

**Round Hill General Improvement District
Board of Trustees Meeting
August 19, 2008**

Tuesday

6:00pm

1. Meeting Called to Order. (Side A/c#01)

Meeting was called to order by Vice Chairman Glen Smith.

2. Pledge of Allegiance. (Side A/c#02)

Pledge of Allegiance was led by Trustee Fagen.

3. Roll Call. (Side A/c#06)

Vice Chairman Glen Smith, Trustees Steve Teshara, Wes Rice and Chuck Fagen were present. The District Manager, Secretary, Counsel and Engineer were present and Chairman Joe Francoeur was absent. Donald Brooks and Michael Holcomb of Morgan Stanley and resident Janet Murphy were also present.

4. Public Comment. (Side A/c#13)

None

5. Approval of Agenda. (Side A/c#15)

Motion to approve the agenda as published. Rice/Fagen 4-0 approved.

6. Discussion and possible action to approve the transfer of Certificate of Deposit funds from Colonial Bank to Morgan Stanley. (Side A/c#19)

Manager Reed stated that this issue was being brought before the Board for further approval from a previous meeting. Staff was asked to open a dialogue with Colonial Bank prior to reinvestment to discuss insurance and security of the District's investments. That discussion centered on Colonial Bank's solvency and their financial standing as an institution.

Donald Brooks of Morgan Stanley gave a brief summary of the options Morgan Stanley had to offer such as T-Bills, CD's, Money Market accounts and sweep accounts. They could act as an intermediary between RHGID and other banking institutions and maintain more than 20 CD accounts to keep them all insured under FDIC. They also offer insurance through a program known as Securities Investor Protection Corp (SIPC). The insurance protection offers up to \$500,000 of investments if Morgan Stanley were to fail. In addition, Morgan Stanley is one of 15 members of Capital Asset Protection Company (CAPCO) which is excess SIPC insurance.

Manager Reed stated that as each of the current remaining CD's held at Colonial Bank mature, he would transfer the funds out to Morgan Stanley in individual CD increments not to exceed \$100,000.

After much discussion, the Board requested staff create a policy and procedure for transferring and rolling over CD funds without further approval from the Board, however each transaction will be reported to the Board to keep them apprised.

Motion to approve the transfer of Certificate of Deposit funds with Colonial to Morgan Stanley with direction to staff to bring the remainder of the matters before the Board for consideration next month. Teshara/Rice 4-0 approved.

7. Discussion and possible action to approve the new Round Hill entrance sign design. (Side A/c#424)

Manager Reed presented two proposals of the first draft design drawn by Young Electric Sign Company (YESCO).

After much discussion, the Board requested that staff go back to YESCO and ask for a more modern looking entrance sign.

8. Discussion and possible action to rename the Round Hill Water Treatment Facility. (Side B/c#59)

Manager Reed reported that Operator, Jeffrey C. Timmens would be retiring and had worked for the District for twenty three years. In recognition of Jeff's commitment to the District and its residents, he felt that it would be appropriate for the District to honor Jeff by dedicating the water treatment facility in his name.

Manager Reed had a resolution drawn up by Pat Fagan, RHGID's counsel, changing the name of the Round Hill General Improvement District's water treatment facility to the Jeffrey Timmens Water Treatment Facility.

Motion to approve staff recommendation. Teshara/Fagan 4-0 approved.

9. Discussion and possible action to update Rule 15, Section I, of the Round Hill General Improvement District sewer tariffs. (Side B/c#80)

Manager Reed stated that the response to the Commission's "Request for Comments and Proposed Language and Notice of Workshop" issued by PUC staff was clearly in conflict with the District's contention that "Sewer laterals connected to the District's facilities are controlled and maintained by the homeowner and have always been controlled and maintained by the homeowner, including those portions of such facilities which are located in the public right of way" as submitted to the PUC. It is prudent to adopt new tariff language that more closely reflects the desires of the Board.

Manager Reed would like the current tariff changed to read "Lateral sewers from the building to the connection to the sewer main in the street shall be installed, repaired and maintained by the owner of the property to which the service is connected".

Motion to approve the update to Rule 14, Section I, of the Round Hill General Improvement District sewer tariff. Teshara/Rice 4-0 approved.

10. Consent Calendar. (Side B/c#275)

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

11. Staff Reports. (Side B/c#290)

Manager Reed reported that Engineer Brien Walters had filed the necessary extensions on four water rights permits. He met with Eric Sandel of SA Engineering to discuss the SCADA replacement project. Eric will be scheduling a demonstration of the "Clear SCADA" software to ensure that it will have the functionality that meets the needs of the District.

Manager Reed and staff conducted 7 interviews for the open Operator's position and had some very good candidates. He will make a final decision by August 22, 2008.

Mr. Reed has had some discussions with the new manager and one resident from Pinewild regarding the old lift station building possibly staying in tact. He would like to accommodate them however, as a condition on the TRPA permit; it is unlikely that he'll be able to do so.

The algae bloom in and around Marla Bay resulted in several calls to the District from the Nevada Department of Environmental Protection and the Nevada Tahoe Conservation District on behalf of the TRPA. In response, RHGID Operators did an inspection of the potential leak sources within the district. Manholes were lifted and pipe line locations were visually inspected. Manager Reed reported that Tranquility Stream was dry and ruled out the possibility of an upstream leak entering the Lake via the stream. It was further concluded that there were no indications of problems within the Round Hill General Improvement District.

Manager Reed stated that he was looking into an asset management software tool developed by the EPA. The program, "Check Up Program for Small Systems" will be reviewed and if appropriate, will be brought before the Board.

14. Correspondence. (Side B/c#503)

District Counsel reported that in the past few weeks the Southern Nevada Contingent has prepared an outline of their legislative proposal regarding their intent to acknowledge a potential safety issue and an attempt to mark sewer laterals. It also would disclaim the potential for placing the obligation to maintain sewer laterals by the Operators.

The Southern Nevada Contingent had asked for input from the Northern Nevada affected parties. District Counsel has submitted his input.

Manager Reed is in the process of preparing a filing system in order to have all records of water and sewer locations and shut off valves throughout the District in response to this legislation.

Vice Chairman Smith reported that he was pleased with the forest service fuel reduction project and all the land that surrounds us. The machine assisted work around the middle school and in Skyland looks great. Brian Garrett of the Forest Service has committed to treat the urban lots in Round Hill this year. The Round Hill grant was approved and began on July 1, 2008. He commended the Round Hill residents for their support with the project regarding the in-kind hours worked.

Trustee Teshara asked about the status of the piles compiled by the Forest Service. Vice Chairman Smith stated that the piles would be left sitting for 12 to 18 months. A prescribed burn is just that. In order to burn they must factor in the wind, humidity, moisture and will only be burned in the fall with at least 3" of snow on the ground.

The Nevada Fire Safe Council block captains have been contacting the 35 residents requesting work. Frank Cody will be going to these properties and marking so that when the grant funds are released, the work can begin right away.

14. Adjournment. (Side C/c#35)

Move to adjourn made by Trustee Rice/Fagen.

Attest:

Glen Smith
Vice Chairman

Wesley Rice
Treasurer

