

Finance Committee Meeting
Acton Water District
693 Massachusetts Avenue
Acton, MA 01720

October 13, 2010 12 noon

In attendance were Finance Committee Members Chuck Bradley, Bill Kingman and David Butler. Chris Allen, District Manager and Mary J. Bates, District Treasurer were also present.

The meeting was called to order at 12:10 pm.

PRUDENT MAN LEGISLATION

Mr. Butler presented the revised draft of the proposed Prudent Man Legislation., which is attached. This proposal calls for the legislation to apply to any municipality or district that receives pollution abatement settlement funds. Mr. Bradley indicated that he prefers the first proposal, which was specific to the Acton Water District. Mr. Kingman would like the Commissioners to express their opinion on both proposals and make a recommendation to the Finance Committee.

FUND PERFORMANCE

Monthly reports from September 30 were presented for the Grace Fund and the MTBE Fund. The Grace Fund at month end was \$12,196,612 and the MTBE Fund was \$1,041,616.

GASB 45 and OPEB (Other Post Employment Benefits) FUNDING

GASB Pronouncement 45, regarding OPEB Valuation, has been completed and the District incurred a liability on the Balance Sheet of \$336,480. In order to address the long term liability, which is currently estimated to be \$3,515,024, Chapter 479 of the acts of 2008 should be accepted by the District. This would allow the District to set up and OPEB Trust Fund, and begin funding the liability. The statute calls for acceptance by the Commissioners. Mr. Bradley made a motion to recommend that the Commissioners accept the statute and begin funding this liability. Mr. Butler seconded the motion and it was unanimously passed.

Mr. Bradley made a motion to adjourn at 2:40 and it was unanimously passed.