

**SOUTH PLACER MUNICIPAL UTILITY DISTRICT POLICIES**

<b>Policy Name:</b>	<b>4041 - DELEGATION TO THE GENERAL MANAGER</b>		
<b>Approval Authority:</b>	SPMUD BOARD OF DIRECTORS	<b>Adopted:</b>	09/03/15
<b>Resolution No:</b>	15-23, 17-21, 21-10, 22-45	<b>Revised:</b>	12/01/22

**PURPOSE**

This policy sets forth instructions to the SPMUD General Manager to achieve the results of the organization, and the delegations of authority.

**POLICY STATEMENT**

The Board will instruct the General Manager through written policies that define the results that the organization is to achieve, and which describe the delegation of authority to the General Manager.

Specifically:

- a) The Board shall identify and define those results or conditions of SPMUD that are acceptable and not acceptable to the Board and communicate them in the form of policy.
- b) The Board shall develop policies that define the delegation to the General Manager with regard to the General Manager’s authority.
- c) The General Manager is authorized to:
  - 1. Establish all further non-Board policies, make all decisions, take all actions, establish all practices, and develop all activities related to the operations or business affairs of the District.
  - 2. Negotiate and enter into Temporary Sewer Connection and Use Agreements.
  - 3. Cast ballots to elect representatives to the Placer County Local Area Formation Commission (LAFCO) per Resolution 21-10, and directors to the California Special District Association (CSDA) per Resolution 17-21. This authorization does not extend to Special District Risk Management Authority (SDRMA) representatives as this requires a specific formal resolution of the Board of Directors
- d) The General Manager shall use prudent judgment in the exercise of the delegations and in a manner that is operationally and economically sound, serves the best interests of SPMUD’s customers and the community, comports with prudent business practices, balances the risks and benefits of the actions, and does not expose SPMUD to unreasonable risk. If the General Manager reasonably determines that an activity related to the delegations presents, regardless of the size of the financial commitment: (i) a unique and significant operational risk to SPMUD; (ii) a significant impact to customers; (iii) a significant impact to community relations; (iv) a significant impact to SPMUD’s reputation; or (v) materially compromises the policies and goals established by the Board, the General Manager shall inform the Board and may request the Board to take appropriate actions.

e) The Board may change its delegation to the General Manager at any time, subject to the conditions of the Board's contract with the General Manager, thereby expanding or limiting the authority of the General Manager. But as long as any particular delegation is in place, the Board will abide by the General Manager's decisions in those areas that are delegated to him or her.