

BOARD MINUTES
SOUTH PLACER MUNICIPAL UTILITY DISTRICT

Meeting	Location	Date	Time
Regular	District Office	December 3, 2015	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 Murdock presiding at 4:30 p.m.

II. ROLL CALL OF DIRECTORS:

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

Absent: Jim Williams

Vacant: None

Staff: Herb Niederberger, General Manager
Adam Brown, Legal Counsel
Eric Nielsen, District Engineer
Sam Rose, Superintendent
Joanna Belanger, Administrative Services Manager
Gary Gibson, Field Services Manager

Others: Bob Williams, RBC Capital Markets

III. PLEDGE OF ALLEGIANCE: Director Murdock led the Pledge of Allegiance.

IV. CONSENT ITEMS:

1. Minutes from the November 5, 2015 Regular Board Meeting.
2. Accounts Payable in the amount of \$639,012.57 through November 25, 2015.
3. Monthly Investment Report in the total amount of \$50,378,974.93 through November 25, 2015.
4. OPEB Actuarial Report Acceptance of July 1, 2015 Actuarial Report for other post-employment benefit (OPEB) liabilities.

Director Dickinson made a motion to approve items 1-3 on the consent calendar and pull item 4 for further discussion; a second was made by Director Mitchell, the motion carried 4-0.

A short discussion followed regarding the contents of the OPEB report. Director Dickinson made a motion to accept the OPEB report, a second was made by Director Mitchell, the motion carried 4-0.

V. PUBLIC COMMENTS:

President Murdock opened the Public Comments, hearing none, the public comments were closed.

VI. BOARD BUSINESS:

1. Presentation of Statewide Community Infrastructure Program (SCIP)

General Manager Niederberger introduced Bob Williams from RBC Capital Markets. Mr. Williams presented to the Board the components and process involved for the Statewide Community Infrastructure Program. After the presentation, board members had questions regarding the type of projects that SCIP typically finances, the process for a business to apply for funding to pay for developer

fees, and the process for the District to draw on the SCIP funds should they decide to join the program. Mr. Williams stated that the one of the advantages of SCIP is it is an alternative to a fee deferral program and that the program does fund some projects as low as \$200,000. The application to SCIP may contain other fees that the business needs assistance in funding. Director Dickinson stated that this may be a method to get away from some of the deferred Participation fees, and assist development to happen in a logical way.

The Board deliberated and directed staff to schedule a public hearing for the next board meeting in January 2016 and prepare the resolutions to join the SCIP program.

2. Fiscal Year 14/15 Audit Report

General Manager Niederberger introduced Paul Stroub, from Stroub & Associates who provided a report to the Board regarding the fiscal year 14/15 Audit review and report, stating that the Audit was clean. Board members asked some clarification questions regarding line items within the Audit. A motion was made by Director Dickinson to receive the Fiscal Year 14/15 Audit Report, a second was made by Director Mitchell, the motion carried 4-0.

3. Consideration and Adoption of Resolution #15-27 adopting Policy 3120 – Investment of District Funds

General Manager Niederberger presented Policy 3120, Investment of District Funds. He explained that the District is governed by the Public Utilities Code which allows the District to invest surplus funds, and governed by the Government Code which tells us which types of investment vehicles the District can invest in. The new policy 3120 proposes a dual portfolio, which consists of a liquidity and long term portfolio. GM Niederberger explained both portfolios and the types of investments the District would follow under Government Code Section 53601. Staff recommended that the District join CalTrust under the new policy, and also elaborated on the delegations of authority and transfers requiring resolutions of the board. GM Niederberger asked for adoption of the Policy and stated that staff would bring back a specific investment recommendation for the Boards approval at the February Meeting. A short discussion followed regarding the policy content and the intent to grow the Districts investments for the future and assist in not having fee increases. Legal Counsel Brown made a suggestion to remove the word surplus from both the policy and resolution. A motion was made by Director Dickinson to adopt the amended Resolution #15-27 and adopt Policy 3120 –Investment of District Funds, a second was made by Director Mitchell, the motion carried 4-0.

VII. REPORTS:

- 1. District General Counsel (A. Brown):** General Counsel Brown had no report.
- 2. General Manager (H. Niederberger):**
 - A. ASD, FSD & TSD Reports:** General Manager Niederberger provided no further report.
 - B. Information Items:** No further information was reported.
- 3. Directors Comments:** No Director comments were made.

VIII. ADJOURNMENT

The meeting was adjourned at 5:15 p.m. to the next regularly scheduled meeting on January 7, 2016 at 4:30 p.m.



Joanna Belanger, Board Secretary