

THREE RIVERS LEVEE IMPROVEMENT AUTHORITY

MINUTES BOARD OF DIRECTORS

MARCH 15, 2006 – SPECIAL MEETING

A meeting of the Board of Directors of the Three Rivers Levee Improvement Authority was held on the above date, commencing at 3:00 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 (Continued from March 7, 2006): Following a brief recap from Executive Director Kent McClain regarding a revised recommended action and updated costs and revenue for Phase 4, Director Logue withdrew the motion on the table and Director Webb concurred as the second.

Upon motion of Director Logue, seconded by Director Griego, and unanimously carried, the Board took the following actions:

- Directed staff to continue current pace on all levee project work including Feather River design and evaluate appropriate pace for further work in light of available revenues when the design contract for Feather River Phase 4 is presented to the Board;
- Directed staff to prepare regular biweekly updates regarding the status of the overall financing plan for all Phase 4 work and directed staff to target the completion of a financing plan acceptable to TRLIA and County of Yuba by June 1, 2006; and
- Established a Finance Review Committee (FRC) composed of the Auditor-Controller, Treasurer-Tax Collector, County Administrator or designate, Public Works Director, TRLIA Executive Director and TRLIA Program Manager to review all financial matters. Should there any unresolved issues over a proposed course of action, the respective Chairman of the Board of Supervisors and Reclamation District 784 will meet with the FRC and either resolve those issues or refer the unresolved issues to their respective Boards for policy direction.

DIRECT
STAFF AND
FORM FRC

B. Construction Project Manager/The Handen Company: Program Manager Ric Reinhardt recapped the selection process, contract terms, and introduced Douglass Handen.

Upon motion of Director Griego, seconded by Director Logue, and unanimously carried, the Board approved an agreement with The Handen Company in the amount of \$167,200 for a construction project manager and authorized the Chairman to execute same. APPROVE AGREEMENT

C. Advance Funding/Credit Agreement/Reynen and Bardis: Following a brief recap regarding the proposed agreement and Board inquiries, upon motion of Director Logue, seconded by Director Griego, and unanimously carried, the Board approved the Advance Funding and Credit Agreement with Reynen and Bardis regarding Woodbury Specific Plan and authorized the Chairman to execute same. APPROVE AGREEMENT

D. Bear River Setback Levee Embankment/Nordic Industries, Inc.: Following a brief recap from Program Manager Ric Reinhardt regarding project and solicitation for bids, upon motion of Director Logue, seconded by Director Brown, and unanimously carried, the Board approved contract award to Nordic Industries, Inc. for construction of the embankment of the Phase 3 Bear River Setback Levee and authorized the Executive Director to execute same following submittal of bonding documents and approval of Counsel. AWARD CONTRACT

E. Minutes: Upon motion of Director Logue, seconded by Director Griego, and unanimously carried, the Board approved the minutes of the meetings of February 14, 21, and 28, 2006. APPROVE MINUTES

BOARD AND STAFF MEMBERS' REPORTS

Reports were received on the following:

Executive Director Kent McClain:

- Report to Reclamation Board on Friday, March 17, 2006
- Completed negotiations with Envirocon with contract to be brought forward

Director Griego:

- Commended residents for efforts with levee bond measure

PUBLIC COMMUNICATIONS

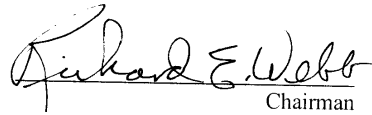
Ms. Carla Wilcoxon, Plumas Lake Homeowners Committee, commended Board members for moving forward with levee projects.

CLOSED SESSION

Chief Deputy Counsel Angil Morris-Jones advised closed session discussion regarding one case of potential litigation was not needed.

ADJOURNMENT

There being no further business to come before the Three Rivers Levee Improvement Authority the meeting was adjourned at 3:30 p.m. by Chairman Webb.


Chairman

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

 Approved: March 28, 2006