

REGULAR BOARD MEETING
APPROVED MINUTES

May 24, 2006

DIRECTORS PRESENT: President Ron Treabess, Vice President Lou Reinkens
Directors Kelly Atchley, Erik Henrikson

STAFF PRESENT: Bob Lourey, General Manager
Cindy Gustafson, Assistant General Manager
Jim Dykstra, Director of Accounting
Matt Homolka, Engineer
Bill Back, Director of Utilities
Layne Van Noy, Recreation Superintendent
Jack Beckman, Construction Project Manager
Mike Sexton, Legal Counsel
Ginger Charlton, District Clerk

A. CALL TO ORDER – PLEDGE OF ALLEGIANCE

President Treabess called the meeting to order at 5:00 p.m. Mr. Reinkens led the audience in the Pledge.

B. AGENDA AMENDMENTS AND APPROVAL

1. Agenda Deletions, Changes and Audience Requests

None.

2. Additions to Agenda

None.

3. Approval of Agenda

Motion to approve agenda: Henrikson/Atchley/4-0

C. RECOGNITION

4. Presentations of Appreciation to Parks and Recreation Commissioners

Item held until arrival of honoree.

5. Resolution of Appreciation for Obexers Boat Company

Ms. Gustafson noted that in 2001/2002 the PUD worked with the Tahoe Community Sailing Foundation to offer a sailing program. Sara Obexer of Obexer's Marina agreed that the District could relocate the program to their site. The Obexer's donated the space and have been very gracious working with the

PUD. President Treabess read the Resolution of Appreciation out loud to the audience and thanked Sara and her family for their assistance through the years.

Motion to approve Resolution #06-05: Henrikson/Atchley/4-0 by roll call vote

6. Award – Supervisor Certification Program Certificate of Completion and Plaque to Jack Beckman from ACWA JPIA.

Mr. Lourey noted that Mr. Beckman developed our safety program, has completed the three-part JPIA safety program, and has received his certificate in the Supervisor Certificate Program through JPIA. He thanked him for all of his efforts for the District.

I. CONSENT CALENDAR - MOTIONS

Motion to approve consent calendar as presented: Atchley/Henrikson/4-0

J. RESOLUTIONS/ORDINANCES

12. Policy Adopting At-Large Election of Directors to the Board of Directors of Tahoe City Public Utility District

Mr. Lourey explained that this resolution would ensure that the District is doing things legally for the upcoming elections. After passage at this meeting, it will go to Placer County for approval.

Motion to approve Resolution #06-17: Reinkens/Henrikson//4-0 by roll call vote

H. PUBLIC FORUM

No comment.

J. RESOLUTIONS/ORDINANCES

13. Resolution – To Open a Certificate of Deposit with US Bank

Mr. Dykstra explained that the District's CD which secures TRPA project permit deposits only has \$5,000 currently available. He also pointed out that after July 1, 2006 new money deposited with the TRPA would not earn interest. He recommended that the District open an additional \$50,000 CD with US Bank under the 23-month special rate of 5.25% to secure the \$21,000 deposit needed for Heritage Plaza with the balance available for the Harbor Master Pump Station permit deposit.

Motion to approve Resolution #06-18: Reinkens/Atchley/4-0 by roll call vote

14. Resolution – To Apply for and Secure Line of Credit with Plumas Bank

Mr. Dykstra explained the short-term line of credit for financing grant receivables that the District has used in each of the last two years. He advised the Board to apply for a \$1.5 million credit facility, which is anticipated to cover reimbursements outstanding with some cushion due to potentially extended Federal grant and FEMA reimbursement schedules. Ms. Gustafson noted that we are nervous about the reimbursement timeline for SNLPMA funding and feels we need to be cautious.

Motion to approve Resolution #06-19: Reinkens/Henrikson//4-0 by roll call vote

K. GENERAL

15. Process for Appointment for Filling Board Seat #1

President Treabess noted that we have received four letters of interest for the appointment and suggested that a special board meeting be set sometime in the next couple of weeks to interview. He also suggested that the Board review the questions that staff and legal counsel are developing. The Board members selected Tuesday, May 30th, at 5:00 p.m. as the time for the special meeting. Mr. Sexton will attend by phone. The Board and staff thanked all the community members that sent in letters of interest.

16. Ordinance #255 – Establishing Rules, Regulations, Rates and Charges Governing the Use, Operation and Management of the District’s Sewer System Facilities

Mr. Treabess noted that this is an Affidavit of Posting Ordinance #255 and is validating that the procedures have been followed in order to make this an official ordinance.

Motion to approve: Atchley/Reinkens/4-0

17. Reports

Mr. Back announced that he attended a meeting of the Lake Tahoe Infrastructure Group, which establishes priorities and potential future funding for sewer projects around the lake. He also announced that he requested \$25,000 from the Financial Assistance Program for the purchase of water heaters for the pilot study from PCWA and the grant was approved.

Mr. Beckman reported that the lights are currently being worked on at Sequoia Crossing. He is trying to get the manufacturers representative on site to validate that the system is operating to its capability so that a determination can be made if the system has met our specifications.

Mr. Van Noy reported that the light project is completed at the North Tahoe upper field and a new scoreboard will be put up tomorrow. He also reported that Bechdolt Field still has some problems in a small section of the south end but, for the most part, the installation of the drainage pipe has had a marked improvement.

Mr. Beckman reported that the bike trail on IIB is moving along quite successfully and he is optimistic that it will complete on schedule. He also reported that he met with an environmental consultant today on the Homewood bike trail so that they could coordinate what may be required for the environmental needs for CalTrans. Director Atchley asked that the public be kept up to date with what is happening via the newsletter.

Ms. Gustafson reported that we did open one lane on the Midway to Squaw bike trail where the slide area is. She also reported that she received a phone call from Ed Heneveld who is involved with Squaw's Park and Recreation Committee inviting representatives of TCPUD to attend a meeting at Squaw tomorrow related to their prioritization of projects for future park dedication fees. She said that the County is supporting funds coming to us. Unfortunately, no one from staff can attend the meeting tomorrow so she has requested coming to their June meeting with a formal presentation on what projects we feel fill the nexus requirements to use park dedication funds.

Mr. Sexton reported that he serves on ACWA Legal Affairs Committee for Region 3. At the last conference he attended he received some information that is going around to public agencies encouraging them to support a bill that would address eminent domain condemnation of uses in California. The Legal Affairs Committee at ACWA recommended that district's do not support any tinkering with the eminent domain law.

Mr. Lourey updated the Board that he will need the Personnel Committee and the full Board to begin more discussions on the succession plan. He has received a draft proposal from a consultant to help with some pieces of this that could be of value to the Board in the planning effort. He would like to set up a meeting with the Personnel Committee after he returns from vacation.

Mr. Reinkens asked Mr. Henrikson how much chlorine TTSA is handling and if they have a safety plan. Mr. Henrikson will find out and report back.

C. RECOGNITION

4. Presentations of Appreciation to Parks and Recreation Commissioners

The Board recognized Gary Davis for his efforts on the Parks and Recreation Commission and thanked him for serving for three years.

K. GENERAL

18. General Correspondence

Mr. Van Noy explained that he received four or five e-mails similar to the one in the packet requesting a basketball court at Kilner Park. It is not currently budgeted, but it only requires a basketball standard and could hopefully be budgeted soon.

L. DIRECTOR'S FORUM

19. Director's Comments

Henrikson: Director Henrikson said that he would like to agendize an item at a board meeting to discuss if the District could be marking utilities on private property.

Atchley: Director Atchley asked for an update on the Farmers Market. Mr. Lourey said that we have the approval of the County and are maneuvering through the TRPA process. He hopes to have the written permit for a few year period sometime soon. He noted that we are allowed to have a few activities while we are working through the permit process.

Reinkens: Director Reinkens reported that he was reelected to the ACWA JPIA. He reported that as of July 1st there would be a 10% reduction in workers comp. Trends are continuing down due to training. He also asked about the Chambers Lake intake. Mr. Back said that the well has come back up but our plan is to reenergize the filtration plant by mid-June so that it is available for peak periods. Mr. Reinkens asked to hear more about the ten-year water flow that we use as design criteria for engineering on the Truckee River. This will be agendized on a future agenda.

Treabess: No comment.

M. MEETING REVIEW AND STAFF DIRECTION

Mr. Lourey said he has the agenda items that were just added and the update on Homewood for the newsletter.

N. CLOSED SESSION REPORT

Conference with Real Property Negotiators – Government Code Section 54956.8

20. Property: TTUSD Rideout Elementary School

Mr. Sexton reported that the Board gave instructions to its negotiators with respect to this item.

Conference with Legal Counsel –Anticipated Litigation Significant Exposure to Litigation Pursuant to Subdivision (b) of Government Code Section 54956.9

21. One potential case involving a dispute as to the responsibility for maintenance of facilities on property that was annexed to the District in the 1970's.

Not discussed.

Conference with Legal Counsel – Threatened Litigation or Administrative Proceedings – Government Code Section 54956.6.

22. One potential case involving the removal from public record of the Notice and Certificate of Unpaid Water Charges recorded on September 29, 2004, as Series #2004-0128854, Placer County Records.

Not discussed.

P. ADJOURNMENT – 7:35 p.m.

Ron Treabess, President

Ginger Charlton, District Clerk

Prepared by Ginger Charlton, District Clerk