

MEMORANDUM

TO: Board of Trustees

THROUGH: Steven J. Pinkerton
General Manager

THROUGH: Joseph J. Pomroy, P.E.
Director of Public Works

FROM: Bradley A. Johnson, P.E.
Director of Asset Management

SUBJECT: Review, discuss and possibly authorize amending Intergovernmental Grant Administration Agreements (IGAA) with South Tahoe Public Utility District to increase the available grant funds to the District for planning, design, and construction of water system improvements that have a direct relationship to fire suppression by \$71,327 for the 2015 IGAA and by \$57,068 for the 2016 IGAA

STRATEGIC PLAN: Long Range Principle 5 – Assets and Infrastructure

DATE: March 10, 2017

I. RECOMMENDATION

That the Board of Trustees makes a motion to:

1. Authorize amending the 2015 and 2016 Intergovernmental Grant Administration Agreements (IGAA) with South Tahoe Public Utility District (STPUD) to increase available grant funds to the District for planning, design, and construction of water system improvements that have a direct relationship to fire suppression by \$71,327 for the 2015 IGAA and by \$57,068 for the 2016 IGAA.
2. Authorize the Chairperson of the Board of Trustees to sign all IGAA amendment documents based on a review by General Counsel and Staff.

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II. DISTRICT STRATEGIC PLAN

Long Range Principle #5 – Assets and Infrastructure – The District will practice perpetual asset renewal, replacement, and improvement to provide safe and superior long term utility services and recreation activities.

- The District will maintain, renew, expand, and enhance District infrastructure to meet the capacity needs and desires of the community for future generations.
- The District will maintain, procure, and construct District assets to ensure safe and accessible operations for the public and the District's workforce.

III. BACKGROUND

At the June 24, 2015 meeting, the Board of Trustees authorized an IGAA with STPUD that provided the District with \$228,872 in federal fiscal year 2015 funds for planning, design, and construction of water system improvements that have a direct relationship to fire suppression. Similarly, at the July 27, 2016 meeting, the Board of Trustees authorized an additional IGAA with STPUD that provided the District with \$183,029 in federal fiscal year 2016 funds. These funds require a 50% local match and came via the Lake Tahoe Community Fire Prevention Partnership with the United States Forest Service. The public water purveyors included in the partnership are STPUD, North Tahoe PUD, Tahoe City PUD, IVGID, Kingsbury GID, Round Hill GID, Douglas County, and Lakeside Park Association.

Funds from the 2015 and 2016 IGAA's were utilized to partially offset District expenditures on the 2016 Watermain Replacement and Fire Flow Enhancement Project awarded by the Board of Trustees at the July 27, 2016 meeting.

In late January 2017, STPUD notified the District that there is an additional \$71,327 available to the District from the 2015 federal allocation to the partnership and an additional \$57,068 available to the District from the 2016 allocation. The proposed amendment will allow receipt of those funds. Expenditures already incurred during the completion of the 2016 Watermain Replacement and Fire Flow Enhancement Project are eligible for reimbursement under the proposed IGAA amendments and will completely consume the entire

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\$71,327 in 2015 funds. The \$57,068 in additional 2016 funds, along with \$57,719 in remaining funds from the original 2016 IGAA allocation, will be utilized to offset District expenditures on the proposed 2017 Watermain Replacement and Fire Flow Enhancement Project scheduled for completion this summer.

IV. BID RESULTS

Not applicable.

V. FINANCIAL IMPACT AND BUDGET

Amending the IGAs makes an additional \$128,395 available to the District for water system improvements related to fire suppression. This reduces District expenditures while completing necessary improvements to our water system to aid in protecting the community from wildland fire. This grant funding requires 50% matching funds from IVGID.

By amending the IGAs, the District will have received a total of \$3,657,919 in grant funding through the Partnership; summarized in the table below:

Federal Budget Year	Grant Amount
2009-10	\$1,174,770
2010-11	\$1,168,742
2011-12	\$233,748
2012-13	\$210,311
2013-14	\$179,019
2014-15	\$151,033
2015-16 (amended)	\$300,199
2016-17 (amended)	\$240,097
Total	\$3,657,919

VI. ALTERNATIVES

Not authorize amending the IGAs which would result in not receiving additional federal funds for water system improvements related to fire suppression.

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VII. COMMENTS

This has been a collaborative effort of the Public Water Purveyors at Lake Tahoe working together using our long standing relationship developed from the Tahoe Water Supplier's Association.

VIII. BUSINESS IMPACT

This item is not a "rule" within the meaning of Nevada Revised Statutes, Chapter 237, and does not require a Business Impact Statement.