

**BOARD OF TRUSTEES
SOUTH TRUCKEE MEADOWS GENERAL IMPROVEMENT DISTRICT
WASHOE COUNTY, NEVADA**

TUESDAY

5:00 P.M.

OCTOBER 28, 2008

PRESENT:

Bob Larkin, Chairman
Bonnie Weber, Vice Chairperson*
Jim Galloway, Trustee
David Humke, Trustee

Amy Harvey, County Clerk
Katy Simon, County Manager
Melanie Foster, Legal Counsel
Ted Rolfs, Fiscal Compliance Officer, Water Resources

ABSENT:

Kitty Jung, Trustee

The Board met in regular session at 5:39 p.m. in the Commission Chambers of the Washoe County Administration Complex, 1001 East Ninth Street, Reno, Nevada, and conducted the following business:

08-47STM AGENDA ITEM 2

Agenda Subject: “Public Comment. Comment heard under this item will be limited to two minutes per person and may pertain to matters both on and off the STMGID Board of Trustees agenda. The Trustees will also hear public comment during individual action items, with comment limited to two minutes per person. Comments are to be made to the Trustees as a whole.”

There was no response to the call for public comment.

08-48STM AGENDA ITEM 3

Agenda Subject: “Consideration of and possible motion to cancel the November 25, 2008 regularly scheduled STMGID Trustees Meeting and to reschedule the meeting to November 18, 2008, and direct staff to post notice of the same.”

On motion by Trustee Galloway, seconded by Trustee Humke, which motion duly carried with Trustees Weber and Jung absent, it was ordered that Agenda Item 3 be approved and directed.

***5:41 p.m.** Trustee Weber arrived at the meeting.

08-49STM AGENDA ITEM 4

Agenda Subject: “Acknowledge receipt of Water Balance Report for water exchanged between the South Truckee Meadows General Improvement District and Washoe County Department of Water Resources; and, acknowledge the balance of water due to Washoe County as of December 31, 2007 was 30,003,508 gallons; and, further acknowledge, as directed by the Local Managing Board, that said quantity was repaid to Washoe County prior to June 30, 2008 pursuant to the Interlocal Agreement for Division of Water Service Areas.”

Trustee Galloway asked whether circumstances might arise where the water balance could not be carried over from one year to the next. Ted Rolfs, Fiscal Compliance Officer, explained the seasonal changes in demand were such that the District could probably sustain the exchange practice indefinitely. He said staff might become concerned if the water balances were to get very high, in which case monetary repayment would be appropriate.

On motion by Trustee Humke, seconded by Trustee Galloway, which motion duly carried with Trustee Jung absent, it was ordered that Agenda Item 4 be acknowledged.

08-50STM AGENDA ITEM 5

Agenda Subject: “Approve Local Managing Board (LMB) recommendation to form a water rate review committee consisting of two LMB members, three STMGID customers, and one staff member from the Department of Water Resources to conduct a comprehensive revenue and rate analysis for the STMGID operations.”

On motion by Trustee Humke, seconded by Trustee Galloway, which motion duly carried with Trustee Jung absent, it was ordered that Agenda Item 5 be approved.

08-51STM AGENDA ITEM 6

Agenda Subject: “Management Report

- (a) Customer Water Usage Report – September 2008
- (b) Well Level Report – September 2008
- (c) Work Order Summary – September 2008
- (d) Financial Report – September 2008
- (e) Minutes of Local Managing Board regular meeting of September 15, 2008”

Trustee Galloway asked how the arsenic situation was turning out and how the new well was doing. Ted Rolfs, Fiscal Compliance Officer, indicated Well #9 was the one with arsenic in it. He stated Well #9 should have new equipment in soon and could be operational by the end of the month. He indicated there was ongoing negotiation for the property on which a test well was drilled for Well #12, and it was expected an agreement would go to the Local Managing Board (LMB) the following month. Trustee Galloway said he understood there was a discrepancy in the appraisals and wondered how it would be resolved. Mr. Rolfs stated the appraisals and original offer would be brought to the LMB to see what they wanted to do. He explained the first appraisal was \$85,000, the original asking price was \$115,000, and a second appraisal was \$165,000. Trustee Galloway questioned whether the LMB could take action without getting a third appraisal. Mr. Rolfs said direction would be sought from the District Attorney's office.

No action was taken on this item.

08-52STM AGENDA ITEM 7

Agenda Subject: “Trustees, LMB, and Staff Comments (limited to announcements, requests for information, statements relating to items not on the agenda or issues for future agendas.)”

Steve Cohen, Chairman of the Local Managing Board, commented that things were progressing with Well #9 and Well #12. He said the District should be in great shape by the following summer if everything stayed on track.

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5:46 p.m. There being no further business to come before the Board, the meeting was adjourned.

ROBERT M. LARKIN, Chairman
South Truckee Meadows General
Improvement District

ATTEST:

AMY HARVEY, County Clerk and
Ex-Officio Secretary, South Truckee
Meadows General Improvement District

Minutes Prepared by Lisa McNeill, Deputy County Clerk