President Gary C. Waldeck, Vice President Robert N. Anderson, and Directors Brian Holtz, Stephen A. Jordan, and Ernest Solomon.

Staff Present: Patrick Walter, General Manager; and Lucy E. Xavier, District Secretary.

The Pledge of Allegiance was recited.

2. **COMMENTS FROM THE PUBLIC:** Dick Jones, former Board member, was present. He explained what appeared to be a problem with the rain click. (Rain clicks are being given free to 75 of the District's customers.) The Board thanked Mr. Jones for bringing this to their attention. The Manager said he would talk to the manufacturer or to the installer to resolve the problem.

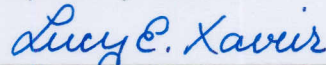
Mr. Jones then noted that, in his opinion, the rate structure that is in place now does not track expenses well, in that the water usage charge is approximately 5% of the District's income and 95% are variable charges.

3. **DISCUSSION OF POTENTIAL WATER RATE INCREASE AND SET PUBLIC HEARING DATE FOR POTENTIAL RATE INCREASE:** The Manager reviewed his spreadsheets showing revenue requirements for FY 2010-11, alternative rates, three water rate study proposals, water rate options, and graphs. Board discussion ensued as to which rates the Board would choose to submit for consideration at the public hearing.

It was then moved by Director Jordan, seconded by Director Holtz, to set the public hearing on March 10, 2010, at 6:30 p.m., and to authorize the distribution of a Notice of Public Hearing to District customers.

5. **ADJOURNMENT:** The meeting was adjourned at 10:15 a.m. to reconvene next at the regular meeting on February 10, 2010, at 6:30 p.m., at the District's office.

Respectfully submitted



Lucy E. Xavier, District Secretary

Approved:



Gary C. Waldeck, President