



BOARD OF DIRECTORS
MEETING MINUTES – EXECUTIVE
MEETING

Date: February 11, 2010 Time: 6:15 P.M.

Location: Cedarripes Park Shop Location

- CALL TO ORDER:** President Dahlstrom called the meeting to order at 6:35 P.M.
- PRESENT:** President Perry Dahlstrom,
Vice President Ron Albright,
Secretary Wilfred Steiner,
Director Donald Pederson
- ABSENT:** Director Howard McLeod
- CONSULTANTS:** General Manager Sonny Gowan
- RATE INCREASE:** Cedarripes Park Mutual Water Company Rate Increase.
- DISCUSSION:** A lengthy discussion was had on the rate raise for the Cedarripes Park Mutual Water Company. The target amount of the rate raise was the general subject. The target amount was discussed in depth. Financial figures indicate that the annual increase in revenues necessary would be approximately \$ 200,000.00. Extensive discussion and negotiation on the target amount of the rate raise followed. The Board of Directors present, agreed to a targeted annual revenue increase of approximately \$ 180,000.00. The Board also agreed that it would be necessary to closely monitor the monthly financials to ensure the increase in revenue is meeting the objectives.
- To establish this increase based on the target amount of \$ 180,000.00 annually, the Board of Directors has agreed to maintain the same revenue ratio: 60% of the revenue from fixed charges, and 40% of the company revenue from water consumption charges. This increase will calculate out as follows:

- Increase Membership Fees from \$ 13.80 per month, to \$ 20.29 per month, representing an increase of \$ 6.49 per month.
- Increase Service Charge from \$ 16.96 per month, to \$ 22.24 per month, representing an increase of \$ 5.28 per month.
- Water use or consumption charges will now be billed on a Tier Rate System. The new consumption rates will be as follows:
 1. Tier One: Will be billed at a rate of \$ 0.055 per cubic foot of consumption, up to 300 cubic feet per month.
 2. Tier Two: Will be billed at a rate of \$ 0.070 per cubic foot of consumption, for every cubic foot of water used over 300 cubic feet, up to 700 cubic feet per month.
 3. Tier Three: Will be billed at a rate of \$ 0.095 per cubic foot of consumption, for every cubic foot of water used over 700 cubic feet per month.

MOTION: Director Steiner made a motion to approve the Rate Raise as agreed upon by the Board of Directors. Director Pederson seconded the motion.

ACTION: The motion made by Director Steiner and seconded by Director Pederson to approve the Rate Raise as agreed upon by the Board of Directors, was approved.

ADJOURNMENT: Director Steiner made a motion to adjourn the February 11, 2010, Executive Board of Directors Meeting. Director Pederson seconded the motion which was approved. The meeting was adjourned at 8:21 PM.

Approved As Is: _____ **Date:** _____
Perry Dahlstrom, President

Approved As Corrected: _____ **Date:** _____
Perry Dahlstrom, President

Reviewed By: _____ **Date:** _____
Wilfred Steiner, Secretary