



John Barnhart reviewed the District's debt service payments that were previously approved by the Board:

SRF #1 - \$1,042,326

Monte Grande interconnection to Curtis Creek (\$823,973)

Monte Grande and Curtis Creek state required contract time and increased storage (\$218,353)

SRF #2 - \$1,184,704

Monte Grande clear well (\$284,197)

Monte Grande 2<sup>nd</sup> unit and change pump (\$281,565)

Monte Grande to Soulsbyville pipeline (618,942)

John Barnhart reviewed the proposed major projects scheduled for the 2009/2010 FY budget, indicating that District staff will show why each individual project needs to be completed in this budget year.

***Committee recommendation: Schedule another Water Committee meeting for further review and for District staff to proceed with the budget process for Board review and consideration at the July 14, 2009 Board meeting.***

#### **Review the 2009/2010 Consulting Services Scope of Work for John Mills**

Pete Kampa reported that the District entered into agreement for the 2008/09 fiscal year with John Mills for services related to state, federal and local regulatory, legislative and other policy matters, noting that Mr. Mills is paid \$5,000 per month to complete work as directed by the General Manager. Mr. Kampa explained that the purpose of the contract with Mr. Mills is to complete work in areas where specialized expertise and experience is necessary, and in areas where adequate TUD staff time is unavailable. Mr. Mills' efforts are directly tied to implementation of strategic plan items, as detailed in his proposed scope of work for 2009/10, and influencing the regulations and policies is the only way that the District can reduce its compliance costs. Mr. Kampa noted that many of these policies, if adopted as initially written, would be devastating to the District, both financially and many from an operations perspective, it is difficult to account for the cost saving of the influence we have had on regulations and policies, until such time as such are finalized and implemented, which can be several years after we submit comments.

District staff and Committee member reviewed a summary of tasks carried out by John Mills in 2008/09, the proposed tasks necessary to maintain the District's positive progress in 2009/10, and a summary and detailed description of the proposed 2009/10 scope of work.

***Committee recommendation: Conceptually approved the 2009/2010 scope of work with John Mills and recommended that an agreement with Mr. Mills be placed on the July 14, 2009 agenda for Board review and consideration.***