



WEST BASIN MUNICIPAL WATER DISTRICT
17140 S. Avalon Blvd., Suite 210
Carson, CA 90746

AGENDA NO. 20

JULY 15, 2009 – Finance
Smith (Chair), Dear
JULY 27, 2009 – Board Meeting
Prepared by: Mary-Ann Rexroad
Submitted by: Margaret Moggia
Approved by: Rich Nagel

ACTION CALENDAR

LATE PENALTY WAIVER REQUEST

SUMMARY:

In June 2009, California Water Service (CWS) paid their monthly water bill one day late. As a result of the late payment, CWS was assessed a late penalty of \$76,460.96.

The Finance Committee requested that staff calculate interest lost for the one day that the payment was late at the LAIF rate, which amounted to \$152.92.

Attached as Exhibit "A" is a request from CWS to waive the late penalty.

STRATEGIC BUSINESS PLAN IMPLEMENTATION:

Goal 8, Finance – Manage finances to optimize the public's investment return and minimize risk.

COMMITMENT STATEMENT:

Sound Financial and Resources Management – West Basin is committed to efficient business operations, financial planning, and asset management.

FISCAL IMPACTS:

Waiver of the late penalty of \$76,460.96 would be applied to CWS's August 10, 2009 water bill.

ENVIRONMENTAL COMPLIANCE:

Not applicable.

COMMITTEE STATUS:

This item was reviewed by the Finance Committee on July 15, 2009 and agendized to the July 27, 2009 Board meeting without a Committee recommendation.

RECOMMENDED MOTION:

That the Board of Directors consider CWS's request for waiver of late penalty.

LIST OF EXHIBITS:

Exhibit "A" – CWS letter dated July 9, 2009 and enclosures