

FOR BOARD ACTION

Agenda Item #

10

Meeting Date:

1/24/05

SUBJECT:

Review of current Cash Reserve Policy

PREPARED BY:

Curt Kraft, Director of Corporate Services

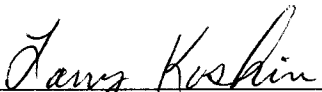
ITEM DESCRIPTION:

Provided under separate cover is a copy of the current cash reserve policy. This initial policy was developed in 1999 using general risk assessment and formula's to determine minimum and maximum reserve levels. Included under the separate cover is a draft assessment of specific risks that impact the utility as it relates to cash reserves. This assessment was done by Richter consulting and presented to the Finance committee during the 2005 budget review.

Staff would like to have an initial discussion with the Board on what risks should be covered and the amount of coverage needed in RPU's reserve policy.

UTILITY BOARD ACTION REQUESTED:

No action required discussion item only.


General Manager

1-20-05
Date