

**Round Hill General Improvement District
Board of Trustees Meeting
July 21, 2009**

Tuesday

6:00pm

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

Meeting was called to order by Chairman Joe Francoeur.

2. Pledge of Allegiance. (Side A/c#04)

Pledge of Allegiance was led by Chairman Francoeur.

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

Chairman Joe Francoeur, Vice Chairman Glen Smith, Trustees Wes Rice, Chuck Fagen and Steve Teshara were present. The District Manager, Administrative Assistant and District Counsel were present. District residents Mike & Janet Murphy, Karl Aynedter, Dan Wadelton and Mindy Eggelston were present. Eric Sandel from S.A. Engineering and Mike Howard from George T. Hall were also present.

4. Public Comment. (Side A/c#9)

Janet Murphy stated that there were concerns from several residents regarding the height of the Round Hill entrance sign. She obtained a copy of the TRPA permit for the sign and stated that the TRPA regulation allowed for a 10' sign height. She made a request that the sign be raised higher in the air for visibility and to allow for snow fall in the winter months.

Manager Reed stated that he had YESCO working on a bid to have the sign raised.

Mindy Eggleston had questions regarding tree removal at her property. Vice Chairman Smith stated that this type of request would be handled through the Fire Safe Council rather than RHGID.

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

Motion to approve the agenda as presented. Teshara/Smith 5-0 approved.

6. Discussion and possible action to approve a contract with George T. Hall for the development and installation of a new SCADA system not to exceed \$155,000. (Side A/c#113)

Manager Reed reported that Requests for Proposals had been mailed out to five firms and that four had been received. He and Eric Sandel of S.A. Engineering evaluated the proposals and felt that George T. Hall was more innovative and responsive. They determined that George T. Hall was the best vendor for the District.

This project was bid in accordance with NRS 332.039 and NRS 332.115 and can be capitalized on the RHGID budget.

Manager Reed stated that he only allowed \$105,000 for the SCADA system in the 2008/2009 budget. He suggested that an augmentation of the 2009/2010 budget be made in the amount of \$50,000 to cover additional costs associated with this project.

Motion to authorize the District Manager to enter into a contract with George T. Hall in the amount of \$155,000. Direction to the manager to bring back to the Board a recommendation for budget

augmentation in the amount of \$50,000 to cover the full cost of this project. Teshara/Rice 5-0 approved.

7. Discussion and possible action to approve security enhancements at the RHGID office complex. (Side A/c#215)

Manager Reed reported that he received a proposal from Nevada Security Systems, Inc. to install closed circuit television cameras to enhance security at the District office complex.

Manager Reed stated that there are no National requirements to have this security system in place. He reported that he had purchased "No Admittance" signs that give warning of Federal protection and authority if someone does come onto the property unauthorized.

Residents Mike and Janet Murphy were opposed to the rate payers having to pay for this expense. Mr. Murphy stated that his and Mr. Aynedter's comments at a previous meeting were not a request for a security camera system, just more security in locking up equipment and trucks.

This item was tabled until a future Board meeting with direction to the District Manager to pursue other proposals for security.

8. Discussion and possible action to approve installation of a cathodic protection system for the 500,000 gallon welded steel zone 2 tank. (Side A/c#308)

Manager Reed reported that the two upper tanks were recently inspected. Initial corrosion was noted at several locations throughout the welded steel tank. He found that the welded tank had a cathodic protection in place on the tank but was never energized. He stated that, that particular type of system needs electric power to operate. There is no power at the site and would be extremely difficult to get power to it.

The alternative would be to install a passive cathodic protection system. Manager Reed acquired a quote from Corpro (the vendor that installed the original system) and recommended entering into a contract with them at a cost of \$10,364.00.

Motion to authorize the District Manager to enter into a contract with Corpro to install a passive cathodic protection system for the 500,000 gallon welded steel zone 2 tank at a cost of \$10,364.00. Smith/Fagen 5-0 approved.

9. Consent Calendar. (Side A/c#)

Motion to approve the consent calendar as presented. Rice/Teshara 5-0 approved.

10. Staff Reports. (Side A/c#532)

Manager Reed reported that in January 2009, Bruce Biskobing was discharged from employment at RHGID. Bruce applied and received unemployment benefits. The District appealed the award of benefits due to the fact that the District's unemployment account would be charged fees in connection with the benefits awarded to Bruce. On June 22, 2009 a telephone hearing was conducted with Manager Reed and Bruce to plead their cases. On July 20, 2009, the District received a notice ruling in the District's favor on the appeal; therefore the District will not be charged fees in this matter.

Manager Reed met with representatives from A to Z Insurance to discuss renewal of the 2009/2010 insurance policies. There were two quotes presented, one from Rural Special Districts (our current insurance carrier) and Travelers Insurance. Travelers Insurance was a lower quote, but wanting to stay with our current carrier, A to Z asked Rural Special District to match Travelers quote and they agreed. The District will continue to be insured by Rural Special Districts.

Trustee Fagen and Manager Reed conducted interviews for engineering services for the design of a new water storage tank, the development of road maintenance program and a rate structure analysis. A finalist will be selected for each project and negotiations for a final contract will be attempted. The selection of engineering firms will be presented at the September 2009 Board meeting.

Manager Reed reported that the annual audit is coming up in August. The Profit and Loss preliminary numbers show revenues for the year of \$1,641,461.23 and expenditures of \$1,327,017.36 leaving a balance of \$314,443.87.

The new peristaltic pumps to replace the diaphragm pumps for chlorine at the treatment facility have been received. These new pumps will require less maintenance and will more effectively and efficiently dose chlorine.

Manager Reed reported that he had met with representatives of DCSID on the new sewer meter. They are determining where it will be placed and which manhole. It appears at this point that it may be next to DCSID's pump station on Elks Point Road.

Vice Chairman Smith reported that the Fire Safe Chapter is proceeding with more defensible space work. The Chapter will have excess funds at the end of the year and will need to apply for an extension on their grant.

11. Correspondence. (Side B/c#38)

Trustee Rice stated that other GID's are increasing their rates and was happy that RHGID was not in need of an increase at this time.

12. Discussion and possible action on a motion to move to closed meeting pursuant to NRS241.030(2) to consider the character, alleged misconduct, professional competence, or physical or mental health of the District Manager, A.G. Reed of the Round Hill General Improvement District. (Side B/c#75)

Motion to move to closed session. Smith/Fagen 5-0 approved.

13. Discussion and possible action on consideration of the character, alleged misconduct, professional competence, or physical or mental health of the District Manager, A.G. Reed of the Round Hill General Improvement District. (Side B/c#98)

Janet Murphy stated that she felt there should be some repercussion for Mr. Reed's actions. He should lead by example for fellow employees. Mike Murphy stated that he felt the Last Chance Agreement was a bit too much and Mr. Reed should have a chance before the Last Chance.

District Counsel stated that the Board had many serious discussions prior to making the decision to present the Last Chance Agreement to Mr. Reed. Mr. Reed stated that he would sign the Last Chance Agreement without hesitation as written.

Motion to direct Chairman Francoeur and Mr. Reed to execute the Last Chance Agreement as presented. Smith/Rice 5-0 approved.

Manager Reed reported that he had prepared a list of hours worked in his absence from the RHGID office. He had a total of available hours of work at 216 hours. Total accounted for hours of work were 88. Total unaccounted hours of work were 128. Sick time used for Dr. appointments for the period of time was 5 hours.

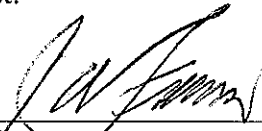
Since 128 hours of work were unaccounted for and 46 hours of sick time was used, the difference is 82 hours. Mr. Reed suggested he pay back a full pay period of wages at 10% per pay period for 10 pay periods and forfeit 49 hours of sick time.

Motion that in keeping with the time information submitted by Greg, one day per pay check will be deducted from his pay for the next ten pay periods and the 49 hours logged as time off be forfeited from his sick time. Smith/Rice 5-0 approved.

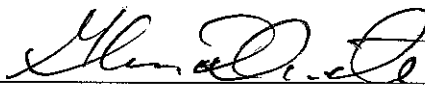
14. Adjournment. (Side B/c#379)

Motion to adjourn made by Trustee Teshara

Attest:



Joe Francoeur
Chairman



Glen Smith
Vice Chairman