

**Burney Water District
Board of Director's Finance Standing Committee Meeting
March 20th, 2019**

ITEM

1. CALL TO ORDER AND ROLL CALL

PRESENT: Director Ellen Songer, Roger Borkey and District Manager Willie Rodriguez.

ABSENT: None.

CALL TO ORDER: Director Borkey called the meeting to order at 2:12 p.m.

2. PUBLIC SPEAKERS:

None.

NEW BUSINESS:

- 3. Discuss Financial Reports Ending 02/28/19:** District Manager Willie Rodriguez summarized the Financial Reports for the month of February and answered questions. He reported that during the month of February we moved the reserves funds for water, sewer and pool into from the main cash account to reserve accounts for depreciation.
- 4. Discuss Budget vs. Actual for February 2019:** District Manager Willie Rodriguez summarized the Budget vs. Actual report for February 2019 and answered questions.
- 5. Discuss Proposed Rate Increases for Water Sewer and Prop 218 Notifications:** District Manager Willie Rodriguez summarized the last Prop 2018 document we sent out to our customers. He discussed that we used the Rate Study prepared by PACE Engineering to come up with the proposed rates. We do not have enough revenue to cover our depreciation expenses so we will need to increase our rates. There are currently 1384 residential accounts and 168 commercial accounts. An increase to only the water base rate of \$5.00 to \$6.00 a month and was discussed, with the funds used to replace meters in-house. The rate increase would cover the replacement of around 142 meters annually.
- 6. Discuss Alternative Reserve Investment Accounts:** District Manager Willie Rodriguez requested to table this item until next meeting.
- 7. Discuss Financing for Possible Meter Replacement Project:** District Manager Willie Rodriguez and the committee discussed increasing the water base rate by \$5.00 to \$6.00 a month and use the funds generated for financing the Meter Replacement Project. By increasing the base rates, it would cover the cost of replacing 142 meters to radio read meters annually.
- 8. Review Future Agenda Items and Summarize Board Direction:** Rate Increases and schedule next Finance meeting on April 17th, 2019 at 2:00 p.m.
- 9. Adjournment:** Director Borkey called for adjournment at 4:08 p.m.

CHAIRPERSON

BOARD SECRETARY