

**RECLAMATION DISTRICT NO. 1000
BOARD OF TRUSTEES
ACTION SUMMARY
Regular Meeting
Friday, December 10, 2010
1633 Garden Highway
Sacramento, CA 95833**

Trustees Present: Barandas, Christophel, Gilbert, Harris, Miller, Shiels, and Smith
Trustees Absent: None

Staff Attendance: General Manager Devereux, Secretary Figueroa, Superintendent Bickle and Attorney James Day

CLOSED SESSION:

The Board recessed the regular meeting and met in closed session pursuant to Government Code Section 54956.8 (c) to discuss real property negotiations for assessor parcel number 201-0270-048-0000, owned by Shell Oil Company.

The Closed session was adjourned and the regular session reconvened. Trustee Christophel reported the Board directed General Manager Devereux to continue negotiations and move forward with obtaining a level one environmental assessment.

APPROVAL OF THE MINUTES

1A) Regular Meeting, November 12, 2010

Motion by Trustee Harris to approve the minutes of the Regular Board meeting held November 12, 2010 as presented. The motion was seconded by Trustee Barandas, duly put and carried.

ADMINISTRATIVE ITEMS

2A) TREASURER'S REPORT – November 2010

The Treasurer's Report for November 2010 is as follows:

County Treasurer- (O/M)	\$ 1,788,747.02
County Treasurer (OPEB)	\$ 918,470.00
O/M Fund – Checking	\$ 153,321.85
Designated Capital	\$ 996,008.16
LAIF (State Treas.)	\$ 700,087.91

Motion by Trustee Shiels to approve the Treasurer's reports for November 2010 as presented. Seconded by Trustee Miller, duly put and carried.

2B) EXPENDITURE REPORTS– November 2010

The expenditures for the month of November 2010 were \$340,582.48. The expenditures from various funds are as follows:

Operation and Maintenance: \$340,582.48

Warrants 7337 and 7338 were issued in the amount of \$200,000.00

3) COMMITTEE REPORTS

A. SAFCA Representatives

Trustee Shiels informed the Board the NLIP contractors have concluded work for the season due to the rains. The Corps of Engineers is about to announce that they will no longer certify levees thereby requiring local engineers, cities or even reclamation districts to certify their own levees. However, if the levees do not meet Corps of Engineer standards they will be ineligible for PL 84-99 funding. According to SAFCA's Washington lobbyists there will likely not be federal authority for the Corps of Engineers to begin work or fund the NLIP before 2012. The Corps must have authorization to do the project and there will not be a Water Resources Development Act bill in 2010. They are hoping they can get authorization in 2011, but it may not happen until 2012.

Trustee Christophel asked about the A-99 Flood zoning for Natomas. Trustee Shiels stated that hopefully they can get A-99 zoning once SAFCA completes their proposed 2011 work on the NLIP. Trustee Christophel asked if they would also require the Corps of Engineers to have authorization and funding. General Manager Devereux stated that to get the A-99 zoning from FEMA the project has to be 100% authorized and 50% funded; so authorization will be the key to getting the A-99 designation.

Trustee Shiels stated the Corps of Engineers is looking at design now and are considering the reconstruction of Plant 2 as a first project since it is a shovel ready project. There is some concern that if authorization takes too long the favorable bidding environment will go away which will increase the overall project costs.

B. Executive Committee

Trustee Christophel informed the Board the Executive Committee met to review the agenda, discussed SAFCA issues and the General Manager's upcoming levee inspections.

4A) Policy on Off Balance Sheet Assets (Information)

General Manager Devereux stated that staff has not yet drafted the policy on off balance sheets assets. Staff will need to meet with SAFCA representatives to determine how they are recording the NLIP project on their financials, to determine how they will be recorded on the District's financial statements. Staff will come back with a report and or draft policy in January.

4B) Central Valley Flood Protection Board – Enforcement Action -2010-2817 Garden Highway

General Manager Devereux informed the Board the CVFPB directed the large storage containers in the levee must be removed, but the CVFPB was not convinced that the property owner cut into the levee and therefore is not requiring the property owner to restore the waterside levee slope. The District will restore the levee to the proper slope and compaction. The property owner has 120 days to comply with the order to remove the containers. There was discussion as to whether the District could or should bill the property owner for the levee slope restoration.

5) GENERAL MANAGER'S REPORT

A. Regional Flood Control Issues

General Manager Devereux stated Trustee Shiels has already reported on the SAFCA issues. As mentioned by Trustee Shiels there are two options for funding the federal government given the lack of an approved 2011 budget. A Continuing Resolution to keep the Corps of Engineers funding at the 2010 level. The second option would be an omnibus appropriations bill whereby funding could be moved from the Folsom Joint Federal Project to the Natomas project. The later option is more flexible, however, the Corps of Engineers would still need authorization to proceed with Natomas which is not included in either alternative. Today on the SAFCA agenda there will be a discussion on

the need for a supplement assessment in Natomas only to complete the NLIP. Staff will be asking for authorization to get an assessment engineers report.

Trustee Christophel asked if there was any resistance on the SAFCA board to go out for a new assessment. Trustee Shiels stated there was not. Trustee Smith stated that one option for the NLIP is to borrow additional funds from other areas, the consensus on that option was negative. Trustee Shiels stated that SAFCA has already borrowed the limit of what they can repay to the other areas which is why they must go out with a new assessment. The estimate for the new assessment (for a typical single family home) that Trustee Shiels has heard is \$40 a year for 30 years. If the assessment is approved it would not begin until 2014.

General Manager Devereux stated there was a gathering for Stein Buer as a thank you for all the work he has done for SAFCA.

B. Status of Natomas Levee Improvement Project

General Manager Devereux informed the Board the NLIP contractors are buttoned up for the season and the berm is at least at the same height as before the project, except for one 300 foot section just north of Teal Bend. It is a small enough area that if the river is projected to come up the gap can be filled or other measures taken to ensure the levee section is adequate.

C. Encroachment Permit Applications Endorsed

General Manager Devereux informed the Board he has not endorsed any encroachment permits; however he does have one his desk for next month.

D. Update Garden Highway Encroachment Remediation

General Manager Devereux stated he has begun his walking inspection of the levees and letters have gone out to the property owners.

E. National Weather Service Long Range Forecast

General Manager Devereux stated that Shasta is at flood storage capacity, Folsom Dam is encroached into the flood reservation by about 75,000 acre feet, and Oroville has about 1 million acre feet of flood storage still available. Folsom Dam needs the additional storage space because the upstream reservoirs are full. They will begin making releases at Folsom in the next day or so to get the level in compliance with the required flood space.

F. Schedule Boar Tour of District

General Manager Devereux stated he would like to schedule a tour for the Board to tour the District and see the various projects that have been done for the NLIP. Staff was directed to coordinate a tour for the Trustees.

G. District 100 Year Anniversary in 2011

General Manager Devereux informed the Board that he has been approached by a publisher to prepare a book on the District's first 100 years. He would like the Urbanization Committee to meet to discuss the options.

Staff was directed to schedule an urbanization committee meeting.

6.) District Counsel Report

Attorney Day informed the Board he and his staff spent time on the Shell Oil real estate issue and on the Hwy 99/Elverta Road project, and some research on the Brown Act in regard to posting of the agenda.

7.) Superintendent's Report

Superintendent Blicke stated staff has been undertaking normal maintenance for this time of year. Inspecting plants and getting them ready for flood season as well as some mowing. Independent is the only SAFCA contractor still working. They are preparing Riego Road to be paved. SAFCA instructed Nordic to get Elkhorn Blvd open; the temporary road they put in is falling apart. Independent is building turnouts on Garden Highway with the intention of getting the patrol roads open.

There being no further business to come before the Board, the meeting was adjourned.

President

Secretary