

**BOARD MINUTES  
SOUTH PLACER MUNICIPAL UTILITY DISTRICT**

<b>Meeting</b>	<b>Location</b>	<b>Date</b>	<b>Time</b>
Regular	District Office	February 7, 2019	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 Williams presiding at 4:30 p.m.

**II. ROLL CALL OF DIRECTORS:**

Present: Jerry Mitchell, Will Dickinson, Vic Markey, John Murdock (arrived at 4:35 p.m.), Jim Williams

Absent: None

Vacant: None

Staff: Herb Niederberger, General Manager  
Adam Brown, Legal Counsel  
Eric Nielsen, District Engineer  
Sam Rose, Superintendent

Others: None

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

**IV. CONSENT ITEMS:**

1. MINUTES from the January 3, 2019 Regular Meeting.
2. MINUTES from the January 17, 2019 Special Meeting.
3. ACCOUNTS PAYABLE in the amount of \$414,976.36 through 01/29/19.
4. MONTHLY INVESTMENT REPORT in the total amount of \$56,297,833 through December 26, 2018.
5. BILL OF SALE for Sewer Improvements within Winding Lane Estates – at an estimated value of \$777,755.
6. RESOLUTION #19-04 Support for annexation of Franklin Elementary School to Ward 3, and Placer LAFCO Application.
7. RESOLUTION #19-05 in support for annexation of UAIC School to Ward 4 and LAFCO Resolution of support for the United Auburn Community (UAIC)

Director Dickinson made a motion to approve all items on the consent calendar with an alteration to the Agenda for the investment dollar amount to read as \$56,297,833; a second was made by Director Marquis, a roll call vote was held; the motion carried 4-0.

**V. PUBLIC COMMENTS:**

Director Mitchell opened the Public comments. Hearing no comments, the public comments session was closed.

**VI. BOARD BUSINESS**

1. **CONSIDERATION & APPROVAL OF MID-YEAR ADJUSTMENTS TO THE FY 18/19 BUDGET** GM Niederberger presented a short report to the Board with proposed Mid-Year adjustments, explaining the analysis and recommendations for the proposed changes to budget line items. There were no

questions of staff. Director Mitchell made a motion to approve the mid-year adjustments to the FY 18/19 Budget; a second was made by Director Dickinson, a roll call vote was held; the motion carried 5-0.

- 2. FOOTHILL TRUNK REPLACEMENT CONSTRUCTION SCHEDULE** The Board requested that item #2 was discussed ahead of the Budget report. DE Nielsen provided a presentation showing the proposed project location for the Foothill Trunk-line. He explained that pre-design work began in 2014 and was subsequently delayed due to various challenges including permitting for wetland areas, archaeological testing and various required permits. The project was identified in the 2015 SECAP as a project needed to provide capacity for near-term conditions.

DE Nielsen offered the Board options to either immediately bid the project, or to wait until October/November 2019 leaving time for all permits to have been obtained and then programming the project for construction in Spring of 2020. Staff suggested that the second option may be best, so that all permits have been obtained. The Board were asked for their feedback regarding the status of the project. Director Mitchell asked if the Newcastle ponds wouldn't need to be used once this project is complete, DE Nielsen responded that he was correct. Superintendent Rose mentioned that the District has a pumper truck on call for use during wet weather events as necessary.

Director Dickinson stated that it appeared there was a lot of inflow and asked if we were doing smoke testing. DE Nielsen said that smoke testing has been completed along with the use of smart covers and I-trackers to determine which branches are affected by inflows and isolate them to identify the situations as they occur. Director Markey asked if the benefits of waiting to place the project out to bid outweigh the risks. President Williams followed up by asking how long it might take to build the project. DE Nielsen stated he anticipates the project taking approximately 7 months, depending upon any hurdles or limitations that might be experienced.

GM Niederberger reported that staff thought all comments had been received in the fall of 2018, however the Army Corp of Engineers put it back out for further comments in November. After some additional discussion, the Board agreed that Option 2 looks like the best alternative at this time.

- 3. SOUTH PLACER WASTEWATER AUTHORITY (SPWA) BOARD MEETING REPORT – DIRECTOR MITCHELL**  
Director Mitchell made a brief report to the Board, stating that the SPWA authority has \$144 Million in debt and a rate stabilization fund balance in the amount of \$120 Million; of which the District has a balance of over \$50 million. Director Mitchell stated that during the last year both the District and the City of Roseville had exceeded their estimated EDU's, however Placer County was considerably lower than expected. He said the changes made to the financial and operational plans requires each entity pay annually any deficit they have to the JPA. Director Dickinson said we aren't paying down the debt is because of the way it was set up and it would be disadvantageous to do so, due to variable and fixed rates. GM Niederberger said the proposal presented recently by Ken Glotzbach of the City of Roseville is for the next financing stage to use a proportion in standard debt, a proportion in SRF loans and a proportion of cash, meaning the Rate Stabilization fund balance will drop. Director Mitchell said that the project for the energy recovery program and enhancements to Pleasant Grove are on track to be built this year.

## **VII. REPORTS:**

- 1. District General Counsel (A. Brown):** General Counsel Brown had no report.
- 2. General Manager (H. Niederberger):** GM Niederberger had nothing further to add to the staff reports.

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**A. ASD, FSD & TSD Reports:** Director Mitchell said the detail included in the new format of the FSD report was appreciated.

**B. Information Items:** No informational items.

**3. Directors Comments:** There were no additional Director comments.

**VIII. ADJOURNMENT**

The President adjourned the meeting at 5:35 p.m. to the next Regular meeting to be held on March 7, 2019 at 4:30 p.m.

A handwritten signature in black ink that reads "Joanna Belanger". The signature is written in a cursive style with a large initial 'J' and 'B'.

Joanna Belanger, Board Secretary