

DEVIL'S GATE GENERAL IMPROVEMENT DISTRICT
May 6, 2009

STATE OF NEVADA)
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COUNTY OF EUREKA)

CALL TO ORDER

The Board of Eureka County Commissioners, sitting as Board of Directors for the Devil's Gate General Improvement District, met pursuant to law on May 6, 2009, during a scheduled break from the regular Eureka County Commission Meeting. Present were Chairman Leonard Fiorenzi, Vice Chairman Mike Page, Member Jim Ithurralde, District Attorney Theodore Beutel, and Clerk & Treasurer Jackie Berg. Chairman Fiorenzi called the meeting to order at 10:05 a.m.

APPROVAL OF AGENDA

Member Ithurralde motioned to approve the agenda as posted. Vice Chairman Page seconded the motion. Motion carried 3-0.

PUBLIC COMMENT

Chairman Fiorenzi opened the floor to public comments. There were none.

APPROVAL OF MINUTES

Member Ithurralde made a motion to approve the minutes for March 6, 2009. Vice Chairman Page seconded the motion. Motion carried 3-0.

DEVIL'S GATE GENERAL IMPROVEMENT DISTRICT

Update Report on Water Systems: Ron Damele, Public Works Director, reported that the Devil's Gate GID District #1 and #2 water systems are working well. In order to keep the consumers in the district informed on the status of the temporary water moratorium in District #2, the Public Works office has sent out another notice providing a status report. The notice included information regarding progress on connecting the two water districts.

District #1 and District #2 Interconnection: Mr. Damele informed the Board that plans and specifications for the interconnection of District #1 and District #2 are progressing. A meeting was held with Day Engineering the previous week to review the project plans, and Dean Day will meet in the near future with Jack Orr, Senior Utility Operator. The project will be ready to go to bid following that meeting and upon acquisition of the right-of-way.

Right-of-Way Acquisition: Mr. Damele provided a map of the proposed right-of-way, which is currently detained awaiting release by the lien holder on one of the property owners' land, and refinement of indemnity language for another property owner. Mr. Damele and District Attorney, Ted Beutel, are aggressively working on this in order to lift the moratorium as early as possible, but some of the delays are contingent upon other parties.

Nevada Drinking Water Revolving Fund Loan: County Engineer, Tom Young, explained that the recent national stimulus package has provided funds to the Nevada Department of Environmental Protection (NDEP) for water projects. Mr. Young submitted a number of pre-applications on behalf of the Town of Eureka, Crescent Valley, and Devil's Gate GID. The Devil's Gate application, in the amount of \$1.1 million, was specifically for arsenic treatment and the interconnection pipeline. NDEP ranked Devil's Gate as 11th out of 85 total applications and that project is eligible for a 0% interest loan with a 20-year term. It was not eligible for a grant, based on median income for Eureka County. Public Works will conduct a survey of median income for residents of the GID, and Mr. Young will submit a grant request based on that

median income and on the low number of consumers supporting that water system. Member Ithurralde motioned to authorize submission of the application for the Nevada Drinking Water Revolving Fund Loan, on a grant basis if possible, and to direct Public Works to proceed with household income survey for Devil's Gate GID. Vice Chairman Page seconded the motion. Motion carried 3-0.

PUBLIC COMMENTS

Chairman Fiorenzi opened the floor to public comments. There were none.

ADJOURNMENT

At 10:21a.m., Vice Chairman Page made a motion to adjourn the meeting. Member Ithurralde seconded the motion. Motion carried 3-0.

Approved this 8th day of June, 2009.

/s/ Leonard Fiorenzi
Leonard Fiorenzi, Chairman

Attest: /s/ Jackie Berg
Jackie Berg, Clerk