

**REGULAR BOARD MINUTES
SOUTH PLACER MUNICIPAL UTILITY DISTRICT**

Meeting	Location	Date	Time
Regular	District Office	August 1, 2019	4:30 p.m.

I. CALL MEETING TO ORDER: The Regular Meeting of the South Placer Municipal Utility District Board of Directors was called to order with President Williams presiding at 4:30 p.m.

II. ROLL CALL OF DIRECTORS:

Present: Jerry Mitchell, John Murdock, Jim Williams, Vic Markey

Absent: Will Dickinson

Vacant: None

Staff: Adam Brown, Legal Counsel
Herb Niederberger, General Manager
Eric Nielsen, District Engineer
Sam Rose, Superintendent

III. PLEDGE OF ALLEGIANCE: Superintendent Sam Rose led the Pledge of Allegiance.

IV. CONSENT ITEMS:

1. MINUTES from June 27, 2019 Regular Meeting
2. ACCOUNTS PAYABLE in the amount of \$1,993,849.78 through 07/24/19
3. MONTHLY INVESTMENT REPORT in the amount of \$56,900,424 through 07/24/19

Director Murdock made a motion to approve consent items; a second was made by Director Markey; a voice vote was taken, and the motion carried 4-0.

V. PUBLIC COMMENTS:

President Williams opened the meeting for public comments. Hearing no comments, the public comments session was closed.

VI. BOARD BUSINESS

1. **RESOLUTION #19-16 EXECUTING AN ASSET PURCHASE AGREEMENT WITH PLACER UNION HIGH SCHOOL DISTRICT** (Correction – this was originally placed on the on the Aug 1, 2019 Agenda as Resolution 19-15)

The District Engineer (DE) , Eric Nielsen presented the proposal to transfer the SPMUD sewer collection facilities located within Del Oro High School to the Placer Union High School District (PUHSD) with the SPMUD obligation to maintain the assets for five years. The existing sewer collection system only serves the campus and traverses the premises such that the sewer at points goes under modular buildings. Del Oro High School is planning upgrades that will not follow SPMUD separation criteria. One way to resolve these issues is to transfer the assets within the campus to the High School District and provide a short-term maintenance agreement to allow the on-site maintenance to slowly transition.

The Board questioned whether any other customers would need to connect to the Del Oro System, the timing of the High School improvements and liability during construction. The Board also questioned the length of the maintenance agreement as well as SPMUD’s planned inspections and cleanings during the maintenance period. DE Nielsen indicated that the properties north of Del Oro had other points of connection available and did not

need to drain through the high school. Also, the School District would like to start construction of their improvements as soon as possible and that they would be liable for any damage to the sewer facilities during construction. The District intends to keep its current maintenance schedule during the maintenance agreement period. There were some inquiries regarding the participation fees and staff indicated that Placer Unified had an unusual agreement for Del Oro that limited SPMUD's ability to collect additional fees.

There was a short discussion regarding any other maintenance agreements at any other academic campuses within SPMUD boundaries. Staff indicated that this was the only example.

Director Murdock made a motion to approve Resolution 19-16 authorizing the General Manager to execute the Asset Purchase Agreement with PUHSD.; a second was made by Director Markey; a roll call vote was taken, and the motion carried 4-0.

2. CLOVER VALLEY SEWER TRUNK ALIGNMENT

The District Engineer, Eric Nielsen gave an in-depth presentation covering the alternative alignments for the proposed replacement of the Lower Clover Valley Trunk Sewer located along Antelope Creek between Sunset Boulevard and Springview Drive. The presentation covered design criteria, design, construction and environmental constraints, and the need to eliminate high risk facilities. After thorough analysis, several alternatives that remained for consideration were: 1) Replace-in-Place existing trunk along Antelope Creek; 2) Replace-in-Place & Parallel Replacement along the Creek Alignment; 3) Parallel Replacement along Shannon Bay Drive and Willowynd Drive; 4) Parallel Replacement along Whitney Boulevard and Rainier Avenue; and 5) A Parallel Replacement along Springview Drive;

The Board questioned what would trigger for the need for the project and possible timing. DE Nielsen explained that a small portion of the existing pipe surcharged during future high intensity storm events. The replacement would be needed once the pipeline has met its probable useful life or to meet any additional demands such as the approval of 600-acre development proposed for upper Clover Valley. In any event, it was years off.

The Board discussed the relative merits of all each alternative and directed staff to go forward with refinements of alternatives 1 and 4.

3. SYSTEM EVALUATION AND CAPACITY ASSURANCE PLAN (SECAP) UPDATE

Staff held a workshop providing an update of the SECAP report presenting preliminary cost information, going over process considerations and milestones for development of the report. The District Engineer, Eric Nielsen gave an in-depth presentation covering project objectives concerning compliance with the General Waste Discharge Permit regulations, sustainability, ensuring a repeatable process leveraging investments in technology in the modeling effort. DE Nielsen introduced refined criteria for the evaluation along with cost sharing between Fund 300 – Expansion and Enlargement Projects with Fund 400 – Replacement and Rehabilitation Projects based upon pipeline cross sectional area.

The Board was generally pleased with the status of the SECAP Update. The Board directed staff to go forward with completion of the modeling efforts in order to verify list of SECAP projects, develop project costs, complete SECAP Report and the necessary Nexus Study and to present the final report and study to the Board at a future meeting in 2020.

VII. REPORTS:

- 1. District General Counsel (A. Brown):** General Counsel Brown had no report for this meeting.
- 2. General Manager (H. Niederberger):** GM Niederberger lamented the loss of ASM Joanna Belanger and reported that the recruitment for the ASM position was underway.
 - A. ASD, FSD & TSD Reports:** There were no additions to the managers' reports.
 - B. Information Items:** No additional items.

3. Directors Comments:

Director Murdock appreciated the thoroughness of the District Engineer's presentations. Director Markey commented that he would be 110 years old by the time the SECAP projects are completed. Director Mitchell reported on his attendance at the Special District Leadership Foundation Leadership Academy in Napa, CA and learned more about the Brown Act, finances and public relations activities. President Williams indicated his appreciation for ASM Belanger's service, the District's accomplishments during her employ and his sorrow for her departure. The Board inquired about the status of the recruitment.

VIII. ADJOURNMENT

The President adjourned the meeting at 6:52 p.m. to the next regular meeting to be held on September 5, 2019 at 4:30 p.m.



Herb Niederberger, General Manager and Board Secretary