

**MINUTES OF SPECIAL BOARD MEETING
OF THE BOARD OF DIRECTORS OF
DEL PASO MANOR WATER DISTRICT**

The Board of Directors of the Del Paso Manor Water District held a special meeting at the AT&T Auditorium located at 2700 Watt Avenue, Sacramento, California on February 22, 2018 at 6:30PM.

President Allen called the meeting to order. Directors Allen, Elmore, Matteoli, Saunders, and Wilson were present. Also present was Attorney Adam Brown, Manager Debra Sedwick, Field Manager Rich Bolton, Office Assistant Lori Hensley and O&M Tech/Construction Coordinator Ken Ingle. There were approximately 100 public and/or residents present as well.

PUBLIC COMMENT ON NON-AGENDA ITEMS:

None.

PRESENTATION ON NEED FOR RATE INCREASE AND REVIEW OF INITIAL RATE ALTERNATIVES:

Doug Dove with Bartle Wells Associates gave a presentation reviewing the District's current revenues, reserves and expenses. He then discussed expenses in the future and suggested reserve levels for Operation & Maintenance. He presented two alternatives in order to meet the expenses and suggested reserve levels. One alternative was to have one large increase which will cover the District's operation and maintenance expenses for several years. The second alternative is to have an increase July 1 in 2018 and then another July 1, 2019 at a lower rate. The second alternative will result in a little higher rate ultimately but will cover the District's operation and maintenance fund expenses for several years.

PUBLIC INPUT:

Many residents and members of the public asked questions which were answered by Doug Dove or Manager Sedwick. The majority of residents commenting stated, although they do not want to have an increase, they understand the need and support the increase. Many commented they would be concerned about a consolidation because they do not want meters or fluoridated water.

BOARD DISCUSSION:

Each Board member commented on the presentation. They all agreed that they need to review the numbers more closely before giving further direction to Bartle Wells. Several Board members stated they liked the alternative of raising just one time because in the long run it will save money to the rate

payers. In the end, they requested the Manager add further discussion of the rates to the March 5, 2018 regular Board meeting and requested Doug provide a “no rate increase” table to the Manager to be uploaded to the website.

There being no further business to come before the Board, the Board President adjourned the meeting at 9:24PM.

Richard K. Allen, President

ATTEST:

Debra Sedwick, Secretary