



Board of Trustees  
Minutes of Special Meeting  
Tuesday, May 24, 2016  
12:00 P.M.  
Board Room  
Minden-Gardnerville Sanitation District  
1790 Hwy. 395  
Minden, Nevada

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Board Members Present:

Robert Allgeier  
Mark Dudley  
Michael King  
Raymond Wilson  
Barbara Smallwood

Staff Members Present:

Frank Johnson  
April Burchett  
Brian Buffo

Others Present:

Patty Baratti-Sallani  
Craig Wilcox

Board Members Absent:

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**Meeting called to order at 12:00 p.m. by Chairman Ray Wilson.**

**Public Comment** – There was no public comment.

**Public Hearing for Tentative Budget Fiscal Year 2016-2017** – Frank presented changes to the tentative budget, including correcting a typo for the amount of the water purification system, which should be \$6500 instead of the \$6000 previously shown. In addition, \$7500 has been added for the office telephone system upgrade, bring the total capital expense to \$383,867. The salaries and benefits portion of the budget had been changed due to the salary increase for Frank Johnson. As a result of these changes, Net Cash went from \$566 to -\$1519, and the Total Estimated Proceeds adjusted to \$340,322 from \$349,000. Ray asked how many new hookups Frank projected, and Frank stated that 50 is the average over the past 5 years. Frank stated that he will ask for approval to proceed with the capital projects at June meeting, so they can get taken care of as soon as possible. Bob asked about why the increase in the ad valorem cash flow is nowhere near the percentage increase reported by the County Assessor, which was 6%. Frank explained the numbers he received from the County, and stated that he did not know the answer to Bob's question, but he will find out why the prorated ad valorem adjustment has gone up. Barbara suggested that the assessor sends a letter to owners of rental properties to determine the abatement, and the abatement numbers are not known until toward the end of the fiscal year. **Motion by Barbara Smallwood to adopt the Final Budget for FY 2016-2017 with a tax rate of 0.1224.** Seconded by Bob Allgeier. Motion carried [Vote: 4 ayes, 0 nays, 1 abstain (King)]. Michael King abstained since he was not able to attend the Tentative Budget meeting in April.



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Discussion followed regarding the cost for health insurance for fiscal year 16-17. April and Frank reported that they were not requesting an increase to the amount of premium coverage by MGSD, so the budgeted amount for health insurance has not changed. An increase may be requested next year.

Bob discussed the inability to obtain insurance for earthquake damage for the collection system, and suggested that money be put aside to cover 10-15% of the potential cost of damage in case of an earthquake or other disaster. Mike talked about Fed Disaster Relief Money, and recommended that this be put on an agenda in the future, so the board and staff can look into what is available and determine if any decisions will need to be made. Bob noted that the Town of Minden was also told that they can't buy insurance on the water lines. Discussion followed regarding MGSD's earthquake preparedness.

**Board Comment** – Barbara wanted to note for the record that the agenda for this public hearing is an amended agenda.

Discussion followed regarding the County Commissioner's meeting about DCSID. Frank said that a lot of people were probably surprised at what the District Attorney reported. Barbara thought that the District Attorney did an outstanding job, and the presentation was eye-opening. Frank stated he would not be able to attend the June 16<sup>th</sup> County Commissioner's meeting regarding DCSID. Mike said that it appears there is an ongoing investigation, so it would be prudent to refrain from making too many comments.

Ray asked about the status with GRGID, and Frank stated that he had heard that MGSD's demand was placed on the May 16<sup>th</sup> GRGID agenda.

**Public Comment** – There was no public comment.

***Meeting adjourned at 12:30 p.m.***

Approved by the Board of Trustees with the noted corrections on:

\_\_\_\_\_ Signed \_\_\_\_\_  
Date Barbara S. Smallwood, Secretary