

THREE RIVERS LEVEE IMPROVEMENT AUTHORITY

MINUTES – BOARD OF DIRECTORS

MARCH 7, 2006 – JOINT MEETING WITH

YUBA COUNTY BOARD OF SUPERVISORS AND RECLAMATION DISTRICT 784

A meeting of the Board of Directors of the Three Rivers Levee Improvement Authority was held on the above date, commencing at 2:30 p.m., within the Government Center, Marysville, California, with a quorum being present as follows: Directors Rick Brown, Mary Jane Griego, Dan Logue, and Richard Webb. Also present were Executive Director Kent McClain, Chief Deputy Counsel Angil Morris-Jones, and Clerk of the Board of Supervisors/Secretary Donna Stottlemeyer. Chairman Webb presided.

Yuba County Board of Supervisors John Nicoletti, Donald Schrader, and Hal Stocker were present.

Reclamation Board Directors Donald Graham and Platter were present. Director Ludwick was absent.

Financial Status of Three Rivers Levee Improvement Authority (TRLIA): TRLIA Executive Director Kent McClain recapped the following and responded to Board inquiries:

- History of Phase 1, 2, and 3 levee improvement projects to date
- Advanced funding agreement implementation
- Funding requirements for Phase 4 levee improvements
- Current budget costs estimates and actual expenditures
- Unfunded Phase 4 activities potential to obligate entities to pay costs which exceed revenue
- Three alternatives for proceeding forward with Phases 2, 3, and 4 activities which included scenarios for the current pace on Phase 2 and 3 and a slowing or stopping of Phase 4

TRLIA Program Manager Ric Reinhardt recapped grant revenue, costs associated with present and projected future costs for Phase 4 activities, and FEMA remapping scenarios, and responded to Board inquiries.

Treasurer-Tax Collector James Kennedy and Auditor Controller Dean Sellers recapped the intent of the Financial Review Committee and responded to Board inquiries.

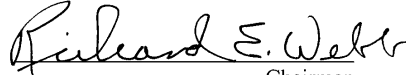
Mr. Seth Merwitz, Counsel for Plumas Lake Landowners' Group, recapped a recommendation from the landowners' group to preserve the momentum with completion of program improvements by the end of 2008 and responded to Board inquiries.

Following Board discussion, the following individuals spoke in support of an accelerated pace to move forward and complete all levee improvements:


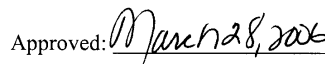
- Ms. Melissa Greenwich, Plumas Lake
- Ms. Libby Furlain, Plumas Lake
- Ms. Carla Wilcoxon, Plumas Lake
- Ms. Priscilla Rue, Olivehurst
- Dr. Michael Stacey, Plumas Lake

ADJOURNMENT

Following further Board and staff discussion, with Board members concurring to move forward with levee improvements, the workshop was adjourned at 3:50 p.m. by Chairman Webb.


Chairman

ATTEST: DONNA STOTTLEMEYER
CLERK OF THE BOARD OF SUPERVISORS
AND SECRETARY OF THE PUBLIC AUTHORITY

 Approved: 

THREE RIVERS LEVEE IMPROVEMENT AUTHORITY

MINUTES – BOARD OF DIRECTORS

MARCH 7, 2006

A meeting of the Board of Directors of the Three Rivers Levee Improvement Authority was held on the above date, commencing at 4:06 p.m., within the Government Center, Marysville, California, with a quorum being present as follows: Directors Rick Brown, Mary Jane Griego, Dan Logue, and Richard Webb. Also present were Executive Director Kent McClain, Chief Deputy Counsel Angil Morris-Jones, and Clerk of the Board of Supervisors/Secretary Donna Stottlemeyer. Chairman Webb presided.

ACTION ITEMS

A. Financial Report Fiscal Year 2005/2006: Following Board discussion, Director Logue moved to approve the following identified as Option 2:

- Continue with the current pace of completing construction on Phases 2 and 3
- Continue with the current pace of Phase 4 Yuba design (UPRR to Simpson Lane)
- Minimize expenses on Phase 4 Feather contracts and continue until June 1st or the Phase 4 finance plan is complete
- Establish a Financial Review Committee composed of the Auditor-Controller, Treasurer-Tax Collector, Assistant County Administrator, Public Works Director, TRLIA Executive Director, and TRLIA Program Manager to review all financial matters, and if there is disagreement within the FRC all three Boards would need to concur with the recommended action.

Director Webb seconded the motion.

Following further Board discussion, upon motion of Director Logue, seconded by Director Griego, and unanimously carried, the motion was tabled, staff was directed to bring forward detailed information on the finance plan on policy issues, and the matter was continued to Wednesday, March 15, 2006.

CONTINUE
TO 3/15/06

Upon motion of Director Logue, seconded by Director Brown, and unanimously carried, the regular meeting scheduled Tuesday, March 14, 2006 was cancelled.

CANCEL
3/14/06
MEETING

B. Pump Station 6 Funding Agreement/Lennar Renaissance Inc.: Special Counsel Scott Shapiro recapped the proposed agreement and responded to Board inquiries.

Upon motion of Director Logue, seconded by Director Brown, and unanimously carried, the Board approved the Pump Station 6 Funding Agreement with Lennar Renaissance, Inc. and authorized the Executive Director to execute same. APPROVE AGREEMENT

C. HDR Inc/Phase Four Design and Construction: Following a brief recap from Program Manager Ric Reinhardt and Board inquiries upon motion of Director Logue, seconded by Director Brown, and unanimously carried, the Board approved Amendment Four with HDR Inc. in the amount of \$177,649 for Yuba River Phase Four Design and Construction and authorized the Chairman to execute same. APPROVE AMENDMENT

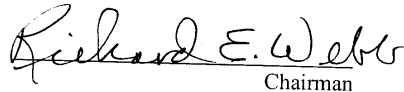
D. Reclamation Board Permitting Process: Special Counsel Scott Shapiro recapped the proposed issue paper regarding overall strategy for Phase 4, the financing plan, and status of conditions imposed by the Reclamation Board for Permit No. 17782. Mr. Shapiro responded to Board inquiries and requested direction regarding proceeding forward with the issue paper.

Following Board discussion and Board consensus to proceed with the issue paper as presented, Chairman Webb formed a Reclamation Board Phase 4 Advisory Committee appointing Director Griego and himself as representatives.


E. Minutes: Upon motion of Director Griego, seconded by Director Logue, and unanimously carried, the Board approved the minutes of the regular meeting of February 7, 2006 as written. APPROVE MINUTES

RECESS

There being no further business to come before the Three Rivers Levee Improvement Authority the meeting was recessed at 5:35 p.m. to Friday, March 10, 2006 by Chairman Webb.


Chairman

ATTEST: DONNA STOTTEMEYER
CLERK OF THE BOARD OF SUPERVISORS
AND SECRETARY OF THE PUBLIC AUTHORITY

 Approved: 