

**MINUTES OF MEETING OF THE
NORTH TAHOE PUBLIC UTILITY DISTRICT
BOARD OF DIRECTORS
North Tahoe Event Center
8318 North Lake Boulevard, Kings Beach, CA 96143
Tuesday, October 14, 2014**

CALL TO ORDER/ESTABLISH QUORUM

The Regular Meeting of the North Tahoe Public Utility District Board of Directors was held at the North Tahoe Event Center in Kings Beach, California on Tuesday, October 14, 2014. Present at the meeting were President Lewis, Directors Bergmann, Ferrell, Thompson, and Daniels, comprising the full Board and establishing a quorum.

President Lewis called the meeting to order at 8:30 a.m. and identified discussion items as listed below before adjourning to Closed Session at 8:35 a.m.

CLOSED SESSION AGENDA: Pursuant to Government Code, the Board of Directors held a Closed Session to discuss the following items.

1. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION Discussion pursuant to subdivision (a) of Section 54956.9. Name of case: Stuart Corvin v. North Tahoe Public Utility District, et al.
2. CONFERENCE WITH REAL PROPERTY NEGOTIATORS – Discussion pursuant to Section 54956.8. Property: Firestone Property, Assessor's Parcel Nos. 092-010-040, -041, -042, and 093-010-037, -038, -039. Agency Negotiator: General Manager Schultz. Negotiating Party: Placer County. Under Negotiation: Terms of Agreement.
3. CONFERENCE WITH REAL PROPERTY NEGOTIATORS – Discussion pursuant to Section 54956.8. Property: 8318 North Lake Blvd., Kings Beach State Recreation Area. Agency Negotiator: General Manager Schultz. Negotiating Party: State of CA. Under Negotiation: Terms of Agreement.
4. CONFERENCE WITH REAL PROPERTY NEGOTIATORS – Discussion pursuant to Section 54956.8. Property: Gentry Property (APN 111-010-013 & -014). Agency Negotiator: General Manager Schultz. Negotiating Party: Liberty Utilities. Under Negotiation: Consideration of Easement for 650 Rebuild.

OPEN SESSION/PLEDGE OF ALLEGIANCE

President Lewis called Open Session to order at 9:40 a.m. The full Board was present. President Lewis reported that during Closed Session the Board appointed Director Ferrell and General Manager Schultz to meet with Placer County Executive Office David Boesch to negotiate regarding the Firestone Property (Closed Session Item #2). In the event that Director Ferrell is unavailable, Director Bergmann was appointed as an alternate to engage in negotiations. No other action was taken in Closed Session.

Staff in attendance included General Manager/CEO Schultz, Chief Financial Officer Marple, Park and Facilities Manager Towner, Engineering and Operations Manager Stelter, and Executive Assistant/Board Secretary Potts. Counsel Eskind was also present.

Director Daniels led the Pledge of Allegiance.

REVIEW AGENDA: No changes were made to the agenda.

TIMED ITEMS:

9:45 a.m. PUBLIC FORUM:

Tahoe Vista resident, Ellie Waller, was present to thank the Board for their work on the Firestone Property. She also discussed the Martis Valley West Project as it is related to the Truckee River Operating Agreement for the development's water supply. No other members of the public were present to address the Board on unagendized subjects. Public Forum was closed at 9:50 a.m.

CONSENT CALENDAR: The following consent calendar items were presented for approval. Director Bergmann noted his specific conflicts with accounts paid and payable.

1. Approve Accounts Paid in the amount of \$549,574 and Payable in the amount of \$574,732.37 for the period from September 10, 2014 through October 13, 2014 with conflicts for Director Bergmann in the amount of \$570.63.
2. Approve Minutes of the September 9, 2014 Regular Board Meeting
3. Authorize General Manager to Execute Professional Services Agreement for Base Facilities Third Party Building Inspection Services with CS3, LLC (#1413)
4. Adopt Resolution 2014-13 Authorizing Required Amendment 2014-01 to the District's Money Purchase Pension Plan
5. Authorize General Manager to Execute Agreement with Liberty Utilities for Underground Utilities Phase 2 for the NTPUD Base Administration Facilities Project (#1413)
6. Approve New Capital Project, and Authorize Budget Adjustment in the amount of \$50,000 for Tahoe Vista Recreation Area Way-finding Signs
7. Approve New Capital Project, and Authorize Budget Adjustment for Tahoe Unleashed, the Dog Park in the North Tahoe Regional Park

Director Thompson removed Consent Calendar Items 5 and 7 for discussion. He was advised that the Liberty Utilities work associated with the Base Administration Facilities had increased from \$62,000 to \$97,000 and would be paid for from the contingency set aside for the project. Funding sources for the dog park in the North Tahoe Regional Park were identified upon Director Thompson's request for clarification. Both items remained on the Consent Calendar.

MOTION: Director Daniels moved to approve the Consent Calendar, with accounts paid and payable conflicts noted for Director Bergmann. Upon second by Director Ferrell, the motion carried unanimously (5-0) by roll call.

MANAGEMENT TEAM INFORMATIONAL UPDATES

Accounting Department Report

a. Monthly Financial Statement for August 2014

b. Treasurer's Report

Chief Financial Officer Marple noted the difficulty in making a comparison to the last fiscal year due to a radical change in Recreation and Parks Department income. Director Daniels noted that the Recreation and Parks Commission considered the budget and departmental funding its top priority. The Treasurer's Report was discussed briefly, noting the funds set aside for the base administration facilities being held within Sewer Capital at this time.

Park and Facilities Department Report

Park and Facilities Manager Towner thanked the Board for their representation at the dog park ribbon cutting. She reported that the Park and Facilities Department netted approximately \$13,000 from the concerts with an additional \$7,800 raised by Dog Day in the Park volunteers which will be going to the Tahoe Unleashed dog park project. Park and Facilities Manager Towner updated the Board on recent projects and activities in the department. Finances for the Recreation and Parks department were discussed.

Planning and Engineering Department Report

Planning and Engineering Manager Stelter updated the Board on progress made for departmental projects, and reported that extensions had been requested for the Canterbury Water Main Replacement and NTPUD Base Administration Facilities Projects. He noted that he is very happy with the contractor performing the work for base facilities, and is developing a parking plan for staff during the winter months.

Utility Operations Department Report

Utility Operations Manager Begin reported that the contractor for the Canterbury Water Main Replacement Project was commendable for working well with District staff, excellent organization, and communication with the neighborhood. Director Ferrell highlighted that the plans and specifications for this project had been completed by the Engineering Department in house. President Lewis commended District staff for doing so, and the cost savings to the public.

NEW BUSINESS

Discuss Impacts on District from Development of the Martis Valley West Parcel Project

General Manager Schultz advised the Board that the Martis Valley West proposal for water production was in violation of the Truckee River Operating Agreement, and their developer is working on modification of the plans for water supply. President Lewis noted that the District weighed in on the project as it affects the District's water and sewer services to our customers.

GENERAL MANAGER/CEO COMMENTS

General Manager Schultz asked the Board to set a date for the November meeting due to a conflict with the Veterans Day Holiday on November 11th, the second Tuesday of November. After discussion, the meeting was set for Wednesday, November 12th at 4:00 P.M.

General Manager Schultz requested attendance by the Board of Directors to a presentation on Lake Tahoe water circulation patterns by Dr. Schladow of the Tahoe Environmental Research Center. The Board consensus was to set the presentation as a Board Workshop so a discussion could be held following the presentation. Other area Boards may also attend the presentation and discussion.

BOARD OF DIRECTORS COMMENTS

President Lewis stated that he had received numerous compliments from Placer County regarding the District's staff and work associated with the Kings Beach Commercial Core Improvement Project. Director Bergmann stated that he had heard many positive comments from the county's contractor, Q&D Construction also. Director Daniels

advised that she had also received positive comments regarding District staff from Placer County staff.

ADJOURNMENT

The meeting was adjourned to Closed Session at 11:10 a.m. The Board reconvened in Open Session at 11:35 a.m. President Lewis reported that no action had been taken in Closed Session. There being no further business to come before the Board at its regular meeting, the meeting was adjourned at 11:37 a.m.

Marianne J. Potts
Board Secretary