

BOARD MINUTES
SOUTH PLACER MUNICIPAL UTILITY DISTRICT

Meeting	Location	Date	Time
Regular	District Office	June 1, 2017	4:30 p.m.

I. CALL MEETING TO ORDER: The Regular Meeting of the South Placer Municipal Utility District Board of Directors was called to order with President Markey presiding at 4:30 p.m.

II. ROLL CALL OF DIRECTORS:

Present: Will Dickinson, Jerry Mitchell, John Murdock, Jim Williams, Vic Markey

Absent: None

Vacant: None

Staff: Herb Niederberger, General Manager
Sam Rose, Superintendent
Eric Nielsen, District Engineer
Joanna Belanger, Administrative Services Manager

Others: Students from local High Schools

III. PLEDGE OF ALLEGIANCE: President Markey led the Pledge of Allegiance.

IV. CONSENT ITEMS:

1. Minutes from May 4, 2017 Regular Board Meeting.
2. Accounts Payable in the amount of 2,555,175.22 through May 25, 2017.
3. Monthly Investment Report in the total amount of \$54,050,377 through May 25, 2017.
4. Consideration of Resolution #17-16 rescinding Resolution 09-04 and establishing a fee schedule for Fiscal Year 2017/18.
5. Consideration of Resolution #17-17 executing Easement Agreements for the Loomis Diversion Trunkline Project.

Director Mitchell made a motion to approve all items on the consent calendar, a second was made by Director Dickinson; the motion carried 5-0.

V. PUBLIC COMMENTS:

President Markey opened the Public comments. Hearing no comments, public comments were closed.

VI. BOARD BUSINESS

1. Consideration & Approval of Resolution #17-18 authorizing the General Manager to sign & execute a contract with T&S Construction Company for the Loomis Diversion Trunkline Construction Project in the amount of \$5,086,485

District Engineer Nielsen introduced the Loomis Diversion Trunkline Construction Contract item. Director Dickinson asked if he knew why we had only received two bids. DE Nielsen explained that the lowest bid was approximately 45% higher than the Engineers estimate for this project. He said

the bids are reflective of the construction environment, with lots of projects out for bid, staffing shortages as well as cost increases. For this particular project mobilization and hard rock concerns may have driven the costs up. Director Williams asked what the project was originally programmed for in the SECAP; DE Nielsen stated that at one time the project was estimated as \$3.3 Million. GM Niederberger stated that the next bid was over \$1 Million higher, showing there is a competitive environment. Director Dickinson asked if any consideration had been given to rejecting all bids and rebidding the project at a later time. GM Niederberger stated that time is of the essence for this project, stating that the District has committed to local communities, that we will be able to accommodate developments currently in the entitlement process with this project. No public comments were heard. Director Murdock made a motion to approve Resolution #17-18, a second was made by Director Mitchell; the motion carried 5-0.

2. Public Hearing & Consideration of Resolution #17-19 to collect delinquent service charges for South Placer Municipal Utility District on the Placer County Tax Rolls for Tax Year 2016

A Public hearing was held to report the collection of delinquent service charges for the 2016 Tax Year. ASM Belanger reported that as of June 1, 2017 accounts totaling \$273,701 are delinquent in payments to the District. Director Dickinson made a motion to approve Resolution #17-19, a second was made by Director Williams; the motion carried 5-0.

3. Consideration of the Fiscal Year 2017/18 Budget Workshop

General Manager Niederberger introduced a presentation of the Fiscal Year 2017/18 Budget. He explained highlights from the budget including the CalPERS Unfunded Actuarial Liability, changes to salaries to reflect recent Employee MOU changes, the addition of 2 Maintenance Worker I positions, Proposed Sewer Service charges, which will be presented for adoption at a public hearing at the July 6, 2017 board meeting. GM Niederberger provided detailed information for proposed Capital Replacement & Rehabilitation projects in the amount of \$2.6M, Capital Improvement & Enlargement projects in the amount of \$8.5M and General Fund Capital Projects in the amount of \$873K. He explained that the Budget report would be brought back to the Board for adoption at the July 6, 2017 meeting.

VII. REPORTS:

- 1. District General Counsel (A. Brown):** General Counsel Brown stated that his report would be provided during closed session.
- 2. General Manager (H. Niederberger):** GM Niederberger reported that Prop 218 notices had been mailed to all customers to comply with the 45 day noticing period.
 - A. ASD, FSD & TSD Reports:** no further report.
 - B. Information Items:** No additional items were reported.
- 3. Directors Comments:** Director Mitchell stated that he would be attending the Rocklin Redevelopment meeting to be held on June 9, 2017. Director Dickinson asked that he would like bid items and engineering estimates to be provided for future contracts.

VIII. CLOSED SESSION

The board adjourned into closed session at 5:00 p.m.

1. Conference with Legal Counsel – Anticipated Litigation – Dias Lane

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The Board reconvened into open session at 5:18 p.m. - Legal Counsel Brown stated that the board heard a report regarding the potential eminent domain action on Dias Lane and granted authority to District General Counsel to commence an eminent domain action on the District's behalf.

IX. ADJOURNMENT

The meeting was adjourned at 5:20 p.m. to the next regularly scheduled meeting to be held on Thursday July 6, 2017 at 4:30 p.m.

A handwritten signature in black ink, appearing to read "Joanna Belanger". The signature is written in a cursive, flowing style with a large initial 'J' and a long, sweeping tail.

Joanna Belanger, Board Secretary