

THREE RIVERS LEVEE IMPROVEMENT AUTHORITY

MINUTES – BOARD OF DIRECTORS

AUGUST 29, 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 8:31 a.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 Paul Brunner, Chief Deputy Counsel Angil Morris-Jones, and Clerk of the Board of Supervisors/Secretary Donna Stottlemeyer. Chairman Webb presided.

ACTION ITEMS

A. \$10 million Bridge Loan/Term Sheet: Assistant County Administrator Randy Margo recapped cash flow needs for Phase 2, 3, and 4 levee improvements and loan terms. Mr. Margo advised the term sheet under fund availability should be amended to read "funds from the first capital call."

Executive Director Paul Brunner, Three Rivers Levee Improvement Authority, recapped repayment schedule advising repayment to be accomplished no later than January 28, 2007 to ensure no impact to anticipated road projects.

Upon motion of Director Logue, seconded by Director Brown, and unanimously carried, the Board approved the term sheet as amended pledging up to \$10 million from Road Impact Fees to provide temporary cash flow needs pertaining to South Yuba Basin levee improvements, contingent upon all other conditions being met pertaining to the Second Advance Funding Agreement and directed the Auditor-Controller to perform disbursements.

APPROVE
TERM
SHEET

B. \$2 million Gap Loan/Yuba County Water Agency: Special Counsel Scott Shapiro recapped revised terms as approved by the Water Agency and responded to Board inquiries.

Upon motion of Director Griego, seconded by Director Logue, and unanimously carried, the Board accepted a \$2 million Gap Loan from Yuba County Water Agency under revised terms contained in the term sheet and delegated authority to the Executive Director to take all actions necessary in support of loans.

ACCEPT
LOAN

C. Final Environmental Impact Report Addendum/Bear River Western Pacific Interceptor Canal Levee Improvement Project: Program Manager Ric Reinhardt recapped project requirements which required assessment of environmental impacts and responded to Board inquiries.

Upon motion of Director Logue, seconded by Director Brown, and unanimously carried, the Board adopted Resolution No. 06-11, which is entitled: "RESOLUTION TO ADOPT AN ADDENDUM TO THE FINAL ENVIRONMENTAL IMPACT REPORT (FEIR) FOR THE BEAR RIVER AND WESTERN PACIFIC INTERCEPTOR CANAL LEVEE IMPROVEMENTS PROJECT." ADOPT RESOLUTION NO. 60-11

BOARD AND STAFF MEMBERS' REPORT

Program Manager Ric Reinhardt

- Quality control review of Pump Station Number 3 and effected levee improvements

Paul Brunner

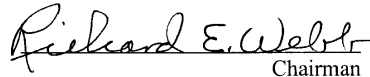
- Feather River Draft EIR scoping meeting on September 6, 2007 at 6:30 p.m. in the Government Center
- Phase Four Yuba River Project issuance process of notice to proceed
- Ribbon Cutting event upon completion of Bear River Setback Levee

Director Logue:


- Suggested audit of financial records

ADJOURNMENT

There being no further business to come before the Three Rivers Levee Improvement Authority the meeting was adjourned at 9:08 a.m. by Chairman Webb.


Chairman

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

 Approved: September 5, 2006