

**TRI-DAM PROJECT
MINUTES OF THE JOINT BOARD
OF DIRECTORS REGULAR MEETING**

January 15, 2015
Manteca, California

The Joint Board of Directors of the Oakdale Irrigation District and the South San Joaquin Irrigation District met in joint session at the office of the South San Joaquin Irrigation District located in Manteca, California on the above date for the purpose of conducting business of the TRI-DAM PROJECT, pursuant to the resolution adopted by each of the respective Districts on July 29, 1955.

The regular meeting was called to order at 9:12 A.M. by President Holmes.

OID DIRECTORS

SSJID DIRECTORS

DIRECTORS PRESENT:

FRANK CLARK
HERMAN DOORNENBAL (LEFT THE MEETING AT 10:40)
STEVE WEBB
AL BARIOS, JR (ARRIVED AT 9:43)

BOB HOLMES
DAVE KAMPER
RALPH ROOS
DALE KUIL
JOHN HOLBROOK

DIRECTORS ABSENT:

JACK ALPERS

ALSO PRESENT:

Ron Berry, General Manager and Secretary, Tri-Dam Project; Rick Dodge, Finance Manager, Tri-Dam Project; Susan Larson, License Compliance Coordinator, Tri-Dam Project; Tim Townsend, Operations Supervisor, Tri-Dam Project; Steve Knell, General Manager, OID; Bere Lindley, Finance Manager, SSJID; Steve Emrick, Counsel, SSJID.

PUBLIC COMMENT

None

ITEM #1 REVIEW AND APPROVE MINUTES OF THE REGULAR MEETING

President Holmes presented the December 18, 2014 minutes of the Regular Board meeting. Director Webb moved to approve the December 18, 2014 minutes of the Regular Board meeting with the noted corrections. The motion was seconded by Director Roos. The motion passed 8-0.

ITEM #2 FINANCIAL MATTERS

a) Review and Approve the Financial Statements

Finance Manager Dodge reviewed the December financial statements, noting a monthly profit of \$514,000. Mr. Dodge cautioned, however, that several relatively minor yearend adjustments and accruals still need to be processed. For the year, the Project's preliminary net profit stands at \$7.83 million.

b) Review Investment Portfolio and Reserve Fund Status

Finance Manager Dodge presented the monthly activity and securities held in each of the Project's reserve funds and responded to questions.

c) Review and Approve the Statement of Obligations

Finance Manager Dodge reviewed the statement of obligations and responded to questions.

Director Roos moved to approve the financial statements and statement of obligations. Director Webb seconded the motion. The motion passed 8-0.

ITEM #3 APPROVE RESOLUTION TDP 2015.01 DISTRIBUTION OF FUNDS

Finance Manager Dodge presented the Project's funds available for distribution as of December 31, 2014, totaling \$4.97 million (\$2.48 million per District). Director Roos moved to approve the January 2015 distribution as presented. Director Webb seconded the motion. The motion passed unanimously.

ITEM #4 APPROVE TULLOCH LANDS MANAGERMENT POLICY AND PROCEDURE

Compliance Coordinator Larson presented an overview of the past project at Tulloch wherein it was found, over 10 years ago that the Districts owned lands at Tulloch in fee title, which affected a number of properties within the Poker Flat subdivision and South Shore areas. As noted in the Staff Report, she explained the past efforts to resolve the matter, and noted that there are still some properties that have not completed the lot line adjustments and transfers. The Board authorized Larson to proceed with the action plan presented in the staff report, with the additional suggestion that the Counties also receive notification, as suggested by Director Clark.

ITEM #5 DISCUSSION OF 2015 WATER OPERATIONS

GM Berry and Operations Supervisor Townsend discussed with the board the current water year, noting that similar historical water years and the potential curtailment to generation. Although still early, GM Berry noted that since December, the snow pack continues to lose ground.

ITEM #6 STAFF REPORTS

GM Berry discussed the maintenance report, including the progress made during the current annual maintenance period.

Operations Supervisor Townsend discussed the initiation and update to Tri-Dam's security plan and vulnerability assessment.

OID GM Knell updated the Board on the Bureau's expected New Melones release path and "instability" flows. Concern was expressed by several directors.

Ms. Larson presented the Board with an update of Tulloch and general compliance items including the Shoreline Management Plan, Recreation Plan, Erosion Monitoring Plan, Aquatic Plant Management Plan and Form 80 work. She also advised that work continues on the application fee analysis project.

ITEM #7 GENERATION REPORT

No discussion.

ITEM #8 FISHBIO

Some discussion of the hyacinth plugging the Tuolumne River channel causing concerns with spawning salmon.

RECESS TO TRI-DAM POWER AUTHORITY

Director Holbrook moved to recess to the Tri-Dam Power Authority Board of Commissioners Meeting at 10:40 A.M. Director Clark seconded the motion. The motion passed 8-0.

The Project meeting resumed at 11:01 A.M.

ITEM #9 CLOSED SESSION

GM Berry announced before closed session that the following items would be discussed:

- a. Conference with legal counsel – Existing Litigation
(Paragraph (1) of subdivision (d) of Section 54956.9) - 5 cases
 1. Tri-Dam Project v. Schediwy, et al.
 2. Tri-Dam Project v. Keller
 3. Tri-Dam Project v. Michael, et al.
 4. Tri-Dam Project v. Yick
 5. Tri-Dam Project v. Holman

- b. Conference with Legal Counsel – Anticipated Litigation
Significant exposure to litigation pursuant to paragraph (2) or (3) of subdivision (d) of Section 54956.9 – 1 case

- c. Conference with Labor Negotiator
Pursuant to Section 54957.6
Agency Negotiator: General Manager
Employee Organization: IBEW and Management Group

- e. Public Employment Performance Evaluation
Government Code Section 54957
Position: General Manager

President Holmes announced out of closed session that no reportable action was taken.

ITEM #10 DIRECTOR COMMENTS

None

ADJOURNMENT

Director Holbrook moved to adjourn the Tri-Dam Project regular meeting. Director Webb seconded the motion. The motion passed 7-0.

President Holmes adjourned the Tri-Dam Project Board of Directors meeting at 12:28 P.M.

The next Regular Board meeting is scheduled for February 19, 2015, at the Oakdale Irrigation District in Oakdale, California beginning at 9:00 A.M.

ATTEST:

Ron Berry
Secretary, Tri-Dam Project