

**LAKE OROVILLE AREA PUBLIC UTILITY DISTRICT
BOARD OF DIRECTOR REGULAR MEETING
AUGUST 13, 2013**

SALUTE TO THE FLAG

President Fairbanks opened the meeting with the salute to the flag.

MOMENT OF SILENCE

President Fairbanks asked for a moment to remember family members who have passed.

CALL TO ORDER

President Fairbanks called the meeting to order at 2:00 P.M. Directors present were Dennis, Kiely, and Onken. Larry Kuehner a guest was present in the audience. Representing the District were Manager Long, Field Operations Supervisor Sanders, Engineer Knibb, and Clerk Quigley.

CONSENT AGENDA

The Board reviewed the minutes of the Regular Board Meeting of July 9, 2013, the Financial Report and Warrant List for month ending July 31, 2013. After discussion, it was moved by Director Dennis and seconded by Director Kiely that the items on the consent agenda be approved as presented. The motion passed with a unanimous affirmative vote.

INTERVIEW APPLICANTS TO FILL BOARD MEMBER VACANCY

President Fairbanks introduced Mr. Larry Kuehner stating that Mr. Kuehner had submitted an application and resume for Board review and consideration. Mr. Kuehner stated that he had been involved in mining and wastewater equipment supply since 1975, specifically pumping lift station equipment and felt that his knowledge would be an asset to the Board of Directors.

BOARD CONSIDERATION AND APPOINTMENT OF SUCCESSOR TO FILL BOARD MEMBER VACANCY

President Fairbanks stated if the Board chose, it was in order to appoint a successor to fill the Board member vacancy, term to expire December 2014.

After discussion, it was moved by Director Onken and seconded by Director Kiely to appoint Larry Kuehner successor to fill the Board member vacancy. The motion passed with a unanimous affirmative vote.

APPROVAL OF AMENDMENTS TO BOARD POLICY NO. 6040 "PROJECT APPROVAL"

Manager Long stated this was the first of three Board policy amendments presented to keep policy consistent with the recently updated Development Agreement.

After discussion, it was moved by Director Kiely and seconded by Director Dennis to approve the amendments to Board Policy No. 6040 "Project Approval". The motion passed with a unanimous affirmative vote.

APPROVAL OF AMENDMENTS TO BOARD POLICY NO. 6050 "DEVELOPMENT AGREEMENTS"

Manager Long stated this was the second of three Board policy amendments presented to keep policy consistent with the recently updated Development Agreement. Engineer Knibb noted some typographical errors.

After discussion, it was moved by Director Onken and seconded by Director Kiely to approve the amendments to Board Policy No. 6050 "Development Agreements" with typographical corrections. The motion passed with a unanimous affirmative vote.

APPROVAL OF AMENDMENTS TO BOARD POLICY NO. 6112 "PIPELINE OVERSIZING COST REIMBURSEMENT"

Manager Long stated this was the third of three Board policy amendments presented to keep policy consistent with the recently updated Development Agreement. Director Onken suggested a change to 6112.2.1.

After discussion, it was moved by Director Dennis and seconded by Director Onken to approve the amendments to Board Policy No. 6112 "Pipeline Oversizing Cost Reimbursement" with Director Onken's suggested changes. The motion passed with a unanimous affirmative vote.

SPHERE OF INFLUENCE UPDATE NOTICE OF DETERMINATION EIR FILING FEE

Manager Long stated the District's Sphere of Influence update would be completed with the filing of the Notice of Determination with the State Clearing House and record the EIR with Butte County and California Dept. of Fish and Wildlife. Butte County Clerk charges a \$50 processing fee and Dept. of Fish and Wildlife charges a filing fee of \$2,995.25.

After discussion, it was moved by Director Onken and seconded by Director Dennis to approve the payment of \$3045.25 for the District Sphere of Influence Notice of Determination EIR filing fees. The motion passed with a unanimous affirmative vote.

SPHERE OF INFLUENCE UPDATE LAFCo CHARGES

Manager Long stated with the completion of the Sphere of Influence Update LAFCo has submitted \$7,355.94 in administrative costs for payment.

After discussion, it was moved by Director Onken and seconded by Director Kiely approve the payment of \$7,355.94 for outstanding LAFCo sphere of influence update administrative costs. The motion passed with a unanimous affirmative vote.

SC-OR COMMISSIONER'S REPORT

Director Dennis noted that the draft minutes were included in the Board packet.

BCSDA REPRESENTATIVES' AND LAFCo REPORT

Manager Long noted that BCSDA General Membership Meeting was held Tuesday July 30, 2013 at Paradise Lake. Guest speaker Ryan Schohr, Assembly Candidate spoke to the attendees about his farming roots in the area, water issues and his goals if elected to office. He also stated Paradise Irrigation District provided a great location and did a very good job hosting this year's event.

RIO D'ORO DEVELOPMENT UPDATE

Manager Long noted that he and Engineer Knibb had met with Butte County staff, Supervisor Connelly, and JKB Homes to discuss offsite sewer alignments that need to be included in the project EIR and construction costs for the proposed alignments.

WHISPER RIDGE GOLF RESORT AT LAKE OROVILLE UPDATE

Manager Long stated the Developers were in the process of amending the Use Permit and Environmental Impact Report (EIR). The next order of business will be for the Developers to execute the District Development Agreement, then a Pre-Annexation Agreement with SC-OR in order to complete a plant Capacity Study, and finally execute a Developer Agreement with SC-OR.

BOARD MEMBER'S, MANAGER AND STAFF COMMENTS

Field Operations Supervisor Sanders stated the Villa Verona project was moving forward, and approximately 397 lf. of lateral, 312 lf of mainline and 2 deep manholes had been installed. He also noted that 2 Villa Verona tanks had been abandoned making this a record year for tank abandonments at a total of 13 tanks.

ADJOURNMENT

There being no further business to come before the Board the meeting was adjourned 3:40 P. M.

Respectfully submitted,

Cindy Quigley,
Clerk of the Board