

Patrick Jones
County Member
Pamelyn Morgan
City Member Alternate
Stan Neutze
City Member Alternate
Mark Dacquisto
City Member

Irwin Fust
Special District Member
Mary Rickert
County Member Alternate
Brenda Haynes
Special District Member



Larry Russell
Public Member
Joe Chimenti
County Member
Fred Ryness
Special District Alternate

Katharine Ann Campbell
Public Member Alternate
George Williamson
Executive Officer
James M. Underwood
General Counsel
Kathy Bull
Manager

MINUTES

Special Commission Meeting March 3, 2022
City of Shasta Lake Council Chambers
4488 Red Bluff Street, Shasta Lake, California

(These minutes are not intended to be a verbatim transcription of the proceedings and discussion associated with the business on the Commission's agenda; rather, what follows is a summary of the order of business and general nature of testimony, Commission deliberation, and action taken.)

1. CALL TO ORDER

- a. Chairman Fust called the meeting to order at 8:58 a.m. in-person at the City of Shasta Lake Council Chambers.

Present: Chairman Fust, Vice-Chairman Chimenti, Commissioners Baugh, Haynes, Neutze, and Russell. Alternative Commissioners Campbell, Rickert and Ryness were in the audience.

Staff Present: Executive Officer George Williamson (via phone), Office Manager Kathy Bull.

Absent: Commissioner Dacquisto and Alternate Commissioner Morgan, General Counsel Jim Underwood.

- b. Joe Chimenti led the pledge of Allegiance.

- c. Chairman Fust announced City Member Michael Dacquisto as Commissioner.

- d. Consider Public Member Commissioner Appointment

Motion to reappoint Larry Russell as Public Commissioner was presented by Commissioner Baugh, seconded by Commissioner Chimenti, and passed by the following votes:

Ayes: Baugh, Chimenti, Fust, Haynes, Neutze

Noes: None

Abstain: Russell

Absent: Dacquisto

- e. Election of Chairman/Vice-Chairman

Motion: to elect Irwin Fust as Chair and Stan Neutze as Vice-Chair was presented by Commissioner Chimenti, seconded by Commissioner Haynes, and passed by the following votes:

Ayes: Baugh, Chimenti, Fust, Haynes, Neutze, Russell

Noes: None

Abstain: None

Absent: Dacquisto

2. PUBLIC COMMENT

No public comments were provided.

3. AGENDA ADOPTION

- a. Agenda Additions/Changes

999 Mission De Oro Drive, Suite 106, Redding, CA 96003

Phone: 530.242.1112

eo@shastalafco.org

No changes were provided.

Motion to approve agenda adoption was presented by Commissioner Neutze, seconded by Commissioner Baugh, and passed by the following votes:

Ayes: Baugh, Chimenti, Fust, Haynes, Neutze, Russell

Noes: None

Abstain: None

Absent: Dacquisto

- b. Business/Campaign Conflict Disclosures
No conflicts were provided.

4. SPECIAL PRESENTATIONS

No presentations were provided.

5. CONSENT CALENDAR

- a. Minutes from December 5, 2021 Commission Meeting.
- b. Fiscal Information – November and December bank statements, reconciliations, disbursements.
Motion to approve consent calendar was presented by Commissioner Baugh, seconded by Commissioner Haynes, and passed by the following votes:
Ayes: Baugh, Chimenti, Fust, Haynes, Neutze, Russell
Noes: None
Abstain: None
Absent: Dacquisto

6. CORRESPONDENCE

- a. SDRMA Letter – Advising of Liability Rate Increase
The letter provided an estimate of the estimated contribution for next fiscal year.
- b. Letter from Beverly Fickes regarding Clear Creek CSD
Ms. Fickes shared with the Commission the information provided in the letter received was given to the Shasta County Grand Jury and shared her concern about the fiscal viability for Clear Creek CSD. There was discussion regarding an audit as well as on when the next MSR/SOI update was going to be completed. Mr. Williamson explained staff will schedule the Clear Creek MSR/SOI update for next fiscal year with a plan to prioritize the update. A compliance work program is planned for the April 7th meeting, which will list the MSR/SOI updates to be completed during Fiscal Year 2022/2023.

7. SCHEDULED PUBLIC HEARINGS

- a. Centerville Community Services District Draft Municipal Service Review/Sphere of Influence update.

Mr. Williamson recommended this hearing to be continued after hearing public comments. Staff has been working with the general manager, Chris Muehlbacher who would like to provide the proposed boundary reduction to the Centerville CSD board before final approval by Shasta LAFCO. He explained there were public lands within the sphere that typically do not receive water services. The Commission had some questions regarding finance including reserve accounts, water availability from the Bureau of Reclamation, and water sustainability which can be answered at the April 7th meeting.

Chair Fust opened the public hearing and with no public comments, the public hearing was closed.

The Commission asked that a representative from the County appear at the next meeting to explain the availability and sustainability of water from the aquifer and wells.

Motion to continue the MSR/SOI update to the April 7th meeting via Resolution 2022-01 was presented by Commissioner Baugh, seconded by Commissioner Neutze, and passed by the following votes:

Ayes: Baugh, Chimenti, Fust, Haynes, Neutze, Russell

Noes: None

Abstain: None

Absent: Dacquisto

- b. Mayers Memorial Healthcare District Draft Municipal Service Review/Sphere of Influence update
Mr. Williamson provided information regarding services provided from the only independent healthcare district in Shasta County. The sphere boundary also encompasses portions of Modoc and Lassen Counties that include some disadvantaged communities. There is no change to the boundaries. The Commission provided one edit to the report.

Chair Fust opened the public hearing and with no public comments, the public hearing was closed.

Motion to approve the Mayers Memorial Healthcare District MSR/SOI update via Resolution 2022-02 was presented by Commissioner Russell, seconded by Commissioner Haynes, and passed by the following votes:

Ayes: Baugh, Chimenti, Fust, Haynes, Neutze, Russell

Noes: None

Abstain: None

Absent: Dacquisto

- c. Mountain Gate Community Services District Draft Municipal Service Review/Sphere of Influence update.

Mr. Williamson stated Mountain Gate CSD provides both water and fire services. They are planning an extensive water system upgrade which is included in report. The water system upgrade will help with their fire services. There is a reduction in the sphere boundary. The Commission asked for the age of the fire equipment.

Chair Fust opened the public hearing. Jeff Cole, general manager of Mountain Gate CSD provided information on water usage including previous water leaks. The CSD will have to purchase water from the McConnell Foundation for supplementation. Water received from Bureau of Reclamation is health and safety only. The water system upgrade is being funded by a \$500,000 grant for planning and have applied for a grant for the work itself which is between \$9 to \$10 million. There are 3 wells and have applied for a grant to rework one of the wells. The public hearing was closed.

Motion to approve the Mountain Gate CSD MSR/SOI update via Resolution 2022-03 was presented by Commissioner Baugh, seconded by Commissioner Chimenti, and passed by the following votes:

Ayes: Baugh, Chimenti, Fust, Haynes, Neutze, Russell

Noes: None

Abstain: None

Absent: Dacquisto

8. NEW BUSINESS

a. Election of Executive Committee Third Member

Motion: to elect Larry Russell as third member of the Executive Committee was presented by Commissioner Baugh, seconded by Commissioner Haynes, and passed by the following votes:

Ayes: Baugh, Chimenti, Fust, Haynes, Neutze, Russell

Noes: None

Abstain: None

Absent: Dacquisto

b. Budget Schedule for Fiscal Year 2022/2023

A budget schedule was provided to the Commission with proposed budget to be provided at the April 7th meeting.

9. OLD BUSINESS

a. Commissioner Terms of Office

Updated information was provided for Commissioner Terms of Office with staff awaiting information from the Board of Supervisors for any change to County selections.

b. Invoices from Planwest Partners, George Williamson for November, and December 2022.

Motion to approve Planwest Partners invoices was presented by Commissioner Haynes, seconded by Commissioner Neutze, and passed by the following votes:

Ayes: Baugh, Chimenti, Fust, Haynes, Neutze, Russell

Noes: None

Abstain: None

Absent: Dacquisto

c. Authorize a One-Year Time Extension for Fall River Valley Fire Protection District Annexation – County Service Area #1 detachment.

Jeff Oldson, Fire Chief Fall River Valley FPD provided reason for time extension. He stated there is an area to be annexed into the Fall River Valley FPD that is non-controversial from a service standpoint, however, Shasta County had determined that CSA #1 would retain 100% tax revenue while not providing fire protection services. He believes there are new circumstances and new information that was not provided to the County BOS and has requested this to be brought before the BOS at their March 15th meeting to receive the funding from tax revenue. Without the tax exchange revenue, the annexation will not be able to move forward. He has received numerous letters from the public in support of the annexation with one comment he received stated tax dollars should go to the nearest fire district that will provide protection.

Service time is greatly reduced by using county services and would take approximately thirty minutes from dispatch to arrival on incident.

Commissioner Baugh as a BOS member said he had received a letter from Chief Oldson and would like to hear the information verbally. Chief Oldson provided dollar amounts for services and stated approximately \$25,000 would cover the cost of dispatching and would receive approximately \$1,500 from Lassen County. The Fire Protection District log requires that the County provide the funding. He is hopeful he can go back to the BOS and plead their case for finances.

Commissioner Baugh asked if Chief Oldson received a response from the County to which he did not. Commissioner Baugh said he was just appointed Chairman for the BOS and was not inclined to place on the agenda unless another BOS member asked. Commissioner Chimenti, also a BOS member asked for this to be placed on the BOS agenda. Commissioner Baugh agreed to place on BOS agenda for March 15th if there was adequate room for a reconsideration.

Commissioner Rickert as a citizen, shared that she lived in the district and asked that the Commission help the district with trying to find funding. Alternate Commissioner Campbell, also a citizen in the district, said if there is an incident, the response time was phenomenal.

Motion to approve One-Year Time Extension for Fall River Valley Fire Protection District Annexation – County Service Area #1 detachment via Resolution 2022-04 was presented by Commissioner Baugh, seconded by Commissioner Chimenti, and passed by the following votes:

Ayes: Baugh, Chimenti, Fust, Haynes, Neutze, Russell

Noes: None

Abstain: None

Absent: Dacquisto

- d. Correction to LAFCO Resolution 2020-09 for the Fall River Valley Fire Protection District Consolidation.

Motion to approve the correction to Resolution 2020-09 was presented by Commissioner Baugh, seconded by Commissioner Chimenti, and passed by the following votes:

Ayes: Baugh, Chimenti, Fust, Haynes, Neutze, Russell

Noes: None

Abstain: None

Absent: Dacquisto

10. EXECUTIVE OFFICER REPORT

Mr. Williamson noted a public notice for the Fiscal Year 2022/2023 Budget will be sent out later in the month.

11. CLOSED SESSION

No closed session was scheduled.

12. COMMISSIONER ANNOUNCEMENTS

Commissioner Haynes stated there are leaks with earthen canal in A.C.I.D. which helps to replenish the aquifer. If A.C.I.D does not have water to give to customers, it will make a huge impact.

Commissioner Baugh thanked the Commission and staff for the work that has been accomplished. Commissioner Fust stated he had presented LAFCO and special district information to the incoming Grand Jury. Commissioner Russell thanked everyone for supporting the fire districts. Commissioner Baugh asked an audience member Jennifer if there was a concern.

Jennifer Russo, a county employee said Agenda item 9.b. referenced a different resolution number than was in the packet. Staff clarified that this was a Resolution number typo on the agenda, the Resolution number in the agenda item is correct.

13. STAFF ANNOUNCEMENTS

a. Next Regular Meeting is scheduled for Thursday, April 7, 2022 at 9:00 a.m. located at the City of Anderson Council Chambers, 1887 Howard Street, Anderson, California.

14. ADJOURNMENT

There being no further business, Chairman Fust adjourned the meeting at 10:48 a.m.

ATTEST:

Kathy Bull
Kathy Bull
Acting Clerk to the Commission

APPROVED:

Irwin Fust
Irwin Fust
Chairman

DATE: 4/7/2022

DATE: 4/7/2022