

February 12, 2016
Sacramento, California

The Board of Trustees of the American River Flood Control District met in regular session in its office at 185 Commerce Circle, Sacramento, CA at 11:00 a.m. on Friday, February 12, 2016. In attendance were Trustee Simon, Trustee Pavão, Trustee Holloway, Trustee Shah, and Trustee Redway. Trustee Simon presided. Also present from the District were General Manager Tim Kerr, Superintendent Richard Marck, Office Manager Michelle Wilder, and District Counsel David Aladjem. No members of the public were present.

Item No. 1 Public Comments on Non-Agenda Items: There were no comments on non-agenda items from members of the public.

Item No. 2 Approval of Consent Agenda Items: Items 2b) Approval of Report of Investment Transactions December 2015 and Treasurer's Certification and 2c) District Financial Reports: Statement of Operations (January 2016) and Cash Flow Report were removed from the consent agenda. On a motion by Trustee Holloway seconded by Trustee Pavão, the Board unanimously approved items 2a) Minutes of Regular Meeting on January 15, 2016 and 2d) Correspondence: None.

Item No. 2b Approval of Report of Investment Transactions December 2015 and Treasurer's Certification: Trustee Simon requested clarification regarding deposits in the River City Bank account. Following explanation by staff and on a motion by Trustee Holloway seconded by Trustee Pavão, the Board unanimously approved the item.

Item No. 2c District Financial Reports: Statement of Operations (January 2016) and Cash Flow Report: Trustee Simon asked about expenses being shown as positive numbers on the report. Following explanation by staff and on a motion by Trustee Holloway seconded by Trustee Pavão, the Board unanimously approved the item.

Item No. 3 Approval of Accounts Payable January 2016 and General Fund Expenses: Trustee Simon requested clarification of payments to Davey Tree Expert Co., Harold W Thompson, Inc., Home Depot, and Muller & Associates. Trustee Pavão requested clarification on the payment to City of Sacramento Revenue. Trustee Redway requested clarification of the payment to Harris Industrial Gases. Following explanations by staff and on a motion by Trustee Holloway seconded by Trustee Pavão, the Board unanimously approved payments on the Schedule of Accounts Payable (January 2016) of \$39,931.97 and General Fund Expenses of \$72,999.10 (total aggregate sum of \$112,931.07).

Item No. 4 Draft FY 2014-15 Audit: The Board reviewed the draft audit. The management letter included discussion of Statement No. 75 from the Government Accounting Standards Board which requires governments to report a net Other Post Employment Benefits liability on the face of the financial statements that was previously

just disclosed in the footnotes. A final version will be presented at the March meeting. The report was received and filed by the Board. No action was taken on this item.

Item No. 5 System Wide Improvement Framework (SWIF) for the American River South Levee and City of Sacramento Maintenance Area 9: The Board reviewed a draft of the SWIF in December. No substantive changes have been made since the last presentation of the document. The schedule for levee modernization and funding is yet to be determined. Mr. Rick Johnson, Executive Director of SAFCA will attend the March Board meeting to discuss the upcoming Consolidated Capital Assessment District 2 with the Board. Trustee Pavão asked about compensation for the removal of hazardous trees on the list and the timeline for completion. GM Kerr noted that the District will use private contractors to remove the trees once the project is approved and the work will be done in small stages over time to limit impact. On a motion by Trustee Shah seconded by Trustee Pavão, the Board unanimously approved endorsement of the SWIF.

Item No. 6 City of Sacramento's Sutter's Landing Bike Trail and Ramp Construction—Memorandum of Understanding between American River Flood Control District and the City of Sacramento (Second Amendment to Operation and Maintenance Agreement for Two Rivers Trail-Phase II): On a motion by Trustee Pavão seconded by Trustee Holloway the Board unanimously approved the item.

Item No. 7 Draft MBK Engineers LAR Erosion Inspection: GM Kerr provided a review of the Erosion Inspection Report noting that there were no flood events or new sites of levee erosion in the last year. With water levels at an all time low, members of the Bank Protection Working Group (BPWG) were surprised to see no undercutting along the riverbank. The BPWG will take designated sites and carry the evaluation further to determine potential flood risk. Trustee Pavão requested the final report include a map of the sites indicated in Table Three. On a motion by Trustee Pavão seconded by Trustee Redway, the Board unanimously approved the draft report. A final report will be available in March.

Item No. 8 Closed Session: Conference with Legal Counsel—Personnel: Government Code 54957—Employment: Levee Maintenance Worker, Range B: At 11:45 a.m. the Trustees met in closed session with District Counsel Aladjem and GM Kerr. The Board returned to open session at 12:15 p.m. No reportable action was taken.

Item No. 9 Administrative Staff Reports:

a) *General Manager Tim Kerr reported on the following:*

- General Manager's January Meeting Summary: Bank Protection Working Group (SAFCA) was discussed. This group was formed in 2015 to provide an alternative to the USACE's bank protection proposal in the American River Common Features General Reevaluation Report. At the

Two Rivers Trail Meeting GM Kerr noted that the levee may be overbuilt in the area which could provide a location for an off-crown trail;

- Improvements at La Riviera District Yard: City zoning doesn't allow for the District's intended use of the parcel. Various options were discussed;
- USACE 2015-16 Construction: Site R7 construction is ongoing. This is the last site of the Common Features Project;
- Hydrologic Conditions: Folsom Lake is 61% full with an outflow of 1,700 cfs. The gauge at the I Street Bridge shows a water surface elevation 5.0 feet above sea level;
- Next Board Meeting: The next Board meeting is scheduled for March 18, 2016.

b) Legal Counsel David Aladjem had nothing further to report.

c) Office Manager Michelle Wilder reported on the following:

- Conflict of Interest—Form 700 E-Disclosure Overview: Office Manager Wilder provided a brief training presentation on how to use the online reporting software for Sacramento County Form 700 filing.

Item No. 10 Operations and Maintenance Staff Reports:

a) Superintendent Richard Marck reported on the following:

- Crew activities including levee slope maintenance, shop organization, staff training, and hazardous tree removal.

Item No. 11 Questions and Comments by Trustees: Trustee Shah asked to be updated as soon as the candidate filing dates were available from County Elections.

Item No. 12 Adjourn: There being no further business requiring action by the Board, the meeting was adjourned by Trustee Simon at 12:59 p.m.

Attest:

Secretary

President