

**SOUTH TRUCKEE MEADOWS GENERAL IMPROVEMENT DISTRICT
WASHOE COUNTY, NEVADA**

MONDAY

10:15 A.M.

MAY 15, 2006

SPECIAL MEETING

PRESENT:

Bob Larkin, Chairman
Bonnie Weber, Vice Chairman
Jim Galloway, Commissioner
David Humke, Commissioner

Nancy Parent, Chief Deputy Clerk
Katy Singlaub, County Manager
Melanie Foster, Legal Counsel
Jerry McKnight, Water Resources

ABSENT:

Pete Sferrazza, Commissioner

The Board met in special session in the Commission Chambers of the Washoe County Administration Complex, 1001 East Ninth Street, Reno, Nevada, and conducted the following business:

**06-16STM PUBLIC HEARING - ADOPTION OF FISCAL YEAR 2006/07
TENTATIVE AND FINAL BUDGET**

10:15 a.m. This was the time set in a Notice of Public Hearing, published in the *Reno Gazette-Journal* on May 5, 2006, to consider the tentative budget for fiscal year 2006/07 as well as possible changes to adoption of the final budget for fiscal year 2006/07.

Chairman Larkin opened the public hearing.

Jerry McKnight, Finance and Operations Manager, Department of Water Resources, advised the District's proposed budget has been reviewed and approved by the Local Managing Board (LMB). He noted there are very few changes and the budget is based on historical activities. There is one new line item called "purchased water" budgeted at an estimated number based on the meter installations and the reconciliations that have been done to bring everything into balance and account for all of the water in the area.

Commissioner Galloway asked if the \$50,000 is a guess-timate. Mr. McKnight said it is a guess-timate, but the LMB is hoping that it all balances out overall. Commissioner Galloway said this issue has been the delay in completing the division of service agreement and asked if this budget would provide the framework to proceed with

that agreement. Mr. McKnight responded he believes the LMB is now in a position to move forward with the agreement, and they want to get everyone metered and into balance. He also confirmed that they would make certain the purchased water is well water and not Truckee River water.

Commissioner Weber asked why the projected revenue for hookup fees is so much less than the actual amount for this year. Mr. McKnight advised the LMB is limiting annexations and only allowing new services for people who actually have ground water and can make the dedication. Later in the meeting, Commissioner Galloway commented the growth in this area will occur under the County system rather than the District because STMGID is desirous of protecting their investment; and, to do that, they need to curtail growth in the system and live within their water means.

There being no one present wishing to speak, Chairman Larkin closed the public hearing.

Commissioner Humke commented on the division of service agreement and the perceived threat to the District by the Legislature to essentially crush this utility, which he said would not happen on his watch.

On motion by motion by Commissioner Humke, seconded by Commissioner Galloway, which motion duly carried with Commissioner Sferrazza absent, it was ordered that the tentative and final budgets for fiscal year 2006/07 for the South Truckee Meadows General Improvement District be approved, adopted and duly executed by the Board members present.

* * * * *

There being no further business to come before the Board, the meeting adjourned.

ROBERT M. LARKIN, Chairman
South Truckee Meadows General
Improvement District

ATTEST:

AMY HARVEY, County Clerk and
Ex-Officio Secretary, South Truckee
Meadows General Improvement District

*Minutes Prepared By:
Sharon Gotchy, Deputy County Clerk*