

EUREKA COUNTY BOARD OF COMMISSIONERS

May 19, 2014

STATE OF NEVADA)
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COUNTY OF EUREKA)

CALL TO ORDER

The Board of Eureka County Commissioners met pursuant to law on May 19, 2014. Present were Chairman J.J. Goicoechea; Vice Chairman Jim Ithurrealde; Commissioner Michael Sharkozy; District Attorney Ted Beutel; and Executive Assistant, Jackie Berg. The meeting was called to order at 9:30 a.m. and began with the Pledge of Allegiance. The interactive video conferencing system was connected and utilized between Crescent Valley and Eureka for the entire meeting.

APPROVAL OF AGENDA

Commissioner Ithurrealde motioned to approve the agenda as posted; Commissioner Sharkozy seconded the motion; motion carried 3-0.

PUBLIC COMMENT

Chairman Goicoechea opened the floor for public comments. Christine Smith, resident of Eureka, asked about the decision not to conduct a health fair. She understood that an agreement could not be reached with the provider to offer a blood draw.

At an earlier meeting, the Health Insurance Committee explained that the Affordable Care Act restricts providers from offering certain services outside their regular locations of operation. Therefore, the company that previously conducted the health fairs, St. Mary’s Health, is no longer available. The Commissioners explained that a proposal was solicited from Nevada Health Centers. Their proposal only offered a finger-stick blood test with limited results at a higher per participant cost than the previous provider, so the proposal was rejected.

APPROVAL OF MINUTES

April 21, 2014, Commission Meeting: Commissioner Sharkozy motioned to approve the minutes of the April 21, 2014, Commission meeting; Commissioner Ithurrealde seconded the motion; motion carried 3-0.

April 24, 2014, Special Meeting: Commissioner Ithurrealde motioned to approve the minutes of the April 24, 2014, special meeting; Commissioner Sharkozy seconded the motion; motion carried 3-0.

FINANCE

Payment of Expenditures: Expenditures were presented for approval by Recorder & Auditor, Mike Rebaleati. Commissioner Ithurrealde motioned to approve expenditures in the amount of \$519,452.79 for accounts payable and \$295,542.42 for payroll, for a grand total of \$814,995.21; Commissioner Sharkozy seconded the motion; motion carried 3-0. There were no Yucca Mountain expenditures for this period.

Auditor’s Report: The Auditor’s Report was reviewed later in the day in conjunction with the budget discussions. Mr. Rebaleati commented that the report reflected a decline in revenues, showing the trend the County now faces related to net proceeds of minerals.

COMMISSIONERS

Update Reports: All Commissioners attended the Living with Fire Regional Conference at the Opera House on May 6th. Commissioner Ithurrealde attended the Medical Clinics Advisory Committee meetings on May 7th and May 8th; met with a representative of Merry X-Ray at the

Eureka Clinic on May 13th; and auctioneered for the Treasurer's delinquent tax property auction on May 17th.

Commissioner Sharkozy attended the Eureka County Economic Development Program meeting on May 8th; met with representatives of Barrick Gold regarding community issues on May 9th; attended the Show What Ya Brung Car Show on May 10th; attended the Crescent Valley Town Advisory Board meeting on May 12th; attended a Search & Rescue meeting in Beowawe on May 12th; attended the Crescent Valley Volunteer Fire Department meeting on May 13th; attended the Great Basin Regional Development Authority meeting in Battle Mountain on May 14th; and participated in the May Clean-Up Day in Crescent Valley on May 17th.

Chairman Goicoechea attended the Humboldt River Basin Water Authority meeting in Winnemucca on May 9th, as well as a pre-meeting with representatives of Nevada Mining Association; traveled to Carson City on May 13th to chair the Nevada Sagebrush Ecosystem Council meeting; and participated with several others (Senator Pete Goicoechea, Natural Resources Manager Jake Tibbitts, and NRAC Chairman Jim Baumann) in a grass tour of portions of the Argenta Allotment on May 17th.

Chairman Goicoechea commented on the favorable condition of the Argenta Allotment and the fact that a fire risk is imminent if grazing doesn't occur soon. This is a prime example that the BLM is handing down arbitrary and capricious grazing decisions. Eureka County continues to fight for the BLM to work with the permittees for flexible and adaptive management of these lands. Senator Pete Goicoechea has made contact with and given stern direction to BLM Acting Director, Neil Kornze, on this issue.

It was apparent at the Sagebrush Ecosystem Council Meeting that the complaint being drafted by Holsinger Law is a necessary action. The US Fish & Wildlife Service informed those in attendance that Nevada's effort in the proposed State Plan (Alternative E in the Greater Sage-Grouse Draft EIS) does not meet the objectives set forth in the Conservation Objective Team Report. A representative of the Nevada Mining Association challenged the COT Report and the recommendation of special land designations. If the agencies are successful, there are indications that up to 98% of all sage grouse habitat in the State of Nevada will be off limits for development. The Chairman reiterated that the State Plan is a workable plan for Nevada.

Update of Cemeteries in Eureka County: This item was tabled from the last meeting pending more information. Mr. Rebaleati believes an update of data for the cemeteries within Eureka County can be accomplished by his staff with some outside help at minimal cost. Commissioner Ithurralde motioned to approve updating data related to the cemeteries within Eureka County and that the project be facilitated by the Recorder/Auditor's office; Commissioner Sharkozy seconded the motion; motion carried 3-0. Some of these grounds are private cemeteries and the Board encouraged groups or individuals to come forward with any information they can provide.

Appraisals of APN 001-221-08: As required when selling County owned property, two appraisals were obtained for APN 001-221-08, a 7.68 acre lot in the Eureka Canyon Subdivision. This parcel has been identified for a captured sale to Scott Raine and Raines LLC in a resolution adopted April 21, 2014. US Property Valuation, LLC, valued the property at \$154,000.00 and Thomas Riggins, CGA, valued the property at \$40,000.00.

Commissioner Ithurralde noted that the higher appraisal used commercial properties in other counties for comparable sales and Eureka County has no commercial property since there is no zoning. He was not comfortable with these properties being used for comparable sales.

County Assessor, Michael Mears, stated that the Assessor's office has assigned a current market value of \$56,871.00 (~\$7,400.00/acre) to the parcel. This value is based on sales of large parcels in Eureka in roughly the past five years and is therefore a more appropriate calculation.

Commissioner Ithurralde noted he did not agree with the appraisals, but for the purpose of entering them into the record, motioned to accept the appraisals from US Property Valuation,

LLC, and Thomas Riggins, CGA, for APN 001-221-08. Commissioner Sharkozy seconded the motion. Motion carried 3-0.

Sales Price of APN 001-221-08: The resolution stated the parcel would be offered for sale at the highest appraised value. Commissioner Ithurralde felt this would be an injustice due to the inflated appraisal and proposed amending the resolution to sell the property for \$8,000.00 an acre and to hold a public hearing to receive public comment regarding sale at this proposed price. Commissioner Sharkozy stated the higher appraisal was excessive and he supported Commissioner Ithurralde's suggestion. Chairman Goicoechea agreed that the huge variance in appraisal numbers showed that something was amiss, but he felt the Board should support its previous action and stand by the original resolution. Commissioner Sharkozy felt the Board should have latitude to correct a previous decision or action.

Scott & Sylvia Raine provided public comment. Mr. Raine stated the preliminary cost estimate for the soil remediation required on the property is between \$42,000.00 and \$47,000.00, so he would appreciate the most reasonable sales price possible.

Commissioner Ithurralde motioned to propose a new resolution setting the sales price for APN 001-221-08 at \$8,000.00 per acre, and to hold a public hearing at 11:00 a.m. on June 6, 2014; Commissioner Sharkozy seconded the motion; motion carried 2-1. Chairman Goicoechea voted against the motion, not because he disagreed with the intent, but because he didn't feel the Board should backtrack on a previous resolution.

AMBULANCE & EMS

Update Report: EMS Coordinator, Mike Sullivan, reported on emergency services since his update the previous month. Eureka had 17 calls for service (48 year-to-date) and Crescent Valley had four calls for service (27 year-to-date). Volunteer levels are stable for both services. Continuing education training was held in Eureka on April 28th and May 5th and in Crescent Valley on April 24th and May 8th. The next classes are scheduled in Eureka on May 26th and in Crescent Valley on May 29th.

Mr. Sullivan reported on the following activities: he traveled to Carson City on April 21st to submit paperwork for a new driver in Eureka; attended Homeland Security training in Reno on April 22nd; met with Barrick Gold Cortez Mine representatives, Kenny Groves, Senior Coordinator Emergency Preparedness, and Rich Maier, Surface ERT Coordinator, regarding dissolution of the emergency services Memorandum of Understanding with Eureka County; participated in the Firewise Community Days on May 2nd & 3rd with staff and volunteers; and attended a coordination meeting for heart attack management at Northeastern Nevada Regional Hospital on May 9th. Cathy Wolf, EMT-2, and Michael Boharsik, EMT-2, are currently attending EMS Instructor training.

PUBLIC WORKS

Robins Street Improvements & Utility Upgrades Project: Public Works Director, Ron Damele, reported that Phase 1 of the Robins Street Project is on schedule and should be complete by June 4th. The Railroad Street waterline is finished, providing fire flow to the new gymnasium. Road rights-of-way were secured for Egan Street and Sheridan Street by means of a quit claim deed from the Eureka County School District. The crusher for the project is set up and in operation at the Eureka Landfill.

Public Works Projects: ENVIRONMENTAL PROTECTION AGENCY: Public Works has been reviewing the Eureka Townsite properties map with the US EPA. PRE-SEASON FIRE MEETING: A pre-season fire meeting was scheduled with the BLM and Nevada Division of Forestry on May 21st. COURTHOUSE HVAC: Design work continues on the Courthouse HVAC Project. DIGITAL X-RAY MACHINE: The problem with the digital x-ray machine at the Eureka Medical Clinic has been resolved and images can now be transmitted. CRESCENT VALLEY TOWN PARK: A meeting was held with the contractor and a proposal is being obtained to replace the sprinkler system at the

Crescent Valley Town Park. Initial estimates exceed available funds, so an alternate solution may need to be considered temporarily. Due to the budget situation, some decisions may need to be made related to the high water costs and high labor costs associated with the park.

COUNTY ENGINEER

Robins Street Project: Tom Young, Lumos & Associates, reported that bypass sewer pumping has concluded and should not be needed for the remainder of the project.

Eureka Airport: Applications have been submitted for Federal Aviation Administration grants in excess of \$300,000.00 for capital improvements at the Eureka Airport.

CLERK & TREASURER

Treasurer’s Report: The Treasurer’s Report for April was presented by Clerk & Treasurer, Beverly Conley. Ending balance for the month was \$50,931,466.93. An Investment Committee meeting is scheduled for May 22nd and a representative from Contango will be present.

Tax Delinquent Properties Auction: The two final tax delinquent properties were scheduled for auction on May 17th. One was redeemed prior to the sale and the final property was sold for \$877.52. Ms. Conley thanked Commissioner Ithurralde for acting as auctioneer. Commissioner Ithurralde motioned to accept the Treasurer’s Tax Delinquent Properties Auction Verified Return of Sale and Reconciliation of Trust Property for the real property sale conducted on May 17, 2014. Commissioner Sharkozy seconded the motion. Motion carried 3-0.

SUMMARY: Return of Sale of Trust Property

RESOLUTION

WHEREAS, the Board of County Commissioners of Eureka County, Nevada, on the 6th day of September, 2012, duly ordered the sale at public auction of the hereinafter described real property held by Beverly Conley, as County Treasurer and Ex-Officio Tax Receiver of Eureka County, Nevada, in trust; and

WHEREAS, after due and legal notice of the place and manner of said sale was duly given in the manner required by NRS 361.595, by publication in a newspaper published within the County of Eureka, State of Nevada, and posted as required by NRS 361.595 and the Amended 2012 Order of the Board of Commissioners directing the County Treasurer to offer all tax delinquent properties for sale, said property was sold at public auction on the 17th day of May, 2014, beginning at 10:45 o’clock a.m. of said day; and

WHEREAS, at said sale the property described in the Reconciliation of Tax Auction held May 17, 2014, attached hereto was sold to the persons or entities listed for the total sum of Eight Hundred Seventy-Seven Dollars and Fifty-Three Cents (\$877.53), which was the highest and best bid for the same and the whole amount bid and paid for said property;

NOW THEREFORE, BE IT RESOLVED by the Board of County Commissioners of Eureka County, Nevada, as follows:

1. That the Eureka County Treasurer and Ex-Officio Tax Receiver of Eureka County, Nevada, in trust, execute and file Quit Claim Deeds for record with the County Recorder of Eureka County, Nevada, and deliver said Quit Claim Deeds for properties sold to said purchasers on the attached list.

ADOPTED the 19th day of May, 2014, by the Board of County Commissioners, Eureka County, Nevada.

/s/ J.J. Goicoechea
J.J. Goicoechea, Chairman

ATTEST: /s/ Beverly Conley
Beverly Conley, Eureka County Clerk

NATURAL RESOURCES

Report on Activities: Natural Resources Manager, Jake Tibbitts, reported on recent activities. He attended the Living with Fire Regional Conference at the Opera House on May 6th; participated in a webinar on the proposed rule to define Waters of the US (with a comment deadline of July 21st) and the rulemaking process of the US EPA and US Corps of Engineers;

attended a Eureka Conservation District meeting on May 7th (where Steve Walker, Walker & Associates, was hired to act as facilitator for the scoping process for the Diamond Valley groundwater management plan); attended the Diamond Natural Resources Protection & Conservation Association meeting the evening of May 7th (which included a presentation by Catherine Hansford of Hansford Economic Consulting); visited the Barrick Ruby Hill Mine biochar test plots on May 8th with Chris Peltz of Colorado, administrator for the project; attended the Humboldt River Basin Water Authority meeting and the pre-meeting with Nevada Mining Association in Winnemucca on May 9th; attended the N6 Grazing Board meeting in Austin on May 13th; attended the State Conservation Commission meeting in Carson City on May 16th; and attended the grass tour of portions of the Argenta Allotment on May 17th.

Upcoming Meetings: Upcoming meetings include the Natural Resources Advisory Commission meeting on May 21st; a State Land Use Planning Advisory Council meeting in Carson City on May 23rd; and a Nevada Land Management Task Force meeting in Carson City on May 30th.

BLM Grazing Decisions: Mr. Tibbitts and the Chairman were able to facilitate a short-term solution with one of the grazing permittees and the BLM for a grazing solution for this season. Mr. Tibbitts sent an email to the BLM and Battle Mountain District Manager, Doug Furtado, thanking them for working towards a solution. NRAC will discuss this and related issues at their meeting on May 21st.

Wild Horse Management: A letter to the BLM was approved at the last meeting outlining concerns over the mismanagement of wild horses affecting Eureka County. A response was requested by May 23rd; nothing has yet been received.

Response to Draft Proposed Plan of the Greater Sage-Grouse EIS: The BLM's draft was promised by the end of April, then mid-May, but nothing has been received yet. Now estimates are that it will be released by the end of May. This item will be moved to the next agenda.

Nevada Land Management Task Force: Mr. Tibbitts relayed several items he felt the Board should put forward to the Nevada Land Management Task Force to be addressed in the report that will be submitted to the Legislative Committee on Public Lands in relation to transfer of public lands to the State of Nevada. These consist of four major items: (1) the need for public transparency; (2) addressing issues with the Wild Horse & Burro Act; (3) firefighting on public lands; and (4) the wilderness component. There is no need for a letter, as Chairman Goicoechea and Mr. Tibbitts will attend the next meeting of the Task Force.

Commissioner Ithurralde motioned to have Mr. Tibbitts and the Chairman formulate the recommendations outlined and present them to the Nevada Land Management Task Force at their next meeting scheduled for May 30th; Commissioner Sharkozy seconded the motion; motion carried 3-0.

COUNTY FACILITIES & ECONOMIC DEVELOPMENT

Update Report: Cultural, Tourism, & Economic Development Director, Andrea Rossman, reported on activities at the Opera House, Sentinel Museum, and Economic Development. The last meeting of the Economic Development Program Board on May 8th included a presentation by Mike Baughman, Intertech Services Corporation, on progress of the Comprehensive Economic Development Strategy, particularly the SWOT Analysis (strengths, weaknesses, opportunities, and threats). Public meetings to invite community input are scheduled in Crescent Valley at 6:00 p.m. on June 18th and in Eureka at 6:00 p.m. on June 19th.

Ms. Rossman attended the Great Basin Regional Development Authority meeting in Battle Mountain on May 14th. The next meeting will be held in Eureka on August 12th.

The Show What Ya Brung Car Show and Run What Ya Brung Drag Races were held on May 9th & 10th. Ms. Rossman complimented staff members, Cindy Beutel for coordinating the events and Patty Peek for her assistance. She also credited the volunteers, ECEDP Board members, Assessor Michael Mears, and Public Works for their assistance.

JUVENILE PROBATION

Out-of-State Travel for Conference: Juvenile Probation Officer, Steve Zimmerman, and Senior Department Assistant, Joyce Jeppesen, requested authorization for out-of-state travel to attend a conference in Boise, Idaho. Expenses for the trip will be paid by the State Prevention Infrastructure Grant. If the grant isn't approved, then only Mr. Zimmerman will attend in order to meet continuing education requirements for POST (Peace Officer Standards & Training) certification.

Commissioner Ithurrealde motioned to approve out-of-state travel on July 15th-19th for Juvenile Probation staff to attend the Northwest Alcohol & Substance Abuse Conference in Boise, Idaho; Commissioner Sharkozy seconded the motion; motion carried 3-0.

MEDICAL CLINICS ADVISORY COMMITTEE

Quarterly Performance Audit of NVHC: Garney Damele, Chair of the MCAC, reported results of the quarterly performance audit conducted on Nevada Health Centers, Inc. The MCAC originally recommended a \$300.00 penalty based on an on-call provider only providing phone consultation to a patient. After reviewing this with NVHC, the Committee has agreed that this should be waived, since performance audit language does not specify that the provider make face-to-face contact.

Based on this recommendation, Commissioner Ithurrealde motioned that no penalty is warranted in the performance audit of Nevada Health Centers for the past quarter. Commissioner Sharkozy seconded the motion. Motion carried 3-0.

FY 2014-2015 Contract with NVHC: A pre-contract meeting was held with representatives of NVHC on May 7th. The Committee provided final contract recommendations for Fiscal Year 2014-2015 and Ms. Damele briefly reviewed these for the Board. Changes included language to clarify the on-call requirements, as well as how they will be addressed in the performance audit. Representatives of Nevada Health Centers were in attendance at the Commission meeting and Walter Davis, CEO, responded that they were comfortable with the recommended changes.

Commissioner Ithurrealde motioned to accept the final recommendations and to approve the Fiscal Year 2014-2015 contract with Nevada Health Centers, not to exceed \$778,500.00, and authorized the Chairman to sign the contract outside of the meeting. Commissioner Sharkozy seconded the motion. Motion carried 3-0.

Medical Clinic Service Request Form: County employees and volunteers are often sent to the clinics for immunizations, physicals, and CDL exams. There has been some confusion in the billing process, so a form was created listing these services with prices pursuant to the contract and information on department to be billed. The Board agreed the form will streamline the process and avoid erroneous billings. After some final revisions and additions the form will be available for distribution to the County departments.

Discussion on Health Fair Proposal: Chairman Goicoechea noted there have been questions from the community why a health fair is not being provided. The Commissioners had denied the proposal from NVHC since it did not provide a venipuncture blood draw although the cost was higher than what was offered by the previous company. The Chairman asked NVHC why they were unable to provide the more comprehensive services.

Mr. Davis responded that NVHC is willing to work with Eureka County in the future to plan a health fair that works for all parties, and part of the process will be to better understanding what the County expects.

Housing Lease with NVHC: There were no requested changes to the existing lease agreement for the two provider houses. NVHC assumes responsibility for maintenance, upkeep, and all utilities, with the County responsible for major exterior or structural repairs. A \$3,000.00 security deposit is required, but rent is waived as long as the occupant is employed by NVHC. Commissioner Ithurrealde motioned to sign a one-year lease agreement with Nevada Health

Centers, Inc., beginning July 1, 2014, through June 30, 2015, for housing located at 351 and 381 Well Street in Eureka; Commissioner Sharkozy seconded the motion; motion carried 3-0.

NDEP & US EPA

Soil Testing of County Owned Properties: Tom Dunkelman, US Environmental Protection Agency, returned with an updated list of County owned properties that the EPA is interested in collecting soil data on. The list was updated following provision of data already collected by the County. Greg Lovato and Jeff Collins, of Nevada Division of Environmental Protection, joined the conversation by telephone.

Mr. Dunkelman thanked the County for the data provided on properties already tested, but noted the EPA would like to conduct testing on a tighter grid on specific properties utilized by children, such as the Eureka Park (on Buel Street) and portions of the ball fields on the south end of town. The EPA was satisfied with the results on the north end of town, such as the Eureka Fairgrounds and the Eureka Canyon Subdivision, noting that the data looked 'very good' for those properties. There were very low levels of lead and arsenic and the EPA feels additional sampling in those areas is not warranted.

There were discussions that the grass served as a mitigating factor at the Eureka Park, but EPA has concerns over a long-term solution should the grass not remain. The Board assured the agencies that the grass had been there for years and will be maintained.

Mr. Dunkelman noted that current funding is targeted for cleanup of residential parcels, but the EE/CA (Engineering Evaluation/Cost Analysis) will evaluate options and costs for other areas and ideally the EPA will be able to come up with funding to address any mitigation. The immediate purpose of new testing and further testing of County owned properties is to refine options and cost estimates in the EE/CA.

Other properties of interest are those close to schools or close to residential lots. The list was reviewed and included: Tank Hill; the fire break behind Vandal Way residences; portions of the Chinese Cemetery near the high school; portions of the swimming pool lot; Eureka Park on Buel Street; the hillside adjacent to the Eureka Library; portions of the town ball parks; parking lot between the two ball fields; a strip of land near the veterinary clinic; and one of the provider houses on Well Street. Other properties identified were removed from the list because they were under the jurisdiction of the District Judge or were sufficiently covered or paved.

Consent for Access to Property Form: The Board reviewed the EPA consent form allowing access to property. Their only concern was the phrase, "...*entering and having continued access to my property....*" The Board wanted the access period defined and wanted the word '*continued*' removed. Mr. Dunkelman agreed and noted the form indicated a sampling period of April through July 2014.

Motion Regarding County Properties: Commissioner Ithurralde motioned to direct County staff to work with the County Assessor to create a map depicting the property outlined for sampling by the EPA, to strike the word 'continued' from the Consent for Access to Property Form, and to table final approval until review at the next meeting. Commissioner Sharkozy seconded the motion. Motion carried 3-0.

Questions & Updates: Chairman Goicoechea stated that several people have expressed concern that the US Coast Guard is in Eureka working with the EPA and asked Mr. Dunkelman what agencies are involved. Mr. Dunkelman clarified that the Coast Guard is part of their team. The Commissioners noted that it would have been a courtesy for the EPA to notify Eureka County of this before any speculation occurred.

Mr. Dunkelman apologized for the oversight and explained how the relationship between the entities works. The EPA relies heavily on contractors, but utilizes the US Coast Guard Pacific Strike Team, which is basically a hazmat division, to provide skilled labor to the soil sampling team. Basically, the military personnel can work cheaper than the contractors.

Sheriff Ken Jones asked if the Coast Guard was part of the Department of Homeland Security. Mr. Dunkelman stated they were, noting they have moved to DHS from the Department of Transportation approximately ten years ago. Mr. Lovato added that Coast Guard personnel don't manage information of any sort; they are simply a shared labor resource.

Commissioner Ithurralde referenced the sale of APN 001-221-08 at the Eureka Canyon Subdivision and asked Mr. Dunkelman if he would review the Soil Management Plan for that property. Mr. Dunkelman agreed. A copy will be provided by Public Works.

RESOLUTION HONORING JOHN MINOLETTI

Adoption of Resolution: The Board welcomed John Minoletti and family members: wife Nancy, daughter Deanna, granddaughter Sophia, daughter Theresa, and son Giovanni. The Board thanked Mr. Minoletti for his longtime service to Eureka County. Chairman Goicoechea noted John has been a longtime family friend and could always be depended upon to show up at fires operating a blade or a dozer. Mr. Minoletti thanked the County, including Ron Damele and Ray Hodson for everything that has been done for him.

Commissioner Ithurralde motioned to adopt the resolution honoring longtime Eureka County employee, John Minoletti; Commissioner Sharkozy seconded the motion; motion carried 3-0. The resolution was read into the record.

Eureka, Nevada

May 19, 2014

RESOLUTION
HONORING JOHN MINOLETTI
FOR HIS MANY YEARS OF SERVICE TO EUREKA COUNTY

WHEREAS, the Board of Eureka county Commissioners wishes to honor Eureka County native and longtime employee, John Minoletti, for his faithful service and contributions; and

WHEREAS, Eureka County acknowledges the following biographical information: John was born May 8, 1946, in Ely, Nevada, to Fred & Julia Minoletti. John attended Eureka High School and upon graduation in 1964, completed vocational studies in Weiser, Idaho, for heavy equipment operation. Following his schooling, John served in the National Guard for six years and worked for several years in mines in Battle Mountain and Eureka.

John originally began with Eureka County in 1965, working for nearly four years as an equipment operator for the Road Department. He returned in the early 1980s working seasonally until he began his longtime service in November of 1984 through to his retirement in the Spring of 2014 (with an official retirement date of August 15, 2014), culminating in a total of 35 years. During these years, he worked as utility worker for Public Works and equipment operator for the Road Department, serving as Road Foreman for ten years.

John married Nancy on June 21, 1969, and they lovingly raised five children: Julianne, Deanna, Giovanni, Fred, and Theresa. They are the proud grandparents of 14 grandchildren – soon to be 15, with one more on the way!

Contributions to Eureka County include John's many years of service as a volunteer firefighter for the Eureka Volunteer Fire Department, filling a vital role in this rural community. John has demonstrated outstanding character and work ethic and has lived a life exemplifying strong family values. In addition to family, work, and service to his community, John's interests include hunting, guns, farming, and spending time with his grandchildren.

County officials, co-workers, and friends celebrate with John, who has been a significant member of our workforce, as he retires and embarks on this next chapter of his life.

NOW THEREFORE, BE IT HEREBY RESOLVED that the Board of Eureka county Commissioners recognizes John Minoletti for his lifetime accomplishments and commends him for his dedicated service to Eureka County.

BE IT FURTHER RESOLVED that this resolution be published in the minutes of the Board of Eureka County Commissioners to remain a part of the permanent and historical records of Eureka County.

ADOPTED this 19th day of May, 2014.

/s/ J.J. Goicoechea

J.J. Goicoechea, Chairman

/s/ J.P. Ithurrealde

J.P. "Jim" Ithurrealde, Vice Chair

/s/ Michael Sharkozy

Michael Sharkozy, Member

Attest: /s/ Beverly Conley

Beverly Conley, Eureka County Clerk

RECESS FOR LUNCH

The Board recessed for lunch from 12:17 to 1:15 p.m.

PUBLIC HEARING - LEASE OF VETERINARY CLINIC

Consider Lease of 180 South Main Street, Eureka: Notice was given that the Board of Eureka County Commissioners would hold a public hearing at 1:15 p.m. on May 19, 2014, related to a resolution dated April 21, 2014, announcing intent to lease the County owned building commonly known as the Eureka County Diagnosis & Treatment Center situated at 180 South Main Street in Eureka, to the Eureka Veterinary Clinic, LLC (Darla Baumann, DVM). Information regarding this intended lease has been available through the Commissioners' office.

Chairman Goicoechea opened the hearing and invited public comments. No comments were forthcoming.

Approval of Lease: Commissioner Ithurrealde motioned to approve signing the lease with Eureka Veterinary Clinic, LLC, for property located at 180 South Main Street in Eureka, for a three-year lease with a two-year renewal option. Commissioner Sharkozy seconded the motion. Motion carried 3-0.

FISCAL YEAR 2014-2015 TAX RATE & BUDGET HEARING

Public Hearing on Tax Rates & Budget: Notice was given that the Eureka County Board of Commissioners would hold a public hearing on May 19, 2014. The purpose of this hearing is to accept comments from the public and take action to adopt the tax rates and finalize the budget for Fiscal Year 2014-2015. No tax increases were proposed by the Eureka County Board of Commissioners for the upcoming fiscal year.

Chairman Goicoechea opened the hearing and called for public comments; there were no comments related to the proposed tax rates or proposed budget.

Tax Rates Adopted: Commissioner Ithurrealde motioned to adopt the tax rates as proposed and duly advertised, as follows: Eureka County \$0.8458; Television District \$0.0085; Diamond Valley Weed District \$0.0781; Diamond Valley Rodent District \$0.0400; Crescent Valley Town \$0.2153; Eureka Town \$0.2153; State of Nevada \$0.1700; and Eureka County School District \$0.7500. Commissioner Sharkozy seconded the motion. Motion carried 3-0.

Eureka County Tax Rates – FY 2014-2015

| TAX RATES | |
|-----------------------------------|--------|
| GENERAL COUNTY RATE | 0.8458 |
| CRESCENT VALLEY TOWN | 0.2153 |
| EUREKA TOWN | 0.2153 |
| EUREKA COUNTY TELEVISION DISTRICT | 0.0085 |
| DIAMOND VALLEY RODENT DISTRICT | 0.0400 |
| DIAMOND VALLEY WEED DISTRICT | 0.0781 |
| EUREKA COUNTY SCHOOL DISTRICT | 0.7500 |
| STATE OF NEVADA | 0.1700 |

| COMBINED OVERALL RATES | |
|-----------------------------------|--------|
| EUREKA COUNTY | 1.7743 |
| CRESCENT VALLEY TOWN | 1.9896 |
| EUREKA TOWN | 1.9896 |
| DIAMOND VALLEY WEED DISTRICT | 1.8924 |
| DIAMOND VALLEY RODENT DISTRICT | 1.8924 |
| EUREKA COUNTY TELEVISION DISTRICT | 1.7743 |

Affirm Health Insurance Base Rates & Subsidies: For budget purposes, Mr. Rebaleati requested that the Board affirm the base rates, including dependent subsidies, on selected plans for health insurance premiums for benefited employees for the upcoming fiscal year. Commissioner Ithurralde motioned to ratify the selected medical, dental, vision, and life insurance plans for benefited employees and retirees for Fiscal Year 2014-2015, with the following designated as the sponsored plans on which the subsidized rates are based: St. Mary's Health Plan PPO Core 1 (\$1,000 deductible), Guardian Dental, VSP Vision, and Standard Life Insurance. Commissioner Sharkozy seconded the motion. Motion carried 3-0.

| FY 2014/2015 Insurance Premiums | | | | | | | | | | | |
|--|------------------------|---------------|---------------|-------------|----------------------|---------------|-------------------------|-------------------|---------------|-------------------------|-------------------|
| Classification | \$1000 PPO Core | Dental | Vision | Life | Total Premium | County | Employee 70/30** | | County | Employee 60/40** | |
| Employee | 819.17 | 41.01 | 7.26 | 12.00 | 879.44 | 879.44 | 0.00 | | 879.44 | 0.00 | |
| Empl+Spouse | 1499.04 | 79.35 | 11.62 | 12.82 | 1602.83 | 1385.81 | 217.02 | | 1313.47 | 289.36 | |
| Empl+Child(ren) | 1449.89 | 107.94 | 11.86 | 12.82 | 1582.51 | 1371.59 | 210.92 | | 1301.28 | 281.23 | |
| Empl+Family | 1974.16 | 146.27 | 19.13 | 12.82 | 2152.38 | 1770.50 | 381.88 | | 1643.20 | 509.18 | |
| Classification | \$1500 Beyond 4 | Dental | Vision | Life | Total Premium | County | Employee 70/30** | | County | Employee 60/40** | |
| Employee | 736.33 | 41.01 | 7.26 | 12.00 | 796.60 | 796.60 | 0.00 | | 796.60 | 0.00 | |
| Empl+Spouse | 1347.44 | 79.35 | 11.62 | 12.82 | 1451.23 | 1385.81 | 65.42 | | 1313.47 | 137.76 | |
| Empl+Child(ren) | 1303.26 | 107.94 | 11.86 | 12.82 | 1435.88 | 1371.59 | 64.29 | | 1301.28 | 134.60 | |
| Empl+Family | 1774.51 | 146.27 | 19.13 | 12.82 | 1952.73 | 1770.50 | 182.23 | | 1643.20 | 309.53 | |
| Classification | \$3000 HSA HD | Dental | Vision | Life | Total Premium | County | Employee 70/30** | HSA Match* | County | Employee 60/40** | HSA Match* |
| Employee | 630.71 | 41.01 | 7.26 | 12.00 | 690.98 | 690.98 | 0.00 | 732.65 | 690.98 | 0.00 | 732.65 |
| Empl+Spouse | 1154.16 | 79.35 | 11.62 | 12.82 | 1257.95 | 1257.95 | 0.00 | 1299.62 | 1257.95 | 0.00 | 1299.62 |
| Empl+Child(ren) | 1116.31 | 107.94 | 11.86 | 12.82 | 1248.93 | 1248.93 | 0.00 | 1290.60 | 1248.93 | 0.00 | 1290.60 |
| Empl+Family | 1519.97 | 146.27 | 19.13 | 12.82 | 1698.19 | 1698.19 | 0.00 | 1739.86 | 1643.20 | 54.99 | 1684.87 |

*The Commissioners have agreed to an employee match of up to \$500 per year on the \$3000 HD Plan. Employees need to contribute \$41.67 per month into the HAS account in order to receive the County match.
**Employee 70/30 split covers employees hired before July 1, 2009; Employee 60/40 split covers employees hired on or after July 1, 2009.

| Retiree Insurance Rates FY 2014/2015 | | | | | | |
|---|------------------------|------------------------|-------------------------|------------------------|-------------------|----------------------|
| Employees & < 65 Retiree | \$1000 PPO Core | \$1500 Beyond 4 | \$3000 HSA HD027 | Guardian Dental | VSP Vision | Standard Life |
| Employee | 819.17 | 736.33 | 630.71 | 41.01 | 7.26 | 12.00 |
| Empl+Spouse | 1499.04 | 1347.44 | 1154.16 | 79.35 | 11.62 | 12.82 |
| Empl+Child(ren) | 1449.89 | 1303.26 | 1116.31 | 107.94 | 11.86 | 12.82 |
| Empl+Family | 1974.16 | 1774.51 | 1519.97 | 146.27 | 19.13 | 12.82 |
| Retiree with Medicare A&B | \$1000 PPO Core | \$1500 Beyond 4 | \$3000 HSA HD027 | Guardian Dental | VSP Vision | Standard Life |
| Retiree | 634.92 | 573.70 | N/A | (see above) | (see above) | (see above) |
| Retiree+Spouse (one with) | 1305.29 | 1176.43 | N/A | " " " | " " " | " " " |
| Retiree+Spouse (both with) | 1123.84 | 1016.27 | N/A | " " " | " " " | " " " |
| Retiree+Child(ren) | 1123.06 | 1014.79 | N/A | " " " | " " " | " " " |
| Retiree+Family (one with) | 1704.31 | 1536.33 | N/A | " " " | " " " | " " " |
| Retiree+Family (both with) | 1456.86 | 1317.92 | N/A | " " " | " " " | " " " |

Rates for Retiree Health Insurance Subsidies: Mr. Rebaleati recommended leaving the subsidies for retiree insurance at the same level as the current fiscal year, noting that these rates have not changed for the past several years. Commissioner Ithurralde motioned that the

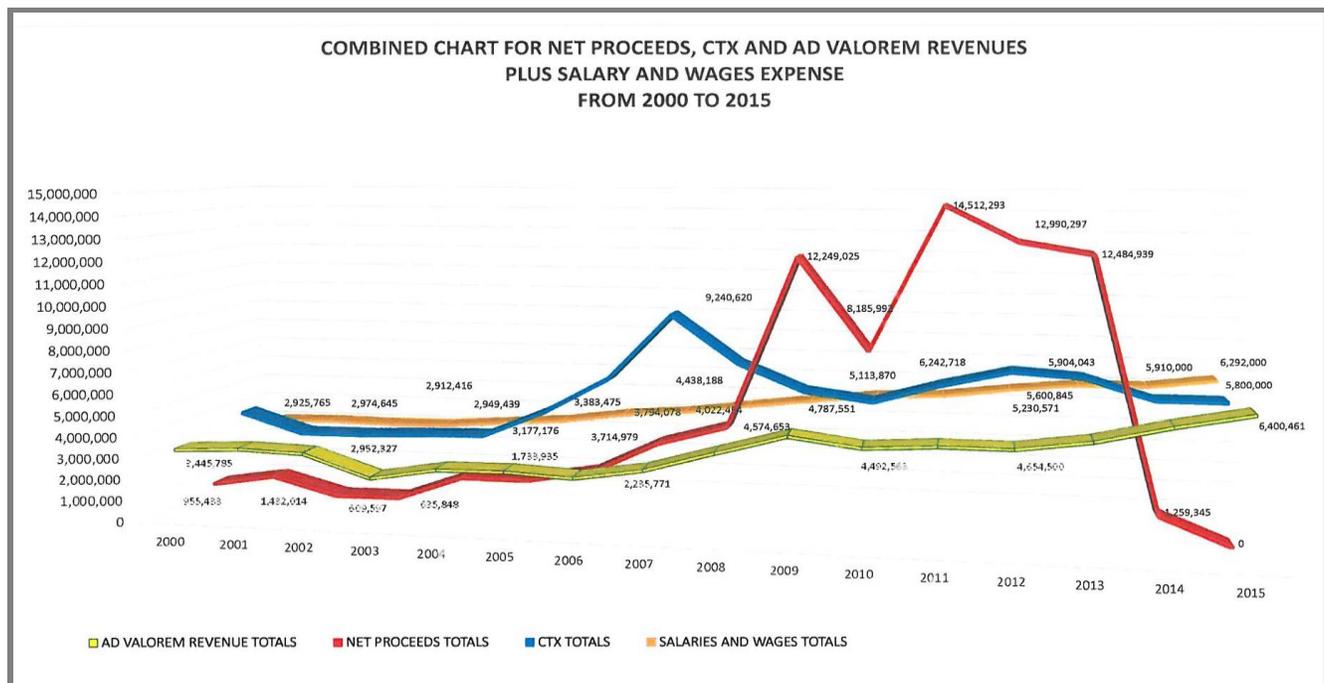
rates for retiree health insurance subsidies remain static for Fiscal Year 2014-2015; Commissioner Sharkozy seconded the motion; motion carried 3-0.

| EUREKA COUNTY RETIREE - County Health Insurance Premium Plan Subsidy Effective July 1, 2014 through June 30, 2015 | | |
|--|----------------------|---------|
| Retired on/after July 1, 2004 | (\$469.58 BASE RATE) | |
| Years of Service | | |
| 5 | \$117.40 | 25.00% |
| 6 | \$152.61 | 32.50% |
| 7 | \$187.83 | 40.00% |
| 8 | \$223.05 | 47.50% |
| 9 | \$258.27 | 55.00% |
| 10 | \$293.49 | 62.50% |
| 11 | \$328.71 | 70.00% |
| 12 | \$363.92 | 77.50% |
| 13 | \$399.14 | 85.00% |
| 14 | \$434.36 | 92.50% |
| 15 | \$469.58 | 100.00% |
| 16 | \$504.80 | 107.50% |
| 17 | \$540.02 | 115.00% |
| 18 | \$575.24 | 122.50% |
| 19 | \$610.45 | 130.00% |
| 20 | \$645.67 | 137.50% |

The 2014-2015 current premium for the County plan is more than the current premium for the PEBP plan. The proposed formula will be as follows: The County will contribute for the retiree's enrolled in the County plan as follows: 100% of the amount that was established by the State of Nevada for Non-State Retirees participating in PEBP. The minimum subsidy base of \$150 per month applies to retirees who retired from Eureka County on or before July 1, 2004. Any employee who retires after July 1, 2004, and enrolls in the County plan will receive a health care subsidy listed in the above chart up to the health care premium. If the premium is less than the health insurance premium subsidy, there will be no cash payments for the difference. Only Eureka County service credit will be used to calculate this subsidy for County plan participants. When there is a rate change, the County will consider a modification of the base rate and percentage, but will not reduce the subsidy on this chart unless, because of financial circumstances, the County eliminates a subsidy for County plan participants. Only direct Eureka County retirees hired before July 1, 2009, are eligible for this subsidy.

FISCAL YEAR 2014-2015 FINAL BUDGET

Tax Revenues & Net Proceeds: Budget Officer, Mike Rebaleati, gave a detailed fiscal presentation. He focused on tax revenues for the County which are comprised of net proceeds of minerals, CTX tax, and ad valorem tax. Mr. Rebaleati created a chart showing the trend of these revenues in comparison to salaries and wages from Fiscal Year 2000 to present.



Mr. Rebaleati explained that the base tax rates in Eureka County for ad valorem have remained the same throughout the chart period (2000 to present) and even earlier than that. Ad valorem is a tax based on the assessed valuation of real property and personal property. The valuation of the property has changed through the years, but not the base tax rate applied to this value. The County is currently at a high assessed valuation with estimated revenue of about \$6.4 million.

Mr. Rebaleati discussed the correlation between taxes. For example, when the price of gold goes down, it immediately affects net proceeds. But it also causes the mines to reduce spending, affecting CTX tax (consolidated tax consisting largely of sales tax), and has a ripple effect on personal property as the mines halt expansion and new construction. When the mines experience a financial crunch they also have the ability to utilize a taxing method called discounted cash flow to reduce their tax liability.

The big unknown is the future of net proceeds. Following the 2014 General Election, which includes a ballot question on this issue, the net proceeds formula will likely be removed from the Nevada Constitution. There is much speculation on how the Legislature will transition to another taxing method. Assurances have been given that the rural counties that depend on net proceeds will be 'held harmless' and receive taxes through a different mechanism, but it is more likely that any new distribution formula will spread much of the tax among urban areas, thus reducing the tax benefit to the rural counties.

Unfortunately, several years ago the State went to a method of prepayment for net proceeds, with the tax paid in advance based on estimation. This led to an overpayment and Eureka County now owes a refund of \$15 million to the State of Nevada. The net proceeds distribution to be received by Eureka County this year (in May/June) is \$1.2 million, due to a reduction of \$7.5 million to cover half of the refund owed. The remaining half will be deducted next year. After receiving net proceeds averaging in excess of \$13 million over the past three years, this is a budgetary reduction of approximately \$12 million for this year alone.

Fortunately, it has been a long time policy of Eureka County not to fund personnel costs and operating costs from net proceeds; rather, net proceeds have been utilized to finance infrastructure and capital improvement projects.

Personnel Costs: Personnel costs were steady in the early 2000s but began to rise in 2009 as the County prepared for the projected population increase resulting from the Mount Hope Project. The estimated cost for salaries and wages in Fiscal Year 2014-2015 is \$6.2 million if no reductions are made. Salaries and wages for this staffing level account for approximately 45% of the County's budget; with benefits adding another 20%-25%.

Implementation of Immediate Hiring Freeze: In the late 1990s the County reduced its workforce through attrition due to a downturn in mining and, consequently, lower revenues. Total FTEs (full-time equivalents) were reduced by 15 over a three year period through attrition. Mr. Rebaleati recommended an immediate hiring freeze and enforcement of the attrition policy to accomplish a similar result without resorting to layoffs. He recommended that the hiring freeze and attrition policy be utilized to reduce the total FTEs from around 100 to 85 or less. Obviously, certain services must be provided by law and public health and safety positions will be maintained at necessary minimum levels.

Mr. Rebaleati provided a draft policy/procedure for implementing a hiring freeze and reduction in labor force through attrition without layoffs. Also included was a form to be utilized by departments for justification when petitioning the Board for a waiver to hire a replacement for a necessary position. Before filling a vacant position, other options will be considered, including possible reorganization within a department, job sharing with another department, absorption of workload by existing staff, utilization of technology to improve efficiency, possible suspension or elimination of certain services, etc.

Chairman Goicoechea also sanctioned that he, as the Chairman, and the Budget Officer should sit down with each department head to review what the minimum staffing requirements are for each area and to begin aiming for that number.

Commissioner Ithurralde motioned to implement an immediate hiring freeze utilizing the attrition policy to promote a reduction in workforce, and to create a resolution modeled after the policy/procedure presented by the Budget Officer to be adopted at a future meeting. Commissioner Sharkozy seconded the motion. Motion carried 3-0.

Balancing Final Budget: The hard figures for net proceeds were only provided by the Department of Taxation about two weeks earlier. The Tentative Budget was written on original projections which differed drastically. In order to make up the difference in the General Fund and to balance the budget, approximately \$700,000.00 to \$800,000.00 must be cut from other areas. Several recommendations for reducing the Final Budget included: denying a cost of living allowance, reducing contracts, and reducing services and supplies.

Mr. Rebaleati recommended reallocating portions of, or all of, the following funds into the General Fund: Water Planning Fund, Building Maintenance & Reserve Fund, RTC Fund, and Ag District #15 Fund. The recommendation to cut the proposed cost of living adjustment of 2.5% for the upcoming fiscal year will provide \$150,000.00. Mr. Rebaleati noted that merit increases and longevity pay will remain in place. The remaining revenue needed will have to come from reduction in contracts and services/supplies, which will require working closely with the Department Heads. The proposed reductions were discussed at length with the Board.

Transition of Tax Rates to General Fund: Commissioner Sharkozy motioned to authorize the Budget Officer to redirect tax rates from the RTC Fund, a portion of the Ag District #15 Fund, the Building Maintenance & Reserve Fund, and the Water Planning Fund to the General Fund for Fiscal Year 2014-2015; Commissioner Ithurralde seconded the motion; motion carried 3-0.

Direction Regarding Contracts and Services & Supplies: Commissioner Ithurralde motioned to give staff direction to work with the Budget Officer to look into reducing contracts and reducing services and supplies; Commissioner Sharkozy seconded the motion; motion carried 3-0.

Public Services: There was discussion that budget cuts and reduction in workforce will result in some reductions and/or delays in services to the public. It was agreed that catastrophic emergencies, such as wildfire, must be considered a priority within the budgeted man hours.

Cost of Living Allowance: The Board invited comments from those present. Several employees and supervisors voiced opposition to cutting the cost of living completely; there were suggestions of a reduced cost of living or finding cuts elsewhere. It was noted that employees, especially those on the lower end of the pay scale, depend on the COLA.

Todd Hubbard, Senior Mechanic, commented that he hated to see the employees sacrifice in light of benefits promised several years ago that never came to fruition. He relayed guarantees given to employees during the last re-draft of the Personnel Policy that were never followed through. Others concurred with his comments. Basically at the time the policy was rewritten several changes occurred. The six-month merit increase was abolished and the option of a two-step merit increase was reduced to one-step with the intent of increasing the amount between steps, but this never happened. Mr. Rebaleati pointed out that the salary scale was increased to 30 steps which was a benefit to employees.

The Board commented that the COLA decision was not considered lightly, but felt proactive and temporary steps at this time could avert a layoff or more serious cuts down the road. Commissioner Ithurralde motioned to deny a cost of living allowance for employees for Fiscal Year 2014-2015, with the intention that this is just for one year and that merit increases and longevity will remain in place; Chairman Goicoechea seconded the motion; motion carried 2-1. Commissioner Sharkozy voted against the motion, favoring a reduced COLA rather than none at all.

Elimination of Vacant Positions: As a first step towards attrition, the Board discussed currently unfilled positions that could be eliminated from the budget. These included the extra full-time dispatcher position created from a part-time position, the patrol deputy position added due to anticipated population growth, and the technician position that was approved for Natural Resources. All of these positions are currently vacant. Weed spraying must be addressed, but rather than hiring a full-time technician other options will be considered, such as casual hours, shared hours with another department, or contract labor.

Commissioner Ithurralde motioned to remove the following three positions from the Fiscal Year 2014-2015 budget as discussed: one full-time dispatcher, one patrol deputy, and the technician for Natural Resources. It was reiterated that all positions are currently vacant. Commissioner Sharkozy seconded the motion. Motion carried 3-0.

Capital Improvement Plan: The Board reviewed the Five Year Capital Improvement Plan focusing on the upcoming fiscal year. Several changes and reductions were made. The only scheduled capital improvement project is the Robins Street Improvements & Utility Upgrades Project. There are no planned vehicle or equipment replacements. The Courthouse HVAC Project will be funded from the Assessor's Technology Fund. The installation of network fiber on the Main Street corridor in Eureka to connect County facilities has been reduced and will only connect the Swimming Pool and the Eureka Fire Station and the Road Shop will be connected to the bus barn at the high school. Media replacement for the Arsenic Treatment Plant in Crescent Valley must be budgeted each year, but may not be utilized. Other amounts in the Capital Improvement Plan represent contingencies that will only be expended if an unforeseen event occurs.

Commissioner Ithurralde motioned to approve the Capital Improvement Plan for Fiscal Year 2014-2015 as discussed and amended; Commissioner Sharkozy seconded the motion; motion carried 3-0.

Moratorium on Grants: Each year the Commission provides discretionary grants to various groups, entities, and individuals. The Board decided to put a hold on all grants for the upcoming year except for the Conservation District. The Conservation District receives a grant of close to \$40,000.00 each year. Natural Resources Manager, Jake Tibbitts, noted that these funds are used as seed money to leverage other substantial grants which benefit Eureka County. The Conservation District is involved in important conservation and water projects, in part driven by the County, so the Commissioners did not want to jeopardize their funding.

The Conservation District's grant request the previous year was reduced by 15% in keeping with other budget cuts. The Board felt this was appropriate for the upcoming year. Commissioner Sharkozy motioned to suspend all grants for Fiscal Year 2014-2015, except for the Conservation District, which will be granted \$38,250.00 (a 15% reduction of the requested \$45,000.00); Commissioner Ithurralde seconded the motion; motion carried 3-0.

Final Budget Approval & Signing of Top Sheets: Commissioner Ithurralde motioned to approve the Final Budget for Fiscal Year 2014-2015 and to sign the top sheets for submission to the Nevada Department of Taxation; Commissioner Sharkozy seconded the motion; motion carried 3-0.

BUDGET AUGMENTATIONS & TRANSFERS – FISCAL YEAR 2013-2014

Fiscal Year 2013-2014: Mr. Rebaleati presented the budget augmentations outlined in a resolution for the Board's approval. As required by Nevada Revised Statutes, the transfers have been advertised in the *Eureka Sentinel*. Commissioner Ithurralde motioned to approve the budget augmentations and transfers as advertised in the *Eureka Sentinel* and outlined by the Budget Officer; Commissioner Sharkozy seconded the motion; motion carried 3-0.

Budget Augmentation Resolution: Commissioner Ithurralde motioned to adopt the Budget Augmentation Resolution for the Fiscal Year 2013-2014 budget transfers; Commissioner Sharkozy seconded the motion; motion carried 3-0.

**BUDGET AUGMENTATION RESOLUTION
RESOLUTION FOR AUGMENTATION OF THE 2013-2014 BUDGET OF EUREKA COUNTY**

WHEREAS, the revenues of the EUREKA COUNTY GENERAL FUND, EUREKA COUNTY ROAD FUND, REGIONAL TRANSPORTATION COMMISSION FUND, CAPITAL IMPROVEMENT FUND, and EUREKA COUNTY TELEVISION FUND were budgeted to be \$11,835,518; \$1,537,746; \$334,690; \$331,721; and

WHEREAS, said Eureka County General Fund sources are as follows:

| <u>Source of Revenue</u> | <u>Original Budget</u> | <u>Available YTD</u> | <u>Excess Revenues</u> | <u>Augment Amount</u> |
|--------------------------|------------------------|----------------------|------------------------|-----------------------|
| Beginning Fund Balance | \$12,061,000 | \$20,507,751 | | |
| Totals | \$12,061,000 | \$20,507,751 | \$8,446,751 | \$8,446,751 |

WHEREAS, said Eureka County Road Fund sources are as follows:

| <u>Source of Revenue</u> | <u>Original Budget</u> | <u>Available YTD</u> | <u>Excess Revenues</u> | <u>Augment Amount</u> |
|--------------------------|------------------------|----------------------|------------------------|-----------------------|
| Net Proceeds of Mines | \$-0- | \$150,000 | | |
| Grant from General Fund | \$-0- | \$150,000 | | |
| Totals | \$-0- | \$300,000 | \$300,000 | \$300,000 |

WHEREAS, said Eureka County Regional Transportation Fund sources are as follows:

| <u>Source of Revenue</u> | <u>Original Budget</u> | <u>Available YTD</u> | <u>Excess Revenues</u> | <u>Augment Amount</u> |
|--------------------------|------------------------|----------------------|------------------------|-----------------------|
| Beginning Fund Balance | \$4,788,569 | \$5,858,382 | | |
| Totals | \$4,788,569 | \$5,858,382 | \$1,069,813 | \$1,069,813 |

WHEREAS, said Capital Improvement Fund sources are as follows:

| <u>Source of Revenue</u> | <u>Original Budget</u> | <u>Available YTD</u> | <u>Excess Revenues</u> | <u>Augment Amount</u> |
|--------------------------|------------------------|----------------------|------------------------|-----------------------|
| Beginning Fund Balance | \$1,409,968 | \$2,458,085 | | |
| Totals | \$1,409,968 | \$2,458,085 | \$1,048,117 | \$1,048,117 |

WHEREAS, said Eureka County Television Fund sources are as follows:

| <u>Source of Revenue</u> | <u>Original Budget</u> | <u>Available YTD</u> | <u>Excess Revenues</u> | <u>Augment Amount</u> |
|--------------------------|------------------------|----------------------|------------------------|-----------------------|
| Beginning Fund Balance | \$350,657 | \$612,028 | | |
| Totals | \$350,657 | \$612,028 | \$261,371 | \$261,371 |

WHEREAS, there is a need to apply these unanticipated proceeds in the Eureka County General Fund for grants out and the Eureka Canyon project; Eureka County Road Fund for capital expenditures; Eureka County Regional Transportation Fund for road improvements specifically the Eureka Canyon project; Capital Improvements projects; and Eureka County Television Fund for the completion of the digital conversation project; and

NOW THEREFORE, IT IS HEREBY RESOLVED, that Eureka County shall augment the FY 2014 expenditure budget for Eureka County General Fund for \$8,446,751; for Eureka County Road fund budget by appropriating \$300,000; Eureka County Regional Transportation Fund budget \$ 1,069,813; for Capital Improvement Fund \$1,048,117; and for Eureka Television Fund \$261,371;

THEREBY increasing appropriations from \$18,641,224 to \$27,087,975 in the Eureka County General Fund; \$2,052,400 to \$2,352,400 in the Eureka County Road Fund; \$4,460,600 to \$5,530,413 in the Eureka County Regional Transportation Commission Fund; \$874,000 to \$1,922,117 in the Capital Improvement Fund; and \$230,600 to \$491,971 in the Eureka County Television Fund;

IT IS FURTHER RESOLVED, that the Budget Director shall forward the necessary documents to the Department of Taxation, State of Nevada.

PASSED, ADOPTED, and APPROVED the 19th day of May, 2014.

AYES: Chairman Goicoechea
Vice Chairman Ithurrealde
Commissioner Sharkozy

NAYS: None

By: /s/ Julian J. Goicoechea
 Julian J. Goicoechea, Chairman of the Board

ATTEST: /s/ Beverly Conley
 Beverly Conley, Clerk

CORRESPONDENCE

Correspondence was received from: District Attorney, Ted Beutel; Recorder/Auditor, Mike Rebaleati; Public Works Director, Ron Damele; Executive Assistant, Jackie Berg (2); Economic Development Program; Medical Clinics Advisory Committee; Crescent Valley Town Advisory Board (2); Nye County Commission; White Pine County Commission (2); Intertech Services Corp., Mike Baughman; Cow County Title; Allison, MacKenzie, Pavlakis, Wright & Fagan (2); Nevada Dept. of Taxation; Nevada Pool/PACT; Nevada Dept. of Transportation; Nevada Div. of Environmental Protection; US Environmental Protection Agency, Tom Dunkelman; and US Dept. of the Interior-BLM.

PUBLIC COMMENT

Chairman Goicoechea called for public comments; there were none.

ADJOURNMENT

The meeting was adjourned at 3:54 p.m.

Approved by vote of the Board this 20th day of June, 2014.

/s/ J.J. Goicoechea
J.J. Goicoechea, Chairman

I, Jackie Berg, Executive Assistant to the Board of Eureka County Commissioners, attest that these are a true, correct, and duly approved minutes of the May 19, 2014, meeting of the Board of Eureka County Commissioners.

/s/ Jackie Berg
Jackie Berg, Executive Assistant

I, Beverly Conley, Clerk & Treasurer of Eureka County, acknowledge and accept the attached minutes as approved by the Board of Eureka County Commissioners and attested to by the Executive Assistant of the Board.

/s/ Beverly Conley
Beverly Conley, Clerk & Treasurer