

**MINUTES OF THE FINANCE COMMITTEE OF THE  
SUTTER BUTTE FLOOD CONTROL AGENCY  
JULY 1, 2014**

The Finance Committee of the Sutter Butte Flood Control Agency (Agency) Board of Directors (Board), State of California, met on the above date at 10:30 a.m. at 1227 Bridge Street, Suite C, Yuba City, California.

**MEMBERS PRESENT**

County of Butte:	Steve Lambert
City of Yuba City:	John Dukes
Levee District 1:	Al Montna
Levee District 9:	David Lamon

**STAFF PRESENT:** Mike Inamine, Executive Director; Andrea Clark, Agency Counsel; Seth Wurzel, Budget Manager; Sarah Modeste, Administrative Manager

**REGULAR MEETING**

**1) Discussion Items**

**a. FRWLP Construction Cost, Funding & Schedule Issues**

Executive Director Mike Inamine stated that there are five headings of work along Project Areas B, C and D. Within the three project areas, 12 cultural sites have been identified; cultural sites range from burial sites to materials. Four of the sites include human remains. SBFCA is working with the USACE, SHPO, Native American Tribes and soon the Native American Heritage Commission. Although SBFCA anticipated some cultural sites, it did not anticipate 12 sites at the time of the environmental document preparation. Construction work is suspended in the 12 cultural sites. Mr. Inamine stated that SBFCA must operate under Federal and State laws and requirements; once human remains are identified, State law must be followed.

Director John Dukes asked if the method of excavation changed once human remains are identified. Mr. Inamine stated that in order to meet Federal regulations, archeologists must sensitively excavate the site by hand, which is can be very costly. Monitors from United Auburn Indian Community and Enterprise Rancheria are on site and SBFCA's relationship with the tribes has improved over time. SBFCA does not know what the financial commitment to these sites will be until the archeologists and the USACE evaluate the sites together.

Director Dukes asked how much money was budgeted for this type of work. Mr. Inamine stated that two sites were budgeted. However, now that there are 12 sites, the costs will be much higher. The worst case scenario based on what SBFCA knows today is approximately \$10.8 million. The project completion could be delayed one year, which would increase costs; SBFCA is working with the contractor to sequence their work to areas outside the cultural resource areas. There could be additional Federal funding through the Feasibility Study through the USACE.

Director Al Montna asked if the levee had been degraded in the cultural sites. Mr. Inamine stated that SBFCA is working back from November 1 to ensure that there is enough time to rebuild the levees for the winter.

Mr. Inamine stated that DWR has altered its original agreement with SBFCA regarding the right of way cost share policy. This renegotiated amount will cost the agency an additional amount of around \$2.7 million.

The overall budget for the FRWLP is approximately \$280 million, which includes the \$10.8 million for cultural impacts, which could change. DWR recently changed their policy and are now requiring additional geodetic work which will cost approximately \$2.8 million. This is also included in the \$280 million.

SBFCA's budgeted right of way costs are less than anticipated, which is a testament to the effectiveness of the consultant team.

Mr. Inamine stated that there are three low level funding risks, including: timing of the new grant agreement with DWR, crediting of completed work (the amount and cost share), and State funding availability from Bond 1e funds. DWR funding commitment letters consistently state that they may not provide any future funding.

No public comment.

**b. Review of SBFCA Overall Program Budget Chart**

Budget Manager Seth Wurzel and Mr. Inamine described how the Agency manages and tracks funding for the Agency.

CADAC member Steve Scriven stated that he appreciated the information and glad he was able to attend the committee meeting. He stated that he recommended forming a finance committee when he joined the school board and believes it is a good idea for SBFCA.

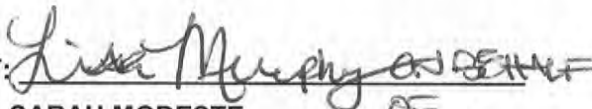
**c. Review of Potential New Task Orders & Budget Modifications**

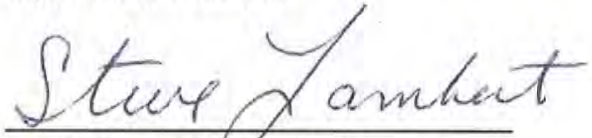
Mr. Wurzel reviewed upcoming Board requests associated with additional work at Oroville Wildlife Area, Laurel Avenue and Gridley Bridge.

**ADJOURNMENT**

With no further business before the committee, the meeting was adjourned at 11:50 a.m.

ATTEST BY:

  
SARAH MODESTE

  
STEVE LAMBERT, CHAIR