



Board of Trustees  
Minutes of Special Meeting  
Wednesday, May 31, 2017  
12:00 P.M.  
Board Room  
Minden-Gardnerville Sanitation District  
1790 Hwy. 395  
Minden, Nevada

---

Board Members Present:

Raymond Wilson  
Barbara Smallwood  
Mark Dudley  
Robert Allgeier  
Michael King

Staff Members Present:

Frank Johnson  
April Burchett  
Bill Peterson

Others Present:

Richard Peters

Board Members Absent: None

---

**Meeting called to order at 12:15 p.m. by Ray Wilson, Chairman.**

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

**Public Hearing for Tentative Budget for Fiscal Year 2017-2018** – Frank presented the final budget form, and noted that changes were made to Salaries and Benefits on Page 7 in the amount of \$8,900 due to pay increases that were not depicted in the tentative budget, but were voted on at the April meeting. The insurance reimbursement amount was also added, as mentioned at the meeting for the tentative budget. There was not a large change from the tentative budget. Ray discussed SB462 regarding the committee to review GID's, which would require MGSD to show the County the budget and minutes for past couple of years if the District comes under review. Frank pointed out that the budget is submitted to the County every year, so nothing will change for MGSD. Bob asked if we have informed GRGID's of their responsibility for the cost of the digester repair, since MGSD may not be reimbursed by the insurance company before the next billing to GRGID. Bill and Richard discussed whether the repair would be a repair item, as opposed to a capital cost. Richard requested to discuss it in more detail with Bruce to define it as a repair or a capital cost. Richard stated that if it is a repair, essentially the reimbursement would be written off against the repair. Discussion followed regarding the anticipated insurance reimbursement. Bill clarified that Bob's question was not related to the specific type of cost, but that we should let them know to expect a large bill from us. Bob concurred. Mike suggested writing a courtesy letter to GRGID to remind them that we're dealing with an expensive issue right now, we have been approved by the insurance company for reimbursement, and we are evaluating what the exact cost will be. Bill thought a letter would be a good idea. The Board directed Frank to send a letter to GRGID and not specify whether it is capital or repair. Frank will work with Richard on it. Bob asked Richard about payments from GRGID from the mediation, and Richard said it will be considered contributed capital similar to annexation and capacity income. **Motion by Bob Allgeier to adopt the Final Budget for the FY 2017-2018 with a tax rate of 0.1224.** Seconded by Mark Dudley. Motion carried.



Minutes  
May 31, 2017  
Page 2

Bill asked Richard if he would be available by phone during the mediation in case questions arose. Richard said he would in the office that day.

**Attorney-Client Conference:** Bill Peterson said SB471 passed both houses and is at the Governor's office for signature. The bill now states that a GID providing sewer, water or trash, that has more than \$1 million in revenue, cannot be dissolved by a County without consent of the GID's governing board. He did not anticipate that SB462 would impact the District, since the intent of that bill was to allow the County to review smaller boards. Discussion followed regarding opposition from Douglas County's District Attorney. Frank asked if we wanted Cam McKay to come in for the meeting next week. The Board will leave it up to Cam, but they would like to thank him for his efforts.

Bill discussed efforts to work with the DA's office to make some progress with the jurisdictional issue. The Board felt that this needed to be discussed further with Bruce Scott.

**Motion by Bob Allgeier to close the open meeting for a closed session.** Seconded by Barbara Smallwood. Motion carried.

**Meeting adjourned at 12:50 p.m. for closed session to discuss pending litigation pursuant to NRS 241.015(3)(b)(2).**

**Open meeting called to order at 1:25 p.m. by the Chairman, upon motion by Barbara Smallwood and second by Bob Allgeier.**

**Motion by Barbara Smallwood to appoint Treasurer Bob Allgeier and Chairman Ray Wilson to attend the June 7<sup>th</sup> meeting at 1:00 p.m. for mediation.** Seconded by Mike King. Motion carried.

**Board Comment:** Frank presented a video of the progress on the Digester #3 repair.

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

***Meeting adjourned 1:40 p.m.***

Approved by the Board of Trustees as presented on:

June 6, 2017 \_\_\_\_\_  
Date

By \_\_\_\_\_.  
Barbara S. Smallwood, District Secretary

:/ab