

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

TUESDAY

10:00 A.M.

APRIL 13, 2010

PRESENT:

David Humke, Chairman

Bonnie Weber, Trustee

John Breternitz, Trustee

Bob Larkin, Trustee

Kitty Jung, Trustee

Amy Harvey, County Clerk

Katy Simon, County Manager

Melanie Foster, Legal Counsel

Dwayne Smith, Acting Sr. Licensed Engineer

The Board convened at 4:34 p.m. in regular session in the Commission Chambers of the Washoe County Administration Complex, 1001 East Ninth Street, Reno, Nevada, and conducted the following business:

10-10STM AGENDA ITEM 2 – PUBLIC COMMENT

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.

10-11STM AGENDA ITEM 3

Agenda Subject: “Approve and authorize the Chairman to execute a Resolution to Augment the South Truckee Meadows General Improvement District Fund (Fund 568) FY2009-2010 budget by increasing appropriation authority by \$213,000.00. (p. 1)”

Trustee Breternitz asked where the money to augment the budget would be coming from. Ted Rolfs, Department of Water Resources Sr. Fiscal Analyst, replied part of it was rate based to the extent it was an operating expense. He said a portion of it was capital and would be coming out of water rights lease and connection fees. He stated another portion was depreciation, which was a non-cash item.

Trustee Breternitz stated it appeared the costs, which exceeded the budget, were attributed to discussions with the Department of Water Resources and the Truckee Meadows Water Authority (TMWA) regarding the consolidation effort. Mr. Rolfs replied a portion of it was. Trustee Breternitz asked if the Board was being asked to alter the budget. Mr. Rolfs replied the request was to increase the current budget by \$213,000 so a budget violation would not be incurred with the State. He said there were additional revenues over budget and STMGID was asking for an increase in the expenditure authority to meet STMGID's needs.

There was no public comment on this item.

On motion by Trustee Jung, seconded by Trustee Weber, which motion duly carried, it was ordered that Agenda Item 3 be approved, authorized, and executed. The Resolution for same is attached hereto and made a part of the minutes thereof.

10-12STM AGENDA ITEM 4

Agenda Subject: “Approve and authorize the Chairman to execute a Water Rights Lease to lease 40.0 acre-feet of water rights from STMGID to Ormat Nevada, Inc. for use as part of a cooling process test program at the Steamboat Geothermal Complex (\$19,996.80 annual revenue for STMGID). (p. 5)”

Chairman Humke asked if the 40.0 acre-feet of water rights were not needed at this time. Dwayne Smith, Acting Sr. Licensed Engineer, explained the 40.0 acre-feet was part of a larger pool, which included the pool that Golden Valley leased through. He said there was enough water to cover this item, the Golden Valley lease, and to have extra left over.

There was no public comment on this item.

On motion by Trustee Breternitz, seconded by Trustee Larkin, which motion duly carried, it was ordered that Agenda Item 4 be approved, authorized, and executed.

10-13STM AGENDA ITEM 5

Agenda Subject: “Approve and authorize the Chairman to execute a Water Rights Lease to lease 120.0 acre-feet of water rights from STMGID to Washoe County for use in the Golden Valley Recharge Program (\$47,205.60 annual revenue for STMGID). (p. 14)”

Dwayne Smith, Acting Sr. Licensed Engineer, explained this was the same agreement that was recommended by the Local Managing Board (LMB) and provided to the Board of Trustees in January 2010. He said the lease provided for a 3 percent annual increase.

Trustee Larkin asked if the water rights had been verified. Dwayne Smith, Acting Sr. Licensed Engineer, replied Vahid Behmaram, Water Rights Manager, had reviewed and approved this lease. Trustee Larkin said he wanted to know the water rights had been verified, that they had not been purchased before, and there was a chain of responsibility that covered these water rights. Mr. Smith replied this lease was a continuation of the same lease, the same water rights, and under the same permit numbers; so he would say yes. Trustee Larkin asked for verification that Mr. Behmaram did not have the authority to go outside and repurchase these same water rights with monies that were not coming before the STMGID Board of Trustees. Mr. Smith replied that was correct.

There was no public comment on this item.

On motion by Trustee Larkin, seconded by Trustee Breternitz, which motion duly carried, it was ordered that Agenda Item 5 be approved, authorized, and executed.

10-14STM AGENDA ITEM 6

Agenda Subject: “Management Report”

- (a) **Customer Water Usage Report – January and February 2010 (p. 27)**
- (b) **Work Order Summary – January and February 2010 (p. 31)**
- (c) **Financial Report – January and February 2010 (p. 41)**
- (d) **Minutes of Local Managing Board regular meetings of February 18, 2010. (p. 47)”**

There was no action taken and no public comment on this item.

10-15STM 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.)”

Dwayne Smith, Acting Sr. Licensed Engineer, advised there would be a Local Managing Board (LMB) vacancy starting January 1, 2011. He encouraged anyone who was interested to contact Steve Cohen, LMB Chairman, himself, or staff.

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4:40 p.m. On motion by Trustee Weber, seconded by Trustee Jung, which motion duly carried, Chairman Humke ordered that the meeting be adjourned.

DAVID E. HUMKE, 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:
Jan Frazzetta, Deputy County Clerk*

**A RESOLUTION TO AUGMENT THE SOUTH TRUCKEE MEADOWS GENERAL
IMPROVEMENT DISTRICT FUND
(FUND 568)**

WHEREAS, the Water Utility Enterprise Fund of the South Truckee Meadows General Improvement District (STMGID) is expected to expend above its budgeted operating expense for the utility; and

WHEREAS, the STMGID Water Utility Enterprise Fund has sufficient resources to pay the required and additional appropriations; and

WHEREAS, pursuant to NRS 354.598005, the STMGID Board of Trustees must adopt a resolution to augment its budget for these required and additional appropriations; and

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF TRUSTEES OF THE SOUTH TRUCKEE MEADOWS GENERAL IMPROVEMENT DISTRICT:

Section 1. The STMGID Water Utility Enterprise Fund budget be augmented and approved as follows:

<u>Increased Appropriations</u>		
<u>Account</u>	<u>Description</u>	<u>Amount</u>
568-674310-710100	Professional Services	\$183,000
568-674310-720000	Depreciation	\$ 30,000

Section 2. Upon adoption, the Washoe County Clerk is hereby directed to distribute copies of this Resolution to the Nevada State Department of Taxation, the Washoe County Comptroller, and the Washoe County Finance Division.

Section 3. This Resolution shall be effective upon passage and by the Board of Trustees of STMGID.

Upon motion by Trustee member Jung, seconded by Trustee member Weber, the foregoing Resolution was passed and adopted this 13th day of April, 2010, by the following vote:

ADOPTED this 13th day of April, 2010 by the following vote:

AYES: Humke, Weber, Jung, Larkin, Bretternitz
 NAYS: Ø
 ABSENT: Ø
 ABSTAIN: Ø

David Humke
 David Humke, Chairman South Truckee Meadows
 General Improvement District Board of Trustees

ATTEST
 By: Amy Harvey
 Amy Harvey, Washoe County Clerk



STMGID

10-11 STM