

**Round Hill General Improvement District
Board of Trustees Meeting
June 17, 2014**

Tuesday

6:00pm

1. Meeting Called to Order. (Side A/c#1)

Meeting was called to order by Chairman Glen Smith.

2. Pledge of Allegiance. (Side A/c#2)

Pledge of Allegiance was led by Chairman Glen Smith.

3. Roll Call. (Side A/c#6)

Chairman Glen Smith, Vice Chairman Steve Teshara, Trustees Wes Rice and Steve Seibel were present. Trustee Chuck Fagen was absent. The District Manager, District Counsel and Administrative Assistant were present. Matt VanDyne of Farr West Engineering was present.

4. Public Comment. (Side A/c#8)

None

5. Approval of Agenda. (Side A/c#10)

Motion to approve the agenda as presented. Rice/Teshara 4-0 approved.

6. Discussion and possible action on a status update on the new upper water storage tank. (Side A/c#15)

Manager Reed reported that the old concrete water storage tank had been demolished and hauled out of the basin and the footings for the new tank had been poured.

Matt VanDyne reported that the upper tank construction was moving along smoothly. They have had a few changes regarding engineer approaches and some re-modifications to the design that the contractor found would be a benefit which saved the District approximately \$40,000.

Vice Chairman Teshara asked if there had been any issues from any of the homeowners that live in the area. Manager Reed stated that there have been many residents hiking back in that area but there had been no issues at all and the project is actually ahead of schedule.

No action was taken on this item.

7. Discussion and possible action to approve augmentation of the 2013 / 2014 budget. (Side A/c#118)

Manager Reed stated that the District must augment its budget to change the General Fund Beginning Balance from the budgeted amount to the audited amount. Therefore, District staff, in consultation with our auditors, recommends that we augment the 2013 / 2014 General Fund beginning balance from \$1,246,098 to \$1,332,727.

Additionally, in accelerating the construction of the new upper water storage tank, more of the project costs were pushed into the 2013 / 2014 budget than anticipated, and pulled out of the 2014 / 2015 budget. Resource Development Company estimates that they may bill the District a total of \$300,000 before

July 1, 2014. Therefore, Manager Reed recommends that we augment the water fund by transferring \$400,000 from the water fund retained earnings into revenues.

Motion to approve augmentation of the 2013 / 2014 budget. Teshara/Seibel 4-0 approved.

8. Discussion and possible action to update the District's personnel manual. (Side A/c#148)

Manager Reed reported that the District's personnel manual was last updated in 2011. After he attended the seminar on Nevada labor law updates he recommended some changes to the manual. There were only a few changes needed regarding verbiage and spelling.

Motion to approve the recommended changes to the personnel manual. Rice/Seibel 4-0 approved.

9. Discussion and possible approval to move forward with the 2014 Intergovernmental Grant agreement offered by the US Department of Agriculture through South Tahoe Public Utility District (STPUD). (Side A/c#200)

Manager Reed stated that STPUD, through the US Department of Agriculture is issuing the 2014 version of the Lake Tahoe Fire Partnership 50/50 matching grant. To date, RHGID has received \$166,107.01.

This 2014 grant is in the amount of \$8,974.00. The District is using this money to offset the cost of designing / replacing the upper concrete water storage tank.

After discussion, Board members expressed their appreciation for these grant funds and a motion was made to approve moving forward with the 2014 Intergovernmental Grant agreement offered by the US Department of Agriculture through South Tahoe Public Utility District (STPUD).

Teshara/Rice 4-0 approved.

10. Consent Calendar. (Side A/c#235)

Motion to approve the consent calendar as presented. Seibel/Rice 4-0 approved.

11. Staff Reports. (Side A/c#270)

Manager Reed attended the quarterly TWSA Board meeting. Topics of discussion included the annual budget, the potential herbicide and pesticide application in Lake Tahoe, the Lahontan Water Quality Board's updated plan amendment, the risk assessment model update, and the potential for development of an inter-local agreement with the County.

From that meeting, a subcommittee was formed to follow potential pesticide and herbicide application in Lake Tahoe. Thereafter, the subcommittee met with a representative from TRPA to discuss TWSA's concerns. The meeting was very constructive. TRPA and others consider the eradication of invasive aquatic weeds as a benefit to the Lake, even if it means using herbicides. The TWSA believes that there are other methods that can be employed that do not include adding an additional chemical to the Lake. The fact that Lake Tahoe is a Tier 3, Outstanding National Resource Water (ONRW) should count for something, and the TWSA believes that allowing herbicides is one thing that the designation could prevent. The TWSA also believes that the risk assessment model update that is now being conducted is a critical piece of data that needs to be completed. The risk assessment model allows the tracking of contaminants across the lake due to currents and wind conditions. The subcommittee will continue to meet until it can pull together a scientific response to the application of herbicides in Lake Tahoe.

TWSA has asked for a copy of the Tahoe Keys nutrient monitoring plan. TWSA believes it is imperative to control the amount of nutrients being added to the Keys by fertilizers before using any chemical application of herbicides. If the food (fertilizers) being delivered to the invasive species is not controlled,

then adding a chemical herbicide after the fact is nonsensical. TWSA will continue to monitor nutrient loading in the Keys and elsewhere in the basin.

Manager Reed met with representatives from R.O. Anderson to discuss surveying the District's property at Round Hill Pines. Once the survey is complete, Anderson will develop site drawings that the District can then use to submit the request for renewal of the USFS permit that expires at the end of the year for our treatment facility.

District staff continues to crack seal our roads and clean pine cones and debris out of the District swales.

Counsel Pat Fagan presented a memorandum regarding the Board's question about the applicability of Term Limits to RHGID. His research concluded that the Nevada constitution provides for a lifetime ban from re-election of an individual that has served 12 years (at any time) or more on any local governing body.

Vice Chairman Teshara took exception to the words "Lifetime Ban" and felt that was an inappropriate term for the State to use. Steve has dedicated 12 years of his life as a Trustee of the District and felt it was unfair to be labeled with a lifetime ban. He lives in the District and the inability of a resident to re-run for a position after twelve years leaves the District scrambling for qualified Trustees from a very limited population base. Mr. Teshara noted that term limits in this District do not appropriately represent a benefit to the residents.

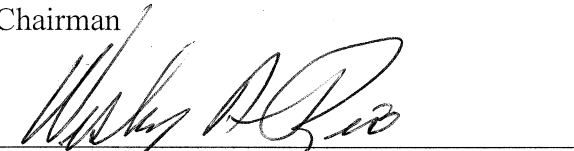
12. Adjournment. (Side B/c#25)

Move to adjourn. Rice/Seibel 4-0 approved.

Attest:



Glen Smith
Chairman



Wesley Rice
Secretary