

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

December 14, 2017
Manteca, California

The Joint Boards of Directors of the Oakdale Irrigation District and the South San Joaquin Irrigation District met in joint session at the office of 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.

President Kuil called the meeting to order at 9:00 a.m.

OID DIRECTORS

SSJID DIRECTORS

DIRECTORS PRESENT:

GAIL ALTIERI
LINDA SANTOS
TOM ORVIS
HERMAN DOORNENBAL
BRAD DE BOER

BOB HOLMES
RALPH ROOS
JOHN HOLBROOK
DALE KUIL
DAVE KAMPER

DIRECTORS ABSENT:

Also Present:

Ron Berry, General Manager and Secretary, Tri-Dam Project; Rick Dodge, Finance Manager, Tri-Dam Project; Genna Modrell, Finance Assistant, Tri-Dam Project; Susan Larson, Compliance Coordinator, Tri-Dam Project; Mia Brown, District Counsel, SSJID; Peter Rietkerk, General Manager, SSJID; Bere Lindley, Assistant General Manager (*left at 11:34*), SSJID; Steve Knell, General Manager, OID (*arrived at 9:15*); Doug Demko and Andrea Fuller, FishBio; Marcia Herrmann and Josh Park, MHD Group, Inc.

PUBLIC COMMENT

Mr. Martin Harris, Terra Land Group, LLC, addressed the board regarding floodwater drainage and other hydrology related impacts and how they continue to appear to be significant and deserving of close attention and careful study in the Lower San Joaquin River Basin. He also provided the Board with a 72-page report on this matter.

ITEM #1 Review and Approve Minutes of the October 19, 2017 Regular Meeting

President Kuil presented the October 19, 2017 minutes of the Regular Board meeting. Director Holmes moved to approve the October 19, 2017 minutes of the Regular Board meeting as presented. Director Doornenbal seconded the motion. The motion passed OID 3-0, SSJID 4-1. Directors DeBoer and Orvis abstained and Director Roos voted no.

ITEM #2 Financial Matters - October

a) Review and Approve the Financial Statements

Finance Manager Dodge reviewed the October 2017 financial statements, noting net revenue of \$1.76 million for the month. Dodge also discussed various expense accounts and responded to questions.

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.

c) Review and Approve the Statement of Obligations

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

Director Roos moved to approve the financial statements and statement of obligations as presented. Director Santos seconded the motion. The motion passed OID 3-0, SSJID 5-0. Directors DeBoer and Orvis abstained.

ITEM #3 Financial Matters - November

a) Review and Approve the Financial Statements

Finance Manager Dodge reviewed the November 2017 financial statements, noting net revenue of \$923,000 for the month. Dodge also discussed various expense accounts and responded to questions.

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. Dodge also discussed the negative mark-to-market loss in the investment portfolio due to the recent rise in interest rates.

c) Review and Approve the Statement of Obligations

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

Director Homes moved to approve the financial statements and statement of obligations as presented. Director Altieri seconded the motion. The motion passed OID 3-0, SSJID 5-0. Directors DeBoer and Orvis abstained.

ITEM # 4 2017 FishBio presentation and review and consider approval of 2018 budget proposal

Doug Demko and Andrea Fuller from FishBio gave a presentation to update the Board on 2017 accomplishments and potential 2018 activities. Mr. Demko noted that FishBio's studies conclude that the vast majority of fish returning to the river are hatchery fish, and predation remains a significant cause of mortality.

Mr. Demko also discussed FishBio's proposed 2018 budget, recommending a total budget of \$1,750,000. The significant increase in the requested budget is primarily due to the proposed non-native predation plan.

ITEM #5 Review and consider approval 2018 draft budget

Mr. Dodge presented the 2018 budget, and reviewed various revenue and expense accounts and the related underlying assumptions used. Director Holbrook requested that future budgets include a budget vs. budget column. Director Doornenbal stated his concern over the projected overall cost increase. FM Dodge agreed that the 2018 projected increase in expenses was not sustainable, but noted that the budget includes several large infrastructure repairs that will no longer be necessary in future budgets once completed. Director Holmes requested that an analysis of overtime be brought back to the next meeting. After additional lengthy discussion, primarily pertaining to budgeted labor and overhead costs, Director Holbrook moved to approve the 2018 budget as presented. Director Doornenbal seconded the motion. The motion passed OID 5-0, SSJID 5-0.

ITEM #6 Review and consider approval of job descriptions

- a. Maintenance Lead Worker
- b. Power System Technician
- c. Apprentice Power System Technician

GM Berry presented the changes to the three represented job descriptions and responded to questions.

Director Altieri moved to approve the changes in all three job descriptions as presented. Director Kamper seconded the motion. The motion passed OID 5-0, SSJID 5-0.

ITEM #7 Review and consider approval of performance recognition for unrepresented staff

GM Berry recommended a recognition award of \$2,000 each for the unrepresented staff for a superior performance in 2017. This recommendation includes the Finance Manager, License Compliance Coordinator, Maintenance Supervisor, Finance Assistant, and Purchasing Clerk. Director Holmes moved to approve the \$2,000 award to the administrative and management employees. Director Santos seconded the motion. The motion passed OID 5-0, SSJID 5-0.

ITEM #8 Review and consider approval of Save the Stan contract amendment – MHD Group

GM Rietkerk discussed his and GM Knell's recommendation that the Board extend MHD's contract to continue communication, website maintenance, and outreach needs related to the Save the Stan campaign from January through June of 2018. Marcia Herrmann fielded questions from Directors and staff.

Director Doornenbal moved to further extend the current MHD contract from January to December 2018 at a not-to-exceed amount of \$5,000 per month. Director Kamper seconded the motion. The motion passed OID 3-2, SSJID 4-1. Directors Altieri, Holbrook, and Santos voted no.

ITEM #9 Consider approval of purchase authorizations

- a. 2017.12.01 2018 Chevy 2500HD 4WD Technician Truck

GM Berry presented authorization 2017.12.01.

Director Holbrook moved to approve PA 2017.12.01 as presented. Director Orvis seconded the motion. The motion passed OID 5-0, SSJID 5-0.

b. 2017.12.02 60Kw Standby Generator – Beardsley Gate House

GM Berry presented authorization 2017.12.02.

Director Holbrook moved to approve PA 2017.12.02 as presented. Director Santos seconded the motion. The motion passed OID 5-0, SSJID 5-0.

ITEM #11 2017 IBEW Performance Recognition

GM Berry presented a summary of unplanned plant outages during 2016/2017 and the corresponding awarding of the incentive bonus payment of \$36,000 be divided equally among 18 eligible represented employees. This performance incentive is a part of the MOU with IBEW represented employees. The incentive promotes teamwork amongst the maintenance and operations staff to identify and perform work that will sustain a high level of plant availability.

ITEM #12 Staff Reports

In addition to the written reports in the Directors' package, GM Berry explained the Morning Report to the new directors.

ITEM #13 Generation Report

No discussion.

ITEM #14 Fisheries Studies on the Lower Stanislaus River

No discussion.

Recess to Tri-Dam Power Authority

Director Holbrook moved to recess to the Tri-Dam Power Authority Board of Commissioners meeting at 12:21 p.m. Director Altieri seconded the motion. The motion passed OID 5-0, SSJID 5-0.

The Tri-Dam Project meeting resumed at 12:36 p.m. after the Tri-Dam Power Authority meeting adjourned.

ITEM #15 Directors Comments

Director Altieri hoped everyone has a great holiday season.

Director Doornenbal thanked Directors Kuil and Holmes for their support during his reelection campaign.

Director Holbrook thanked all Tri-Dam staff for their hard work this year.

ITEM #16 Closed Session

GM Berry announced before closed session that the following item will be discussed:

- a. CONFERENCE WITH LABOR NEGOTIATOR
Pursuant to Section 54957.6
Agency Negotiator: General Manager
Employee Organization: Unrepresented Employees

President Kuil announced out of closed session that no reportable action had been taken.

ITEM #10 Review and consider approval of adjustment to the salary schedule

Director Santos moved to approve the salary schedule adjustments for the Operations and Maintenance Supervisors as presented. Director Kamper seconded the motion. The motion passed OID 5-0, SSID 5-0.

ADJOURNMENT

Director Kamper moved to adjourn the Tri-Dam Project Board of Director's Meeting. Director Doornenbal seconded the motion. The motion passed OID 5-0, SSJID 5-0.

President Kuil adjourned the meeting at 12:57 p.m.

The next Regular Board meeting is scheduled for January 18, 2018, at Oakdale Irrigation District in Oakdale, California beginning at 9:00 a.m.

ATTEST:

Ron Berry
Secretary, Tri-Dam Project