

1. CALL TO ORDER

The meeting was called to order by President Hatley at 5:00 pm

1.1 Flag Salute

Director Taggart led the flag salute

1.2 Roll Call

Present were President Hatley, Vice President Taggart, Directors Pulley and Reynolds. Also present were Recording Secretary Padilla, Engineer Heindell, Attorney Carter and Manager Boucher. Director Thompson was absent.

2. PERSONS DESIRING TO ADDRESS THE BOARD

Kate Hedges on Agenda Item 5.1.

3. CONSENT AGENDA

3.1 Minutes of the Regular Board Meeting held on August 16, 2016

3.2 Financial Statements – August 2016

3.3 Water Warrants – Check Number 15407-15474 Total \$237,943.24

Water LAIF Deposit - \$67,702.24

Water LAIF Withdrawal - \$115,000.00

Secretary Revolving – Check Number 2629 Total \$28.63

Health Reimb Arrangement – Check Number 2629-2631 Total \$567.05

Sewer Warrants – Check Number 6946-6951 Total \$31,858.34

Sewer LAIF Deposit - \$29,297.76

3.4 Summary of District Operation and Solar Power Generation – August 2016

It was moved by Director Reynolds, and seconded by Director Pulley to approve consent agenda item 3.1 - 3.4. Motion carried.

4. ITEMS REMOVED FROM CONSENT AGENDA

None

5. GENERAL ADMINISTRATION BUSINESS

5.1 Konkow Maidu Cultural Preservation Association

Attorney Carter mentioned that he spoke with Soper-Wheeler's Attorney and they had discussed the arrangement that was made with the Association. Soper-Wheeler's Attorney felt that it was a good arrangement and that the Association was doing a good job. He stated that he had received the required Certificate of Insurance and mentioned that the Association was fully insured. Soper-Wheeler is very happy they are doing this and confirmed that if this works out, Soper-Wheeler would be willing to sell a portion of their property to the Association.

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According to their Attorney the property would probably not allow any type of harvest to be done given the abundance of archeological artifacts on the property. He indicated that he had gone onto the sights with Kate Hedges and was amazed with the abundance of the archeological artifacts.

Attorney Carter mentioned that the Agreement will require a Certificate of Insurance before it takes effect. He mentioned that he copied a license agreement that the District had used in the past and mentioned that what he did not put into the agreement is the term of the agreement. He mentioned that the provision of a license is by permission and can be rescinded at any time. Attorney Carter pointed out that attached to the agreement is an Exhibit in which not only are the members of the Association to print and sign their name, each person who will have access to the property will need to print and sign their name because their at risk and they need to acknowledge the risk, leases of risk and indemnification for any damage caused. Manager Boucher mentioned that he would like to have added to the Agreement that the Association give the District quarterly reports so that he may present them to the Board. He also requested that the Association notify the District a few days before entering the property so that the District is aware of it. Ms. Hedges mentioned that she will be needing from the Board, property owner permission to access the archives from Chico State. Motion made by Director Taggart; seconded by Director Pulley and unanimously carried to approve grant of license to the Association per the draft received with the revisions to be made and approved upon by the General Manager and for the Board to authorize the General Manager to enter into the Agreement.

5.2 Vision Service Plan

Manager Boucher informed the Board that the District has been notified by Butte County that it will be changing benefit brokers at the end of the year. The District is under the umbrella of Butte County for the vision service package with VSP. He mentioned that Butte County will be using Burnham Benefits instead of Alliant Benefits and that the monthly rate will be reduced from \$14.15/month to \$13.90/month and that this cost is a rate guarantee for 3 years.

5.3 Delta Dental and Golden State Risk Management Rates

Office Manager Padilla informed the Board that the ACWA/JPIA 2017 Delta Dental PPO Rates will remain the same with no increase. She mentioned that the 2017 Golden State Risk Management Authority Medical Plan rates will be increasing by approximately 4%.

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6. WATER BUSINESS

6.1 Sustainable Groundwater Management Act

Engineer Heindell reported that he has been attending monthly meetings with the GSA's in the area making sure that everything is covered in our basin per SIGMA. He mentioned that he had received some MOU Agreements and Cooperative Agreements between Agencies from Mark Nordberg of DWR who is heading up the SIGMA portion. He mentioned that we have an overlap in our boundaries currently and that we are required by SIGMA to resolve those issues to be exclusive GSA's for our service area. This would allow us to adjust our boundaries and to leave ourselves a mini overlap. He stated that he will be meeting with Attorney Carter to amend the agreements so that the District can consider entering into agreements with the City of Oroville and Butte County.

Engineer Heindell mentioned that the biggest fear is that if a consumer has a well, will they have to start paying for all water consumed by having their well metered. He mentioned that eventually wells will be metered. The average domestic well user is going to be below the threshold as you would need to consume greater than 2 acre feet per year which would amount to around 7200 gallons a day. It is geared towards agricultural which would use vast amounts of ground water. Engineer Heindell mentioned that this item will remain as an ongoing agenda item for the duration while SIGMA is being implemented so that the public can come in and hear updates as well as speak on this item.

7. ATTORNEY REPORT

None

8. SEWER BUSINESS

8.1 SC-OR Report

Commissioner Hatley reported the following:

- **Appreciation of Service:** Past Board Chairperson Linda Dahlmeier was presented with an award of appreciation for her services as Chairperson of the Board for the past fiscal year.
- **Sludge Pump Replacement Project:** Manager Koch said he had budgeted for the primary sludge pump replacement project for the year and distributed information on the primary sludge pumps which he is looking at purchasing and will bring back to the next board meeting for approval.
- **Comcast Internet Service:** Commission Dahlmeier will be speaking to Comcast as the Mayor regarding the internet service. She will be asking Comcast to see if they are able to punch down South 5th Avenue so that Roplast and SC-OR could have better internet service.

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9. MANAGER’S REPORT

Table Mountain Roundabout Update: Engineer Heindell reported that the inspections have passed and that TWSD work is almost completed. He mentioned that staff will be pressure testing and flushing disinfectant tomorrow and then it will be brought on line. There has been no change orders on the Districts work but there has been multiple change orders on other portions of the project. He mentioned that Engineer Rick Walls is no longer with the City of Oroville and that they will be replacing him with an inspector they have used in the past to inspect and run some of the construction projects that they have going. Director Reynolds asked if the sink hole had been taken care of. Engineer Heindell responded by saying that they have a geotechnical engineer on-site that determined that the sink hole isn’t significant.

10. HEARING OF INDIVIDUALS ON NON-AGENDA ITEMS

None

11. BOARD COMMENTS

Director Reynolds suggested that the District contact Soper-Wheeler to see if they are willing to sell to the District the property that goes into the lake. He mentioned that it might cause some problems should the Kowkow Maidu people purchase it. Attorney Carter mentioned that they would not need to purchase the property as the District would grant them an easement as they were talking about wanting to open the Districts easement to be able to drive in. He mentioned to let them deal with Soper-Wheeler and we work our agreement with them because if they need access over our property then we can trade the easement for property.

Attorney Carter mentioned that he had circulated an article to the Board regarding CalPers. He mentioned that Citrus Pest Control with six employees decided to covert over to a 401K Plan. To withdraw from CalPers not only did they receive a bill for the unfunded portion of CalPers liability in the amount of \$700,000, since it took CalPers so long to calculate the final payment that the bill arrived four months after the withdrawal date so CalPers charged them four months’ interest at 7.5% on the late payment. The article also talks about how CalPers keeps two sets of books, the officially stated numbers and another set that reflects the market value.

12. ADJOURNMENT

There being no further business to come before the Board, the meeting was adjourned at 5:46 pm.

Secretary of the Board

President of the Board