

**PASCOAG UTILITY DISTRICT
BOARD OF UTILITY COMMISSIONERS**

Finance Subcommittee – October 27, 2008

A meeting of the Pascoag Utility District Board of Utility Commissioners Finance Subcommittee was held on Monday, October 27, 2008 in the District office, 253 Pascoag Main Street, Pascoag, RI.

**Members Present: Albert Palmisciano, Ann Polacek, and Bill Mageau
Members Absent:**

Mr. Palmisciano called the meeting to order at 5:02 pm.

1. Review of Savings and Investments

Ms. Allaire presented information on Pascoag Utility District's savings and investments. Currently all of Pascoag Utility District's accounts are at Freedom Bank. The Water Restricted Fund account has been transferred to the Rhode Island Credit Union. The Investment Account at Freedom was transferred to Bank RI. Ms. Allaire met with Greg Scroud from Freedom Bank and they decided

that for the Restricted Fund Account they would do a Repurchase Agreement so that the money would be guaranteed. The agreement renews every 30 days.

2. Review of FDIC Insurance

Ms. Allaire stated that due to the new financial bailout program all small businesses that have non-interest bearing accounts are now fully guaranteed.

3. Adjustment to Purchase Power Expense for 2009 Budget

When the 2009 budget was submitted it did not have the ENE forecast. Ms. Allaire had estimated a 7 ½ % increase and now that the forecast has come in, it looks to be an increase of 10%. Ms. Allaire would like the Board to approve this increase to reflect the true cost in the 2009 budget. Mr. Mageau made a motion to approve the 10% increase, seconded by Ms. Polacek. The vote in favor was unanimous.

4. Adjournment

Ms. Polacek made a motion to adjourn, which was seconded by Mr. Mageau. The vote in favor was unanimous. The meeting was adjourned at 5:15 pm.

Brian Choiniere, Secretary
Board of Utility Commissioners

Desarae Downs, Recording Secretary